



Rock Solid

City of Elberton, Georgia

Annual Comprehensive Financial Report

For the fiscal year ended
June 30, 2023

Prepared by:

Department of Finance

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Part I

Introductory Section



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CITY OF ELBERTON, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the fiscal year ended June 30, 2023

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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, 2022

Christopher P. Morill

Executive Director/CEO

CITY OF ELBERTON, GEORGIA

CITY OFFICIALS

June 30, 2023

MAYOR

R. Daniel Graves

CITY COUNCIL

Troy Colquitt, Mayor Pro Tempore

Terry Burton

Carey Butler

Kyle Parham

Rick Prince

CITY MANAGER

Lanier W. Dunn, CPA

CITY ATTORNEY

John Stephen Jenkins, Sr.

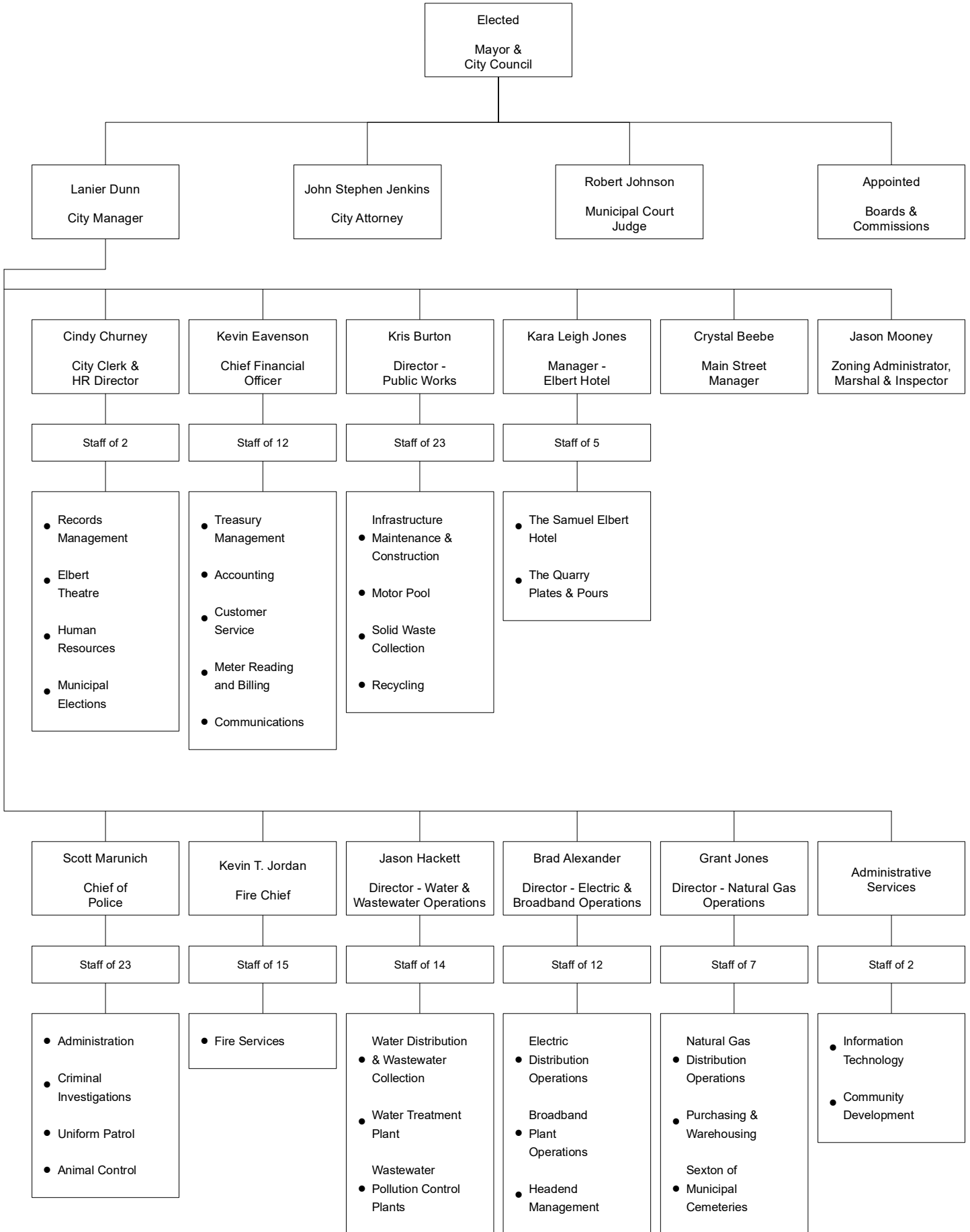
MUNICIPAL COURT JUDGE

Robert A. Johnson

City of Elberton, Ga.

Organizational Chart

as of June 30, 2023





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

Rock Solid

November 7, 2023

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, 2023, 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 7,700 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 2023.

The City of Elberton began receiving proceeds from the 2017 special purpose local option sales tax (SPLOST) 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. This special tax expired on June 30, 2023, but the voters of Elbert County approved a six year extension. The new 2023 SPLOST began on July 1, 2023, and will fund \$4.64 million of capital projects over six years. Several capital projects during fiscal year 2023 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, sidewalk renovations on the downtown Square, landscaping improvements at the Granite City Trailhead, 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 specifically for transportation in the City of Elberton. The proceeds from the 2019 transportation special purpose local option sales tax (TSPLOST) fully collected its referendum budget in the late summer of 2023. Therefore, the tax is scheduled to conclude on December 31, 2023, unless it is extended by Elbert County votes through a referendum on November 6, 2023.

The divisions of Elberton Utilities concluded several projects in fiscal year 2023 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. The natural gas division completed an extension of a new gas service main to several residential customers within the county. Additionally, the water division completed the construction of a new clear well finished water storage tank at the water filter plant in the spring of 2023.

ElbertonNET continued to work on various large projects to bring fiber-to-the-home connectivity to dozens of unserved census blocks within the county during 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, 2022, for the twentieth 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.

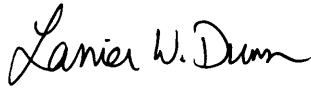
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR, the contents of which conform to program

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 fund information of the City of Elberton, Georgia, as of and for the year ended June 30, 2023, 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 fund information of the City of Elberton, Georgia, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for 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 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, 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 79, 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 projected financed with special purpose local option sales tax are presented for purposes of additional analysis and are not a required part of the 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 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. 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 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 fairly stated in all material respects in relation to the financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, the City of Elberton, Georgia's basic financial statements for the year ended June 30, 2022, which are not presented with the accompanying financial statements. In our report dated November 11, 2022, 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 2022 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 2022 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 2022 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 Information

Management is responsible for the other information in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

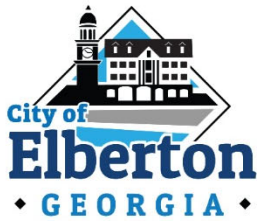
Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2023, 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 and compliance.

Rushon, LLC

Certified Public Accountants

Gainesville, Georgia
November 7, 2023



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, 2023. 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 \$58.7 million (reported as “*net position*”). Of this amount, \$17.4 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 \$3,228,444 as a result of this year’s activities.
- The City’s governmental funds report combined ending fund balances of \$3,314,012. Approximately 12% of this amount, \$399,934, 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 \$49.6 million at the end of the fiscal year, an increase of \$2,884,954 as a result of the current year’s operations.
- The City’s liabilities totaled \$17.2 million on June 30, 2023. About half of these liabilities (48% or \$8.3 million) consist of revenue bonds, notes payable, 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.

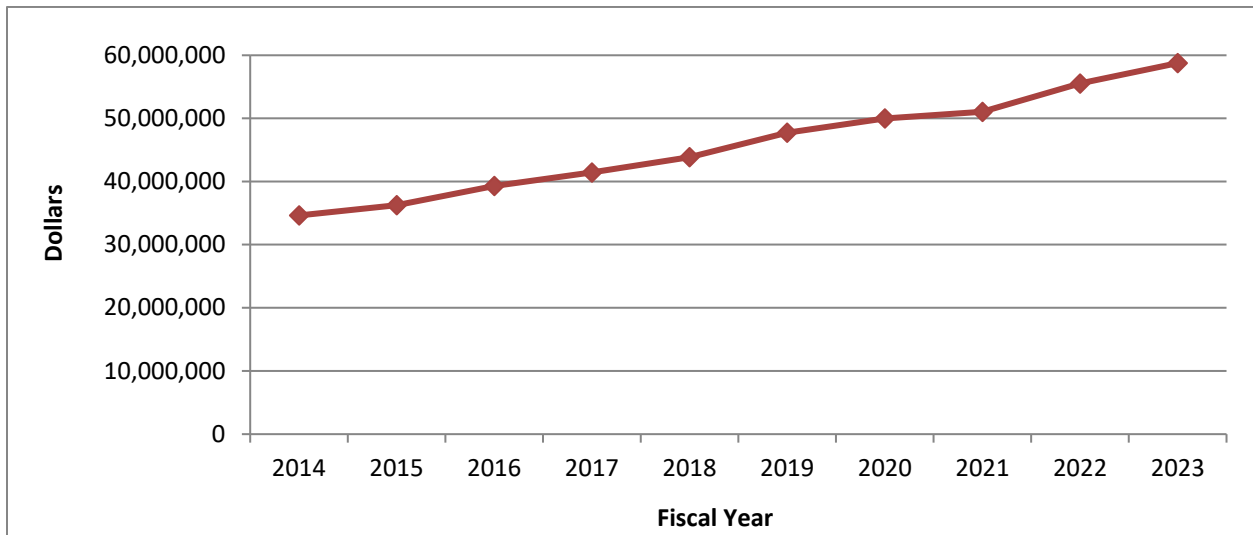
GOVERNMENT-WIDE FINANCIAL ANALYSIS

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 \$58,741,548 at the close of the most recent fiscal year.

City of Elberton
Net Position as of June 30, 2023 and 2022
(in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and Other Assets	\$ 2,730	\$ 3,814	\$ 21,834	\$ 20,833	\$ 24,564	\$ 24,647
Net Capital Assets	7,408	6,205	39,469	38,629	46,877	44,834
Total Assets	10,137	10,019	61,303	59,462	71,440	69,481
Deferred outflows of resources	2,253	964	2,238	905	4,491	1,869
Long-term Liabilities	2,730	271	10,096	8,221	12,826	8,492
Other Liabilities	544	459	3,787	3,895	4,331	4,354
Total Liabilities	3,274	730	13,883	12,116	17,157	12,846
Deferred inflows of resources	-	1,481	33	1,510	33	2,991
Net investment in capital assets	6,375	6,069	31,252	29,491	37,627	35,560
Restricted Net Position	2,696	2,061	1,031	1,957	3,727	4,018
Unrestricted Net Position	44	642	17,343	15,293	17,387	15,935
Total Net Position	\$ 9,115	\$ 8,772	\$ 49,626	\$ 46,741	\$ 58,741	\$ 55,513

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 \$3,727,475 is constrained by legal requirements and is not available for day-to-day operations of the City. The remaining balance of *unrestricted net position* (\$17,386,848) 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 \$17,342,862 at the end of the fiscal year. The portion of unrestricted net position resulting from the City's governmental activities was \$43,986 at the close of the fiscal year.

The City's net position increased by \$3,228,444 during the current fiscal year. Governmental activities resulted in an increase in net position of \$343,490 while business-type activities resulted in an increase of net position of \$2,884,954. 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.

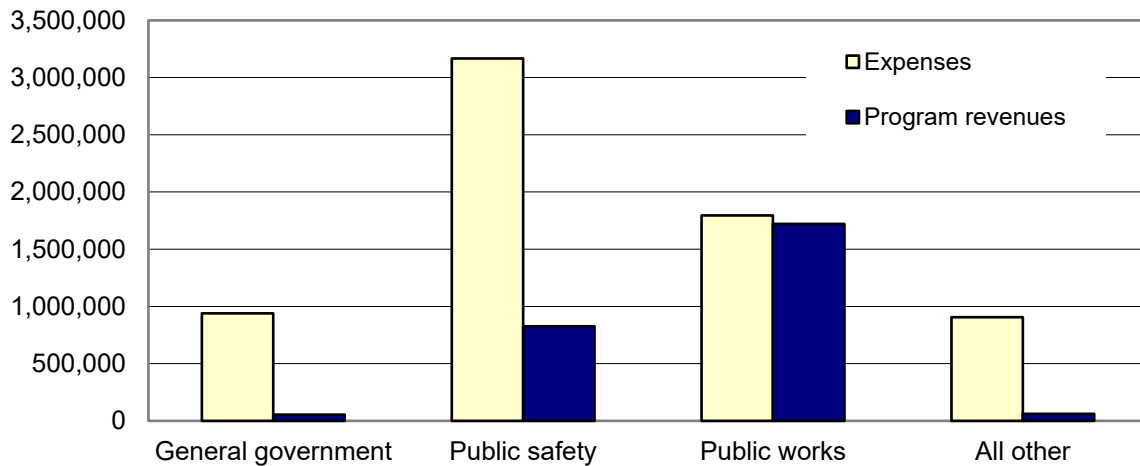
City of Elberton
Changes in Net Position for the Fiscal Years ended June 30, 2023 and 2022
(in Thousands)

	Governmental		Business-type		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for Services	\$ 512	\$ 397	\$ 32,305	\$ 31,646	\$ 32,817	\$ 32,043
Operating Grants and Contributions	495	989	0	0	495	989
Capital Grants and Contributions	1,656	2,170	156	1,910	1,812	4,080
General Revenues:						
Taxes	2,000	1,820	0	0	2,000	1,820
Interest and Investment Earnings	3	3	333	146	336	149
Net change in the value of investment	0	0	(244)	(1,014)	(244)	(1,014)
Miscellaneous	28	18	1,384	73	1,411	91
Total Revenues	4,693	5,397	33,934	32,761	38,627	38,158
Expenses:						
General Government	940	780	0	0	940	780
Judicial	75	87	0	0	75	87
Public Safety	3,166	2,915	0	0	3,166	2,915
Public Works	1,795	1,812	0	0	1,795	1,812
Health and Welfare	9	9	0	0	9	9
Culture and Recreation	262	184	0	0	262	184
Housing and Development	560	502	0	0	560	502
Combined Public Utilities	0	0	20,248	20,054	20,248	20,054
ElbertonNET Technology Services	0	0	5,680	4,898	5,680	4,898
Solid Waste	0	0	1,073	969	1,073	969
Ebert Theatre	0	0	181	139	181	139
Ebert Hotel	0	0	1,411	1,330	1,411	1,330
Total Expenses	6,807	6,289	28,592	27,390	35,399	33,679
Indirect Cost Allocation	(657)	(625)	657	625	0	0
Increase (Dec) in Net Position						
Before Transfers	(1,457)	(267)	4,685	4,746	3,228	4,479
Transfers	1,800	2,140	(1,800)	(2,140)	0	0
Change in Net Position	343	1,873	2,885	2,606	3,228	4,479
Net Position - July 1	8,772	6,899	46,741	44,135	55,513	51,034
Net Position - June 30	\$ 9,115	\$ 8,772	\$49,626	\$46,741	\$58,742	\$55,513

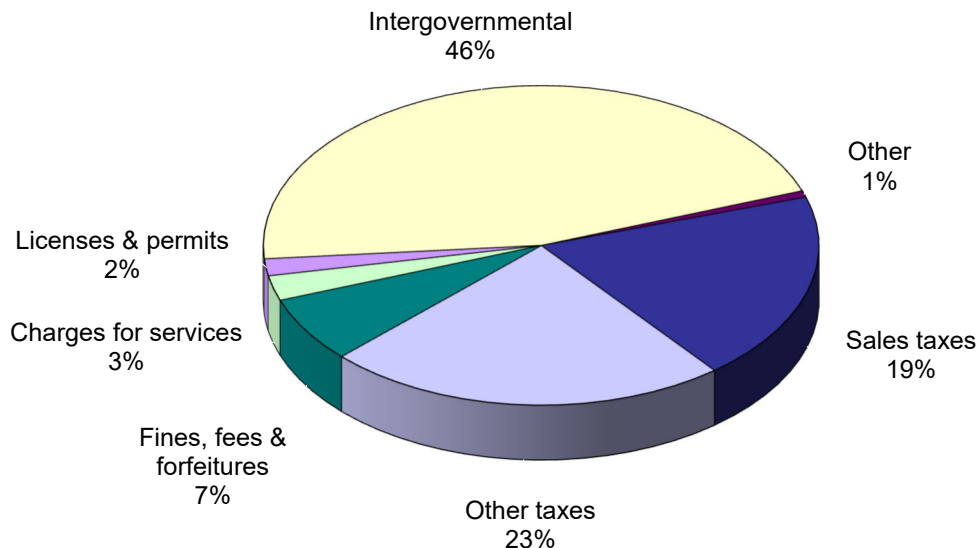
Governmental Activities. Governmental activities increased the net position of the City by \$343,490. Revenues for the City’s governmental activities decreased by 13% (\$704,569) compared fiscal year 2022. This decrease in revenues is mostly attributed to a decrease in capital grants and contributions in FY23 compared to FY22. The Redevelopment Fund Grant for the Bailey Building on the Public Square was mostly received in FY22, and this grant added \$697,755 to revenues in FY22 but only \$36,402 in FY23.

Expenses for governmental activities increased by 8% (\$517,227) during fiscal year 2023 mostly due to inflationary pressures on wages, benefits, and operating supplies in the general fund.

Expenses and Program Revenues – Governmental Activities



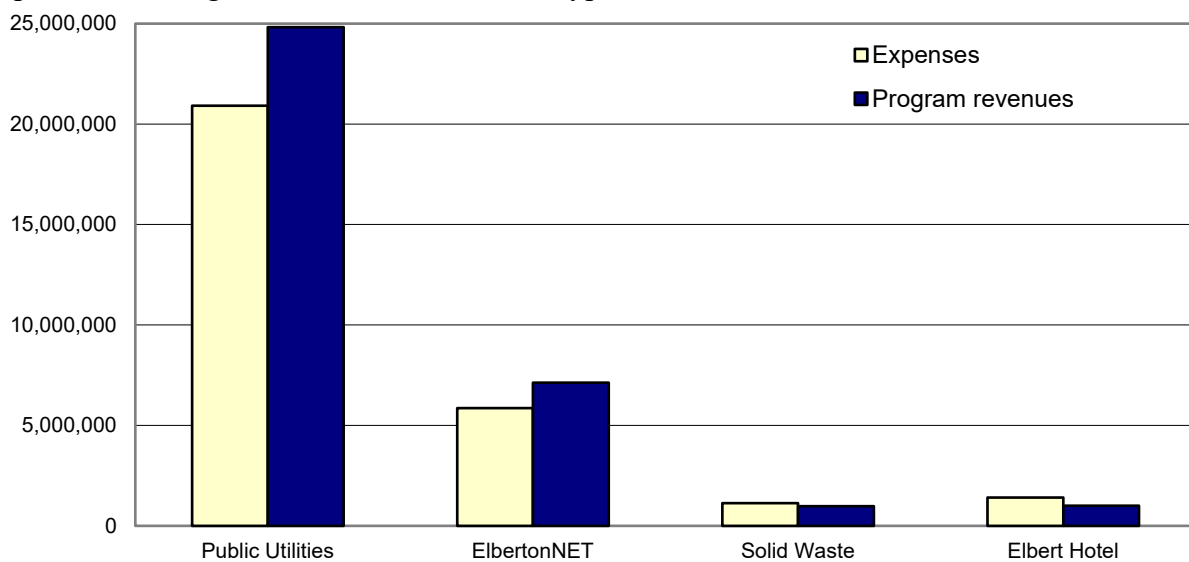
Revenues by Source – Governmental Activities



Business-type activities. Business-type activities increased the City’s net position by \$2,884,954. Key elements of this increase are as follows:

- Sales for business-type activities were \$32.3 million, which was an increase of \$644,660 from the prior fiscal year sales.
- Sales and operating revenues in the combined public utility fund for electric, water, sewer, and natural gas services increased by \$52,764 or 0.23% over last fiscal year. Electric sales increased 0.7%, natural gas sales decreased by 3.4%, and water and sewer sales increased by 3.1%. Operating income in the combined public utility fund before non-operating income or losses or transfers to other funds was \$2.6 million, or 6.0% lower than last year’s income of \$2.8 million. Personal services expense made up most of this difference between the two fiscal years and is attributable to higher pension expense costs charged to the fund from a decline in the market value of the pension fund assets.
- A one-time non-operating revenue was recognized in the combined public utility fund for a distribution from Georgia Public Web, Inc. in the amount of \$1,315,302. This distribution was from a sale of certain technology assets of the non-profit company of which the City is a member. Although a future distribution is expected, it will be significantly smaller than what was received in FY23.
- The ElbertonNET technology services enterprise fund experienced sales of \$7.08 million, an increase of 6.4% over the prior year sales of \$6.65 million. Most of this increase was related to an increase in the number of new customers obtained during the fiscal year from various new fiber-to-the-home expansions throughout the county.
- Sales for the Solid Waste operations totaled \$974,538, an increase of \$20,011 or 2.1% over the prior fiscal year.
- Sales in the Elbert Hotel fund totaled \$999,410, an increase of \$106,453 or 12% over the prior fiscal year. Lodging occupancy rates began to increase dramatically in the middle of FY23 and has continued into FY24. This led to higher revenue for the fund.

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 \$617,656, a decrease of \$97,331 or 13% in comparison with the prior year. Approximately 65% of this amount (\$399,934) 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% 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 \$1,800,000 which is \$340,000 less than the amount transferred in fiscal year 2022.

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, 2023

	Combined Public Utility System	ElbertonNET Tech Services	Elbert Hotel	All Other Proprietary	Total
Operating Revenues	\$ 23,196,436	\$ 7,081,560	\$ 999,410	\$ 1,065,520	\$ 32,342,926
Operating Expenses	20,582,666	5,852,419	1,354,472	1,306,736	29,096,293
Operating income (loss)	<u>2,613,770</u>	<u>1,229,141</u>	<u>(355,062)</u>	<u>(241,216)</u>	<u>3,246,633</u>
Non-operating income (loss)	1,334,180	160,813	(56,672)	-	1,438,321
Transfers in (out)	<u>(2,500,000)</u>	<u>(205,000)</u>	<u>700,000</u>	<u>205,000</u>	<u>(1,800,000)</u>
Change in net position	1,447,950	1,184,954	288,266	(36,216)	2,884,954
Net Position, July 1	<u>37,462,624</u>	<u>8,406,626</u>	<u>923,126</u>	<u>(51,609)</u>	<u>46,740,767</u>
Net Position, June 30	<u><u>\$ 38,910,574</u></u>	<u><u>\$ 9,591,580</u></u>	<u><u>\$ 1,211,392</u></u>	<u><u>\$ (87,825)</u></u>	<u><u>\$ 49,625,721</u></u>

GENERAL FUND BUDGETARY HIGHLIGHTS

There were two budget amendments approved during the fiscal year. Total appropriations increased by \$808,303 for the fiscal year. The first amendment was to budget for the final receipt of funds from the American Rescue Plan Act of \$808,303. 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 12%, or \$323,956, above budget. Additionally, expenditures in the general fund were \$353,869, or 7%, 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, 2023, totals \$45,877,268 (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 \$3,844,276 in new capital assets. Investment for business-type activities totaled \$3,191,289 while \$652,987 was for governmental activities. Major capital asset events during the current fiscal year included the following:

Governmental Activities – \$652,987 total

- \$191,284 for the purchase of patrol cars and equipment for the police department
- \$109,192 for the purchase of new heavy machinery for the public works department
- \$271,680 to begin construction on the new splash park facility
- \$80,831 to begin construction on the new fire department live-burn training facility

Business-type Activities – \$3,191,289 total

- \$186,692 for the purchase of new advanced metering infrastructure (AMI) for the electric department
- \$1,140,001 for the completion of the new clearwell and high service pump station for the water filter plant
- \$75,355 to construct a new 3,800-foot water main extension on Limo Road to three large poultry farms
- \$88,456 to purchase two new trucks for the water department
- \$43,576 to construct 6,000 feet of new natural gas pipeline to serve several residential customers on Montevideo Road
- \$54,993 to purchase a new truck for the natural gas department
- \$914,930 for the construction of fiber-to-the-home system expansions for ElbertonNET
- \$146,834 for the purchase of a new bucket truck for ElbertonNET
- \$38,431 for the purchase of a new forklift for the utilities warehouse
- \$71,960 for the purchase of a new IBM server for the billing and financial software
- \$200,000 to begin construction and replacement new HVAC units for the room floors at the Samuel Elbert Hotel
- \$8,882 for the purchase of new equipment for the Elbert Theatre
- \$221,179 to begin construction on a new speculative building in the Elberton Industrial Park

Additional information on the City's capital assets can be found in Note 8 on pages 52-54 of this report.

Debt Administration. At the end of the current fiscal year, the City had 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, 2023 was \$5,578,504.

The City issued a revenue bond to finance renovations and improvements at the Samuel Elbert Hotel. The bond payable is recognized by the City in its Elbert Hotel Enterprise Fund. The balance of this bond payable at June 30, 2023 was \$2,639,229.

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 9 on pages 54-60 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 2023 of nearly 10% over fiscal year 2022. 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 3.6% in 2023 from 4.1% in 2022.

During 2023, 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 2024 increased by 1.2% over fiscal year 2023. The rates and fees schedule for the general fund and utility services were reviewed in preparation for the 2024 budget. As a result, there were no material changes made to the fees schedule in the general fund for fiscal year 2024. All other rates for the City utilities and services will remain unchanged. The electric rates were last adjusted in May, 2023 prior to the adoption of the FY24 budget.

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, 2023

	Primary Government			Component Unit Downtown Development Authority
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash	\$ 1,889,952	\$ 2,571,477	\$ 4,461,429	\$ 81,104
Investments	0	14,386,001	14,386,001	0
Restricted assets				
Cash	25	0	25	0
Investments	0	1,864,607	1,864,607	0
Receivables (net)				
Accounts	10,861	2,521,472	2,532,333	0
Taxes	124,633	0	124,633	0
Intergovernmental	205,774	0	205,774	0
Notes	64,688	0	64,688	0
Prepaid items	156,434	0	156,434	0
Inventories	36,263	712,424	748,687	0
Internal balances	240,892	(240,892)	0	0
Other current assets	0	18,980	18,980	0
Total current assets	2,729,522	21,834,069	24,563,591	81,104
Noncurrent assets				
Notes receivable	999,848	0	999,848	0
Capital assets				
Non-depreciable	1,967,563	1,277,897	3,245,460	206,023
Intangible right-to-use assets (net)	28,098	0	28,098	0
Depreciable (net)	4,412,109	38,191,601	42,603,710	1,601,541
Total noncurrent assets	7,407,618	39,469,498	46,877,116	1,807,564
Total assets	10,137,140	61,303,567	71,440,707	1,888,668
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	2,252,993	2,237,808	4,490,801	0
LIABILITIES				
Current liabilities				
Payables				
Accounts	155,302	1,773,725	1,929,027	0
Intergovernmental	0	42,440	42,440	0
Sales tax	0	73,299	73,299	0
Interest	0	2,169	2,169	0
Accrued salaries and expenses	72,396	56,113	128,509	0
Unearned revenue	173,208	0	173,208	0
Compensated absences	116,907	154,798	271,705	0
Customer deposits payable	0	23,048	23,048	5,300
Other current liabilities	14,452	128,945	143,397	0
Leases payable	12,054	0	12,054	0
Notes payable	0	296,325	296,325	108,852
Bonds payable	0	394,838	394,838	0
Interest payable	0	7,877	7,877	0
Liabilities payable from restricted assets				
Customer deposits payable	0	833,513	833,513	0
Total current liabilities	544,319	3,787,090	4,331,409	114,152

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
June 30, 2023

	Primary Government			Component Unit Downtown Development Authority
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities				
Compensated absences	\$ 50,103	\$ 66,342	\$ 116,445	\$ 0
Net pension liability	2,483,274	2,502,909	4,986,183	0
Contractual liability	176,354	0	176,354	0
Leases payable	20,256	0	20,256	0
Notes payable	0	5,282,179	5,282,179	923,973
Bonds payable	0	2,244,391	2,244,391	0
	<u>2,729,987</u>	<u>10,095,821</u>	<u>12,825,808</u>	<u>923,973</u>
Total noncurrent liabilities				
	<u>2,729,987</u>	<u>10,095,821</u>	<u>12,825,808</u>	<u>923,973</u>
Total liabilities	<u>3,274,306</u>	<u>13,882,911</u>	<u>17,157,217</u>	<u>1,038,125</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	0	32,743	32,743	0
	<u>0</u>	<u>32,743</u>	<u>32,743</u>	<u>0</u>
NET POSITION				
Net investment in capital assets	6,375,460	31,251,765	37,627,225	774,739
Restricted for:				
MEAG Generation Trust	0	1,031,094	1,031,094	0
Public Safety	25	0	25	0
Housing and Development	1,177,449	0	1,177,449	0
Capital projects	1,518,907	0	1,518,907	0
Unrestricted	43,986	17,342,862	17,386,848	75,804
	<u>6,375,460</u>	<u>31,251,765</u>	<u>37,627,225</u>	<u>774,739</u>
Total net position	<u>\$ 9,115,827</u>	<u>\$ 49,625,721</u>	<u>\$ 58,741,548</u>	<u>\$ 850,543</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2023

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	\$ 939,328	\$ (534,026)	\$ 54,120	\$ 0	\$ 0	\$ (351,182)
Judicial	75,281	0	0	0	0	(75,281)
Public Safety	3,165,850	0	331,175	494,944	0	(2,339,731)
Public Works	1,795,441	(123,331)	101,083	0	1,619,120	48,093
Health and Welfare	8,500	0	0	0	0	(8,500)
Culture and Recreation	262,309	0	0	0	0	(262,309)
Housing and Development	560,093	0	25,353	0	36,402	(498,338)
Interest on long-term debt	239	0	0	0	0	(239)
Total governmental activities	<u>6,807,041</u>	<u>(657,357)</u>	<u>511,731</u>	<u>494,944</u>	<u>1,655,522</u>	<u>(3,487,487)</u>
Business-type activities						
Combined Public Utilities						
Electric	13,648,934	208,230	15,024,079	0	0	1,166,915
Water and Sewer	3,454,887	125,264	3,751,850	0	32,143	203,842
Natural Gas	3,143,861	97,905	4,382,528	0	0	1,140,762
ElbertonNET Technology						
Services	5,679,939	172,480	7,081,560	0	124,238	1,353,379
Solid Waste	1,072,596	53,478	974,538	0	0	(151,536)
Elbert Theatre	180,662	0	90,982	0	0	(89,680)
Elbert Hotel	1,411,144	0	999,410	0	0	(411,734)
Total business-type activities	<u>28,592,023</u>	<u>657,357</u>	<u>32,304,947</u>	<u>0</u>	<u>156,381</u>	<u>3,211,948</u>
Total primary government	<u>35,399,064</u>	<u>0</u>	<u>32,816,678</u>	<u>494,944</u>	<u>1,811,903</u>	<u>(275,539)</u>
Component Unit						
Downtown Development Authority						
	134,573	0	77,436	0	264,289	207,152
			Governmental Activities	Business-Type Activities	Total	Component Unit
Change in net position						
Net (expense) revenue			\$ (3,487,487)	\$ 3,211,948	\$ (275,539)	\$ 207,152
General revenues						
Taxes						
Title ad valorem			137,406	0	137,406	0
Sales			900,114	0	900,114	0
Franchise			83,951	0	83,951	0
Occupational			165,978	0	165,978	0
Insurance premium			383,328	0	383,328	0
Alcoholic beverage			135,356	0	135,356	0
Hotel/Motel			179,340	0	179,340	0
Other			14,688	0	14,688	0
Interest and investment earnings			3,004	332,989	335,993	0
Net increase (decrease) in the fair value of investments			0	(243,585)	(243,585)	0
Payments from City of Elberton			0	0	0	23,555
Gain on sale of assets			6,174	30,321	36,495	0
Miscellaneous			21,638	1,353,281	1,374,919	0
Transfers			1,800,000	(1,800,000)	0	0
Total general revenues and transfers			<u>3,830,977</u>	<u>(326,994)</u>	<u>3,503,983</u>	<u>23,555</u>
Change in net position			343,490	2,884,954	3,228,444	230,707
Net position - beginning			8,772,337	46,740,767	55,513,104	619,836
Net position - ending			<u>\$ 9,115,827</u>	<u>\$ 49,625,721</u>	<u>\$ 58,741,548</u>	<u>\$ 850,543</u>

CITY OF ELBERTON, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2023

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
ASSETS			
Cash	\$ 238,205	\$ 1,651,747	\$ 1,889,952
Restricted assets			
Cash	25	0	25
Receivables (net)			
Accounts	10,861	0	10,861
Taxes	106,195	18,438	124,633
Intergovernmental	0	205,774	205,774
Notes	25,000	1,039,536	1,064,536
Prepaid items	156,434	0	156,434
Inventories	36,263	0	36,263
Due from other funds	208,064	46,491	254,555
	<u>781,047</u>	<u>2,961,986</u>	<u>3,743,033</u>
Total assets	<u>\$ 781,047</u>	<u>\$ 2,961,986</u>	<u>\$ 3,743,033</u>
LIABILITIES			
Accounts payable	\$ 76,543	\$ 78,759	\$ 155,302
Accrued salaries and payroll liabilities	72,396	0	72,396
Unearned revenue	0	173,208	173,208
Due to other funds	0	13,663	13,663
Other liabilities	14,452	0	14,452
	<u>163,391</u>	<u>265,630</u>	<u>429,021</u>
Total liabilities	<u>163,391</u>	<u>265,630</u>	<u>429,021</u>
FUND BALANCES			
Nonspendable:			
Inventories	36,263	0	36,263
Prepaid items	156,434	0	156,434
Notes receivable	25,000	0	25,000
Restricted for:			
Public Safety	25	0	25
Housing and Development	0	1,177,449	1,177,449
Capital projects	0	1,518,907	1,518,907
Unassigned	399,934	0	399,934
	<u>617,656</u>	<u>2,696,356</u>	<u>3,314,012</u>
Total fund balances	<u>617,656</u>	<u>2,696,356</u>	<u>3,314,012</u>
Total liabilities and fund balances	<u>\$ 781,047</u>	<u>\$ 2,961,986</u>	<u>\$ 3,743,033</u>

CITY OF ELBERTON, GEORGIA
RECONCILIATION OF GOVERNMENTAL
FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
June 30, 2023

Total fund balance - total governmental funds \$ 3,314,012

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

These are:

Capital assets, net of accumulated depreciation and amortization 6,407,770

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

These are:

Compensated absences	\$ (167,010)	
Net pension liability	(2,483,274)	
Leases payable	(32,310)	
Contractual liability	<u>(176,354)</u>	(2,858,948)

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 2,252,993

Net position of governmental activities \$ 9,115,827

CITY OF ELBERTON, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2023

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
REVENUES			
Taxes	\$ 1,820,822	\$ 179,340	\$ 2,000,162
Licenses and permits	80,233	0	80,233
Fines, fees and forfeitures	312,675	0	312,675
Charges for services	776,180	0	776,180
Intergovernmental	0	2,147,311	2,147,311
Interest	1,219	4,842	6,061
Contributions	100	0	100
Other	21,638	0	21,638
Total revenues	<u>3,012,867</u>	<u>2,331,493</u>	<u>5,344,360</u>
EXPENDITURES			
Current			
General Government	856,008	0	856,008
Judicial	69,089	0	69,089
Public Safety	2,728,287	0	2,728,287
Public Works	1,077,295	17,585	1,094,880
Health and Welfare	8,500	0	8,500
Culture and Recreation	80,500	477,259	557,759
Housing and Development	173,143	127,857	301,000
Capital outlay	0	983,640	983,640
Debt Service	12,220	0	12,220
Total expenditures	<u>5,005,042</u>	<u>1,606,341</u>	<u>6,611,383</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,992,175)</u>	<u>725,152</u>	<u>(1,267,023)</u>
Other financing sources (uses)			
Transfers in	1,889,670	0	1,889,670
Transfers out	0	(89,670)	(89,670)
Sale of capital assets	6,174	0	6,174
Total other financing sources (uses)	<u>1,895,844</u>	<u>(89,670)</u>	<u>1,806,174</u>
Net change in fund balance	(96,331)	635,482	539,151
Fund balances, July 1	<u>713,987</u>	<u>2,060,874</u>	<u>2,774,861</u>
Fund balances, June 30	<u>\$ 617,656</u>	<u>\$ 2,696,356</u>	<u>\$ 3,314,012</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, 2023

Net change in fund balances - total governmental funds \$ 539,151

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	\$ 652,988	
Depreciation/Amortization	<u>(450,583)</u>	202,405

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	(239,835)	
Related accumulated depreciation	<u>239,835</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	222,634	
Cost of benefits earned net of employee contributions	<u>(649,813)</u>	(427,179)

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		11,980
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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		10,032
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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>7,101</u>
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Change in net position of governmental activities		<u><u>\$ 343,490</u></u>
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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, 2023

	Budget		Actual	Variance with
	Original	Final		Final Budget
REVENUES				
Taxes	\$ 1,702,000	\$ 1,702,000	\$ 1,820,822	\$ 118,822
Licenses and permits	73,500	73,500	80,233	6,733
Fines, fees and forfeitures	149,600	149,600	312,675	163,075
Charges for services	754,461	754,461	776,180	21,719
Interest	1,500	1,500	1,219	(281)
Contributions	350	350	100	(250)
Other	7,500	7,500	21,638	14,138
Total revenues	2,688,911	2,688,911	3,012,867	323,956
EXPENDITURES				
Current				
General Government				
Mayor and Council	219,914	227,214	227,113	101
City Manager's Office	191,058	195,558	195,540	18
Finance	204,546	205,846	205,760	86
Human Resources	69,510	69,510	67,656	1,854
City Clerk	117,132	122,232	122,193	39
City Attorney	20,000	20,000	15,809	4,191
City Hall Maintenance	29,655	29,655	21,937	7,718
Judicial				
Municipal Court	94,630	94,630	69,089	25,541
Public Safety				
Police - Administration	388,292	397,392	397,382	10
Police - Uniform Division	1,178,232	1,124,132	1,038,438	85,694
Police - Criminal Investigations	227,858	227,858	174,188	53,670
Police - Community Relations	5,500	5,500	1,327	4,173
Police - Detention	20,500	20,500	16,176	4,324
Fire	1,059,110	1,059,110	1,044,801	14,309
Animal Control	57,918	57,918	55,975	1,943
Public Works				
Administrative	219,757	222,557	222,472	85
Infrastructure Maintenance	489,862	489,862	463,654	26,208
Parks and Rights-of-Way	121,492	121,492	99,458	22,034
Motor Pool	176,187	176,187	174,497	1,690
Street Lighting	19,000	19,000	15,008	3,992
Cemetery	115,387	115,387	102,206	13,181
Health and Welfare				
Agency allocations	8,500	8,500	8,500	0
Culture and Recreation				
Agency allocations	88,000	88,000	80,500	7,500
Housing and Development				
Code Enforcement	73,383	73,383	55,843	17,540
Mainstreet Elberton	95,410	119,410	113,236	6,174
Community Development	55,838	55,838	4,064	51,774
Debt Service				
General Government	6,120	6,120	6,110	10
Public Safety	6,120	6,120	6,110	10
Total expenditures	5,358,911	5,358,911	5,005,042	353,869

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, 2023

	Budget		Actual	Variance with
	Original	Final		Final Budget
Excess (deficiency) of revenues over (under) expenditures	\$ (2,670,000)	\$ (2,670,000)	\$ (1,992,175)	\$ 677,825
Other financing sources (uses)				
Transfers in	2,650,000	2,650,000	1,889,670	(760,330)
Sales of capital assets	20,000	20,000	6,174	(13,826)
Total other financing sources (uses)	<u>2,670,000</u>	<u>2,670,000</u>	<u>1,895,844</u>	<u>(774,156)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	(96,331)	(96,331)
Fund balances, July 1	<u>0</u>	<u>0</u>	<u>713,987</u>	<u>713,987</u>
Fund balances, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 617,656</u></u>	<u><u>\$ 617,656</u></u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2023

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
ASSETS					
Current assets					
Cash	\$ 1,835,399	\$ 708,245	\$ 23,928	\$ 3,905	\$ 2,571,477
Investments	13,815,625	570,376	0	0	14,386,001
Restricted assets					
Investments	1,864,607	0	0	0	1,864,607
Receivables (net)					
Accounts	2,010,870	425,282	2,215	83,105	2,521,472
Intergovernmental	0	0	0	0	0
Inventories	575,296	120,761	16,367	0	712,424
Due from other funds	827,297	130,575	0	0	957,872
Other current assets	18,980	0	0	0	18,980
Total current assets	<u>20,948,074</u>	<u>1,955,239</u>	<u>42,510</u>	<u>87,010</u>	<u>23,032,833</u>
Noncurrent assets					
Capital assets					
Non-depreciable	853,556	92,941	307,500	23,900	1,277,897
Depreciable (net)	25,588,281	8,264,398	4,208,020	130,902	38,191,601
Total noncurrent assets	<u>26,441,837</u>	<u>8,357,339</u>	<u>4,515,520</u>	<u>154,802</u>	<u>39,469,498</u>
Total assets	<u>47,389,911</u>	<u>10,312,578</u>	<u>4,558,030</u>	<u>241,812</u>	<u>62,502,331</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pensions	1,495,048	285,737	120,941	336,082	2,237,808
LIABILITIES					
Current liabilities					
Payables					
Accounts	1,144,677	594,522	8,487	26,039	1,773,725
Intergovernmental	0	42,440	0	0	42,440
Sales tax	63,795	0	9,504	0	73,299
Interest	0	0	2,169	0	2,169
Accrued salaries	31,959	7,295	8,392	8,467	56,113
Compensated absences	91,791	25,360	12,778	24,869	154,798
Customer deposits payable	0	5,765	17,283	0	23,048
Other current liabilities	128,945	0	0	0	128,945
Due to other funds	371,467	0	612,434	214,863	1,198,764
Note payable	296,325	0	0	0	296,325
Bonds payable	0	0	394,838	0	394,838
Interest payable	7,877	0	0	0	7,877
Liabilities payable from restricted assets:					
Customer deposits payable	833,513	0	0	0	833,513
Total current liabilities	<u>2,970,349</u>	<u>675,382</u>	<u>1,065,885</u>	<u>274,238</u>	<u>4,985,854</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2023

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
Noncurrent liabilities					
Compensated absences	\$ 39,339	\$ 10,869	\$ 5,476	\$ 10,658	\$ 66,342
Net pension liability	1,672,159	319,587	135,268	375,895	2,502,909
Notes payable	5,282,179	0	0	0	5,282,179
Bonds payable	0	0	2,244,391	0	2,244,391
	<u>6,993,677</u>	<u>330,456</u>	<u>2,385,135</u>	<u>386,553</u>	<u>10,095,821</u>
Total noncurrent liabilities					
Total liabilities	<u>9,964,026</u>	<u>1,005,838</u>	<u>3,451,020</u>	<u>660,791</u>	<u>15,081,675</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pensions	<u>10,359</u>	<u>897</u>	<u>16,559</u>	<u>4,928</u>	<u>32,743</u>
NET POSITION					
Net investment in capital assets	20,863,333	8,357,339	1,876,291	154,802	31,251,765
Restricted for:					
MEAG Generation Trust	1,031,094	0	0	0	1,031,094
Unrestricted	<u>17,016,147</u>	<u>1,234,241</u>	<u>(664,899)</u>	<u>(242,627)</u>	<u>17,342,862</u>
Total net position	<u>\$ 38,910,574</u>	<u>\$ 9,591,580</u>	<u>\$ 1,211,392</u>	<u>\$ (87,825)</u>	<u>\$ 49,625,721</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2023

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
OPERATING REVENUES					
Charges for sales and services	\$ 23,158,457	\$ 7,081,560	\$ 999,410	\$ 1,065,520	\$ 32,304,947
Miscellaneous revenues	37,979	0	0	0	37,979
Total operating revenues	23,196,436	7,081,560	999,410	1,065,520	32,342,926
OPERATING EXPENSES					
Costs of sales and services	15,931,201	4,498,574	463,841	555,005	21,448,621
Personal services	2,988,364	865,538	692,234	714,442	5,260,578
Depreciation	1,638,371	473,227	198,397	37,289	2,347,284
Other	24,730	15,080	0	0	39,810
Total operating expenses	20,582,666	5,852,419	1,354,472	1,306,736	29,096,293
Operating income (loss)	2,613,770	1,229,141	(355,062)	(241,216)	3,246,633
Non-operating revenues (expenses)					
Interest revenue	310,675	22,314	0	0	332,989
Net increase (decrease) in the fair value of investments	(232,122)	(11,463)	0	0	(243,585)
Gain on sale of capital assets	4,597	25,724	0	0	30,321
Interest expense	(96,415)	0	(56,672)	0	(153,087)
Other non-operating revenue	1,315,302	0	0	0	1,315,302
Total non-operating revenues (expenses)	1,302,037	36,575	(56,672)	0	1,281,940
Net income (loss) before capital contributions and transfers	3,915,807	1,265,716	(411,734)	(241,216)	4,528,573
Capital contributions					
Intergovernmental revenue	32,143	124,238	0	0	156,381
Net income (loss) before transfers	3,947,950	1,389,954	(411,734)	(241,216)	4,684,954
Transfers in (out)					
Transfers in	0	0	700,000	205,000	905,000
Transfers out	(2,500,000)	(205,000)	0	0	(2,705,000)
Total transfers	(2,500,000)	(205,000)	700,000	205,000	(1,800,000)
Change in net position	1,447,950	1,184,954	288,266	(36,216)	2,884,954
Net position, July 1	37,462,624	8,406,626	923,126	(51,609)	46,740,767
Net position, June 30	\$ 38,910,574	\$ 9,591,580	\$ 1,211,392	\$ (87,825)	\$ 49,625,721

CITY OF ELBERTON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2023

	Combined Public Utility System	ElbertonNET Technology Services	Elbert Hotel	Nonmajor Proprietary Funds	Totals
Cash flows from operating activities:					
Receipts from customers	\$ 23,528,242	\$ 7,079,787	\$ 1,002,072	\$ 1,059,497	\$ 32,669,598
Payments to suppliers	(15,894,918)	(4,087,940)	(459,057)	(552,645)	(20,994,560)
Payments to employees	(2,775,525)	(818,069)	(704,658)	(664,450)	(4,962,702)
Other receipts	37,979	0	0	0	37,979
Other payments	(24,730)	(15,080)	0	0	(39,810)
Net cash provided (used) by operating activities	<u>4,871,048</u>	<u>2,158,698</u>	<u>(161,643)</u>	<u>(157,598)</u>	<u>6,710,505</u>
Cash flows from non-capital financing activities:					
Receipts from other non-operating revenue	1,315,302	0	0	0	1,315,302
Receipts from other funds	993,773	0	1,869,693	379,638	3,243,104
Payments to other funds	(2,500,000)	(908,419)	(1,518,357)	(212,203)	(5,138,979)
Net cash provided (used) by non-capital financing activities	<u>(190,925)</u>	<u>(908,419)</u>	<u>351,336</u>	<u>167,435</u>	<u>(580,573)</u>
Cash flows from capital and related financing activities:					
Receipts from other governments	32,143	1,049,575	0	0	1,081,718
Receipts from other funds	0	0	443,698	0	443,698
Proceeds from the sale of capital assets	4,597	25,724	0	0	30,321
Payment of capital related accounts payable	(196,885)	0	0	0	(196,885)
Payment of capital related retainages payable	(163,565)	0	0	0	(163,565)
Acquisition of capital assets	(1,920,644)	(1,057,808)	(200,000)	(8,881)	(3,187,333)
Interest paid	(96,476)	0	(56,990)	0	(153,466)
Issuance of notes payable	57,143	0	0	0	57,143
Principal payments - bonds	0	0	(387,026)	0	(387,026)
Principal payments - notes payable	(230,211)	0	0	0	(230,211)
Net cash provided (used) by capital and related financing activities	<u>(2,513,898)</u>	<u>17,491</u>	<u>(200,318)</u>	<u>(8,881)</u>	<u>(2,705,606)</u>
Cash flows from investing activities:					
Interest received	310,675	22,314	0	0	332,989
Proceeds from sale of investments	8,312,543	936,273	0	0	9,248,816
Purchase of investments	(10,322,892)	(1,518,112)	0	0	(11,841,004)
Net cash provided (used) by investing activities	<u>(1,699,674)</u>	<u>(559,525)</u>	<u>0</u>	<u>0</u>	<u>(2,259,199)</u>
Net increase (decrease) in cash	466,551	708,245	(10,625)	956	1,165,127
Cash, July 1	1,368,848	0	34,553	2,949	1,406,350
Cash, June 30	<u>\$ 1,835,399</u>	<u>\$ 708,245</u>	<u>\$ 23,928</u>	<u>\$ 3,905</u>	<u>\$ 2,571,477</u>

CITY OF ELBERTON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended June 30, 2023

	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)	\$ 2,613,770	\$ 1,229,141	\$ (355,062)	\$ (241,216)	\$ 3,246,633
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation expense	1,638,371	473,227	198,397	37,289	2,347,284
(Increase) decrease in accounts receivable	386,954	(2,623)	(14)	(6,023)	378,294
(Increase) decrease in inventories	45,017	87,990	23,080	0	156,087
(Increase) decrease in other current assets	(126)	0	0	0	(126)
(Increase) decrease in net pension asset/liability	2,154,011	398,533	175,166	480,181	3,207,891
(Increase) decrease in deferred outflows related to pension	(876,728)	(184,432)	(69,743)	(202,259)	(1,333,162)
Increase (decrease) in accounts payable	(8,608)	322,656	(17,782)	2,360	298,626
Increase (decrease) in intergovernmental payable	0	(12)	0	0	(12)
Increase (decrease) in sales tax payable	1,941	0	(514)	0	1,427
Increase (decrease) in customer deposits payable	3,775	850	2,676	0	7,301
Increase (decrease) in other current liabilities	(22,885)	0	0	0	(22,885)
Increase (decrease) in accrued salaries	(60,299)	(15,357)	(27,391)	(15,584)	(118,631)
Increase (decrease) in compensated absences payable	1,453	13,029	(1,889)	6,583	19,176
Increase (decrease) in deferred inflows related to pension	(1,005,598)	(164,304)	(88,567)	(218,929)	(1,477,398)
Total adjustments	2,257,278	929,557	193,419	83,618	3,463,872
Net cash provided (used) by operating activities	\$ 4,871,048	\$ 2,158,698	\$ (161,643)	\$ (157,598)	\$ 6,710,505

Noncash investing, capital, and financing activities:

The net increase (decrease) in the fair value of investments totaled (\$243,585).

CITY OF ELBERTON, GEORGIA
MUNICIPAL COURT CUSTODIAL FUND
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2023

ASSETS

Cash and cash equivalents

\$ 35,035

LIABILITIES

Due to others

35,035

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, 2023

ADDITIONS

Fines and forfeitures collected for other governments	\$ 167,649
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DEDUCTIONS

Distributions of fines and forfeitures to other governments	167,649
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Change in net position	0
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Net position, July 1	0
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Net position, June 30	\$ 0
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CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

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, 2023

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, 2023

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, 2023

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 fiduciary 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. Liabilities are recognized when an event compels a government to disburse fiduciary resources, with the exception of taxes collected for other governments, in which case a government collecting taxes would incur a liability as soon as it takes control of resources since the other governments do not need to take further action to compel the government to disburse the resources.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

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, 2023

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 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, 2023

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, 2023

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, 2023

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, 2023

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. 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, 2023

2. Summary of Significant Accounting Policies (continued)

M. 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.

The City has recorded intangible right-to-use assets as a result of implementing GASB Statement No. 87, *Leases*. The intangible 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 intangible right-to-use 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

2. Summary of Significant Accounting Policies (continued)

N. 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.

O. 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.

P. 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, 2023

2. Summary of Significant Accounting Policies (continued)

Q. 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.

R. 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, 2023

2. Summary of Significant Accounting Policies (continued)

R. 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.

S. 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, 2023

2. Summary of Significant Accounting Policies (continued)

T. 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.

U. 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.

V. 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.

W. 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, 2023

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 they 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 Fitch's criteria for AAAf/S1 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, 2023

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 AAf/S1 by Fitch. The weighted average maturity at the end of the current fiscal year was 28 days. At the end of the current fiscal year, the City's balance in Georgia Fund 1 was \$1,484,422.

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 29.11, 39.78, and 3.99 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 \$11,357,915, and in the Generation Trust Accounts were \$1,031,094. 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, 2023

3. Deposit and Investment Risk (continued)

The City measures and records its investments using fair value hierarchy measurement guidelines established by generally accepted accounting principles. The hierarchy is based on valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs other than quoted market prices. Level 3 inputs are significant unobservable inputs.

At the end of the current fiscal year, the City's investments consist of the following:

<u>Investment</u>	<u>Fair Value Measurement</u>			<u>Fair Value</u>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	
Municipal Competitive Trust:				
Short-term portfolio	\$ 0	\$ 1,028,170	\$ 0	\$ 1,028,170
Intermediate-term portfolio	0	2,338,791	0	2,338,791
Intermediate-extended term portfolio	0	9,022,048	0	9,022,048
U.S. Treasury Notes	0	3,505,195	0	3,505,195
Total investments measured at fair value	<u>\$ 0</u>	<u>\$ 15,894,204</u>	<u>\$ 0</u>	15,894,204
Investments not subject to level disclosure				<u>356,404</u>
Money Market Funds (classified as cash equivalent)				
Total Investments				<u>\$ 16,250,608</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

4. Accounts Receivable

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

Major Funds		
General	\$ 15,402	
Less: Allowance for Uncollectibles	<u>(4,541)</u>	\$ 10,861
Enterprise Funds		
Combined Public Utility System	2,425,270	
Less: Allowance for Uncollectibles	(414,400)	
ElbertonNET Technology Services	668,842	
Less: Allowance for Uncollectibles	(243,560)	
Elbert Hotel	<u>2,215</u>	2,438,367
Nonmajor Funds		
Solid Waste	103,455	
Less: Allowance for Uncollectibles	<u>(20,350)</u>	<u>83,105</u>
Total primary government		<u><u>\$ 2,532,333</u></u>

5. Intergovernmental Receivables

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

Nonmajor Funds	
Governmental Funds	
2019 TSPLOST	\$ 53,460
2017 SPLOST	<u>152,314</u>
Total primary government	<u><u>\$ 205,774</u></u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

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	Combined Public Utility System	\$ 194,401
	Nonmajor Governmental	13,663
Combined Public Utility System	Elbert Hotel	612,434
	Nonmajor Proprietary	214,863
ElbertonNET Technology Services	Combined Public Utility System	130,575
Nonmajor Governmental	Combined Public Utility System	<u>46,491</u>
Subtotal		<u>\$ 1,212,427</u>

The balance reported as Due to/Due from represent loans between the borrower fund and the lender fund. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". 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, 2023

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	\$ 1,800,000
	Elbert Hotel	700,000
ElbertonNET Technology Services	Nonmajor Proprietary	205,000
Nonmajor Governmental	General	<u>89,670</u>
		<u>\$ 2,794,670</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 \$67,016, \$16,454, and \$532,443 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 \$58,153 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, 2023

8. Capital Assets

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Non-depreciable assets				
Land	\$ 1,531,119	\$ 0	\$ 0	\$ 1,531,119
Construction in progress	0	436,444	0	436,444
Total non-depreciable assets	<u>1,531,119</u>	<u>436,444</u>	<u>0</u>	<u>1,967,563</u>
Depreciable/amortizable assets				
Buildings	2,156,710	0	(6,213)	2,150,497
Land improvements	1,207,881	0	(16,239)	1,191,642
Vehicles and equipment	4,038,397	216,544	(217,383)	4,037,558
Infrastructure	3,733,091	0	0	3,733,091
Intangible right-to-use assets				
Vehicles and equipment	56,196	0	0	56,196
Total depreciable/amortizable assets	<u>11,192,275</u>	<u>216,544</u>	<u>(239,835)</u>	<u>11,168,984</u>
Accumulated depreciation/amortization				
Buildings	(1,471,177)	(48,509)	6,213	(1,513,473)
Land improvements	(1,079,060)	(34,181)	16,239	(1,097,002)
Vehicles and equipment	(2,325,427)	(245,121)	217,383	(2,353,165)
Infrastructure	(1,628,316)	(108,723)	0	(1,737,039)
Intangible right-to-use assets				
Vehicles and equipment	(14,049)	(14,049)	0	(28,098)
Total accumulated depreciation/amortization	<u>(6,518,029)</u>	<u>(450,583)</u>	<u>239,835</u>	<u>(6,728,777)</u>
Total depreciable/amortizable assets, net	<u>4,674,246</u>	<u>(234,039)</u>	<u>0</u>	<u>4,440,207</u>
Governmental activities capital assets, net	<u>\$ 6,205,365</u>	<u>\$ 202,405</u>	<u>\$ 0</u>	<u>\$ 6,407,770</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

8. Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities				
Non-depreciable assets				
Land	\$ 392,985	\$ 0	\$ 0	\$ 392,985
Construction in progress	3,424,728	2,476,110	(5,393,618)	507,220
Intangible assets	377,692	0	0	377,692
Total non-depreciable assets	<u>4,195,405</u>	<u>2,476,110</u>	<u>(5,393,618)</u>	<u>1,277,897</u>
Depreciable assets				
Buildings	5,572,147	0	(15,968)	5,556,179
Land improvements	110,732	0	0	110,732
Distribution system	55,654,206	5,695,285	(3,211,920)	58,137,571
Vehicles and equipment	5,409,311	409,556	(116,958)	5,701,909
Total depreciable assets	<u>66,746,396</u>	<u>6,104,841</u>	<u>(3,344,846)</u>	<u>69,506,391</u>
Accumulated depreciation				
Buildings	(1,414,560)	(148,008)	15,968	(1,546,600)
Land improvements	(70,380)	(2,568)	0	(72,948)
Distribution system	(26,916,970)	(1,699,694)	3,211,920	(25,404,744)
Vehicles and equipment	(3,910,442)	(497,014)	116,958	(4,290,498)
Total accumulated depreciation	<u>(32,312,352)</u>	<u>(2,347,284)</u>	<u>3,344,846</u>	<u>(31,314,790)</u>
Total depreciable assets, net	<u>34,434,044</u>	<u>3,757,557</u>	<u>0</u>	<u>38,191,601</u>
Business-type activities capital assets, net	<u>\$ 38,629,449</u>	<u>\$ 6,233,667</u>	<u>\$ (5,393,618)</u>	<u>\$ 39,469,498</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	975,124	240,289	(1,054,490)	160,923
Total non-depreciable assets	<u>1,020,224</u>	<u>240,289</u>	<u>(1,054,490)</u>	<u>206,023</u>
Depreciable assets				
Buildings	1,272,373	1,054,490	0	2,326,863
Accumulated depreciation				
Buildings	(637,124)	(88,198)	0	(725,322)
Total depreciable assets, net	<u>635,249</u>	<u>966,292</u>	<u>0</u>	<u>1,601,541</u>
Downtown Development Authority Component Unit capital assets, net	<u>\$ 1,655,473</u>	<u>\$ 1,206,581</u>	<u>\$ (1,054,490)</u>	<u>\$ 1,807,564</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

8. Capital Assets (continued)

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

Primary Government

Governmental activities

General Government	\$ 7,974
Public Safety	178,167
Public Works	166,433
Culture and Recreation	93,009
Housing and Development	5,000
Total depreciation and amortization expense for governmental activities	\$ 450,583

Business-type activities

Combined Public Utilities	
Electric Department	\$ 350,721
Water and Sewer Department	928,144
Natural Gas Department	359,506
Solid Waste	35,229
ElbertonNET Technology Services	473,227
Elbert Theatre	2,060
Elbert Hotel	198,397
Total depreciation and amortization expense for business-type activities	\$ 2,347,284

Downtown Development Authority Component Unit	\$ 88,198
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9. Long-Term Debt

Leases

Governmental Activities

The City entered into 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. Leases payable 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%, \$32,310 outstanding.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

9. 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
2024	\$ 12,054	\$ 165	\$ 12,219
2025	12,129	91	12,220
2026	8,127	19	8,146
Totals	<u>\$ 32,310</u>	<u>\$ 275</u>	<u>\$ 32,585</u>

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% (\$2,639,229 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

9. Long-Term Debt (continued)

Bonds from Direct Placements, continued

Business-type Activities, continued

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

Year Ending June 30,	Principal	Interest	Total
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	427,695	16,322	444,017
2029-2030	583,717	8,304	592,021
Totals	<u>\$ 2,639,229</u>	<u>\$ 172,874</u>	<u>\$ 2,812,103</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% (\$1,381,992 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, 2023

9. 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% (\$817,055 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%. (\$1,782,657 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% (\$1,596,800 outstanding). The City drew a total of \$1,596,800 on this agreement and recognized \$898,200 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

9. 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
2024	\$ 296,325	\$ 90,596	\$ 386,921
2025	306,933	87,796	394,729
2026	312,012	82,718	394,730
2027	317,180	77,549	394,729
2028	322,441	72,288	394,729
2029-2033	1,694,452	279,193	1,973,645
2034-2038	1,581,502	135,084	1,716,586
2039-2043	739,862	27,857	767,719
2044	7,797	11	7,808
Totals	<u>\$ 5,578,504</u>	<u>\$ 853,092</u>	<u>\$ 6,431,596</u>

Elberton Downtown Development Authority Component Unit

The City 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. The agreement was secured by real property located at 9 North McIntosh Street in downtown Elberton, GA. The note obligation was paid in full during the current fiscal year.

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 full unpaid principal balance due immediately. At the end of the current fiscal year, the balance of this note is \$26,265. Monthly installments of \$449 principal and interest are due through June 1, 2028; interest at 1.00%.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

9. Long-Term Debt (continued)

Notes from Direct Borrowings, continued

Elberton Downtown Development Authority Component Unit, continued

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 \$17,500. 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 \$184,000. 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 \$25,000. Monthly installments of \$21 interest are due through June 30, 2024; interest at 1.00%. All unpaid principal and interest are due in full on June 30, 2024.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

9. 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 \$105,863. 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. At the end of the current fiscal year, the balance of this note is \$674,197. Monthly installments of \$2,906 principal are due through October 1, 2042; interest at 0.00%.

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

Year Ending June 30,	Principal	Interest	Total
2024	\$ 108,852	\$ 1,493	\$ 110,345
2025	73,535	1,172	74,707
2026	70,110	1,048	71,158
2027	70,223	936	71,159
2028	70,337	821	71,158
2029-2033	269,825	3,030	272,855
2034-2038	207,437	1,417	208,854
2039-2042	162,506	101	162,607
Totals	<u>\$ 1,032,825</u>	<u>\$ 10,018</u>	<u>\$ 1,042,843</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

10. 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	\$ 186,386	\$ 0	\$ (10,032)	\$ 176,354	\$ 0
Lease payable	44,290	0	(11,980)	32,310	12,054
Compensated absences	174,111	114,777	(121,878)	167,010	116,907
Total Governmental Activities	<u>\$ 404,787</u>	<u>\$ 114,777</u>	<u>\$ (143,890)</u>	<u>\$ 375,674</u>	<u>\$ 128,961</u>
Business-type Activities					
Bonds from direct placements	\$ 3,026,255	\$ 0	\$ (387,026)	\$ 2,639,229	\$ 394,838
Notes from direct borrowings	5,751,572	57,143	(230,211)	5,578,504	296,325
Compensated absences	201,964	160,551	(141,375)	221,140	154,798
Total Business-type Activities	<u>\$ 8,979,791</u>	<u>\$ 217,694</u>	<u>\$ (758,612)</u>	<u>\$ 8,438,873</u>	<u>\$ 845,961</u>
Downtown Development Authority Component Unit					
Notes from direct borrowings	<u>\$ 1,139,974</u>	<u>\$ 0</u>	<u>\$ (107,149)</u>	<u>\$ 1,032,825</u>	<u>\$ 108,852</u>

Total interest incurred and expensed in the governmental activities and the business-type activities during the current fiscal year was \$239 and \$153,087, 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 \$167,184,120. The City has \$0 of outstanding general obligation debt. The City has a total of \$16,718,412 (100%) of outstanding legal debt margin remaining.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

11. Restricted Fund Balances

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

Restricted for:	General	Nonmajor Governmental Funds	Total Governmental Funds
Public Safety			
Police facilities and equipment	\$ 25	\$ 0	\$ 25
Housing and Development			
Downtown development	0	1,177,449	1,177,449
Capital projects	0	1,518,907	1,518,907
	<u>\$ 25</u>	<u>\$ 2,696,356</u>	<u>\$ 2,696,381</u>

12. 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 leases were transferred to the County as of that date.

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 \$176,354. 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

13. 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.

14. 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

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

14. Pension Plan (continued)

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.

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

Retirees and beneficiaries currently receiving benefits	103
Terminated vested participants entitled to but not yet receiving benefits	31
Active participants	126
Total number of participants	260

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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

14. Pension Plan (continued)

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 \$474,294 or 8.17% 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.

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 liability of \$4,986,183. The net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2023. For the current fiscal year, the City recognized pension expense of \$1,271,538. 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	\$ 1,409,947	\$ 0
Changes of assumptions	69,361	0
Changes in participant fund allocation	32,743	(32,743)
Net difference between projected and actual earnings on pension plan investments	2,643,479	0
City contributions subsequent to the measurement date	335,271	0
Totals	<u>\$ 4,490,801</u>	<u>\$ (32,743)</u>

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

14. Pension Plan (continued)

The \$335,271 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	
2024	\$ 1,176,824
2025	837,564
2026	771,748
2027	<u>1,336,651</u>
Totals	<u>\$ 4,122,787</u>

Actuarial Assumptions. The total pension liability in the January 1, 2023, 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

14. Pension Plan (continued)

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.

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, 2022, 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%	6.40%
International equity	20%	6.80%
Domestic fixed income	20%	0.40%
Real estate	10%	3.90%
Global fixed income	5%	0.46%
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, 2023

14. 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 9/30/21	\$ 24,868,976	\$ 26,287,768	\$ (1,418,792)
Changes for the year:			
Service cost	263,032	0	263,032
Interest	1,795,435	0	1,795,435
Differences between expected and actual experience	619,155	0	619,155
Contributions—employer	0	474,294	(474,294)
Net investment income	0	(4,167,199)	4,167,199
Benefit payments, including refunds of employee contributions	(1,574,255)	(1,574,255)	0
Administrative expense	0	(34,448)	34,448
Net changes	<u>1,103,367</u>	<u>(5,301,608)</u>	<u>6,404,975</u>
Balances at 9/30/22	<u>\$ 25,972,343</u>	<u>\$ 20,986,160</u>	<u>\$ 4,986,183</u>

Plan fiduciary net position as a percentage of the total pension liability	80.80%
Covered payroll	\$ 5,859,975
Employer's net pension asset as percentage of covered payroll	85.09%

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%	\$ 8,385,270
Current discount rate	7.375%	4,986,183
1% increase	8.375%	2,184,130

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.

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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

15. 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 \$276,099 to the plan based on covered salaries of \$5,167,114. Plan members made voluntary contributions of \$279,413 to the plan. Total payroll was \$6,644,010.

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, 2023

16. 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.

17. 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	\$ 179,340
Disbursements to Chamber of Commerce, for Elbert Theatre, and for other tourism and visitor programs	\$ 89,670 50% of tax receipts
Transfers to the General Fund	\$ 89,670 50% of tax receipts

18. 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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

18. Joint Ventures (continued)

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.

19. 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.

20. 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 Final and taxing powers are pledged. The City purchased bulk power totaling \$12,556,268 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.

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.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

20. Commitments and Contingencies (continued)

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 \$11,357,915. 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 \$1,031,094. 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 \$845,449.

Contingencies

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

21. Deficit Equity Balances

At the end of the current fiscal year, the Solid Waste Enterprise Fund has a deficit net position of \$91,351. This is due to the increase of the net pension liability in the current fiscal year. The City plans to liquidate this deficit net position through future revenue recognition.

22. Transportation Expenditures

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

Total General Fund expenditures within these categories totaled \$463,655 for the current fiscal year.

CITY OF ELBERTON, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2023

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
Capital assets, net	\$ 6,407,770	\$ 39,469,498
Leases payable	(32,310)	0
Bonds payable	0	(2,639,229)
Notes payable	0	(5,578,504)
Net investment in capital assets	<u>\$ 6,375,460</u>	<u>\$ 31,251,765</u>

24. New Accounting Pronouncements

The City implemented GASB Statement No. 91, *Conduit Debt*, effective for the City's current fiscal year. The requirements of this statement are effective for periods beginning after December 15, 2021. The implementation of this new standard had no impact on the City's net position.

The City implemented GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, effective for the City's current fiscal year. The requirements of this statement are effective for periods beginning after June 15, 2022. The implementation of this new standard had no impact on the City's net position.

The City implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, effective for the City's current fiscal year. The requirements of this statement are effective for periods beginning after June 15, 2022. The implementation of this new standard had no impact on the City's net position.

The City implemented GASB Statement No. 99, *Omnibus 2022*, effective for the City's current fiscal year. The requirements of this statement are effective for periods beginning after June 15, 2022. The implementation of this new standard had no impact on the City's 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, 2023
(Unaudited)

	Fiscal Year End		
	2023	2022	2021
Total pension liability			
Service cost	\$ 263,032	\$ 235,005	\$ 194,535
Interest	1,795,435	1,695,545	1,494,706
Differences between expected and actual experience	619,155	883,050	783,350
Changes of assumptions	0	0	0
Changes of benefit terms	0	0	1,560,101
Benefit payments, including refunds of employee contributions	<u>(1,574,255)</u>	<u>(1,400,126)</u>	<u>(1,299,710)</u>
Net change in total pension liability	1,103,367	1,413,474	2,732,982
Total pension liability - beginning	<u>24,868,976</u>	<u>23,455,502</u>	<u>20,722,520</u>
Total pension liability - ending (a)	<u>\$ 25,972,343</u>	<u>\$ 24,868,976</u>	<u>\$ 23,455,502</u>
Plan fiduciary net position			
Contributions - employer	\$ 474,294	\$ 334,377	\$ 119,340
Net investment income	(4,167,199)	5,296,244	1,982,167
Benefit payments, including refunds of employee contributions	(1,574,255)	(1,400,126)	(1,299,710)
Administrative expense	<u>(34,448)</u>	<u>(34,311)</u>	<u>(35,329)</u>
Net change in total pension liability	(5,301,608)	4,196,184	766,468
Plan fiduciary net position - beginning	<u>26,287,768</u>	<u>22,091,584</u>	<u>21,325,116</u>
Plan fiduciary net position - ending (b)	<u>\$ 20,986,160</u>	<u>\$ 26,287,768</u>	<u>\$ 22,091,584</u>
Net pension liability (asset) - ending : (a) - (b)	<u>\$ 4,986,183</u>	<u>\$ (1,418,792)</u>	<u>\$ 1,363,918</u>
Plan's fiduciary net position as a percentage of the total pension liability	80.80%	105.71%	94.19%
Covered payroll	\$ 5,859,975	\$ 5,478,911	\$ 5,055,127
Net pension liability (asset) as a percentage of covered payroll	85.09%	-25.90%	26.98%

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

Fiscal Year End

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 174,109	\$ 153,205	\$ 164,994	\$ 173,629	\$ 185,301	\$ 200,459
1,437,459	1,386,472	1,359,452	1,347,052	1,299,615	1,345,099
357,266	263,547	617,994	(387,757)	0	(358,709)
346,803	0	(358,973)	0	151,751	(847,478)
0	0	90,421	0	(117,838)	0
<u>(1,170,265)</u>	<u>(1,118,331)</u>	<u>(1,045,886)</u>	<u>(899,965)</u>	<u>(913,514)</u>	<u>(939,024)</u>
1,145,372	684,893	828,002	232,959	605,315	(599,653)
<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>	<u>17,825,632</u>
<u>\$ 20,722,520</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>
\$ 33,877	\$ 261,335	\$ 358,526	\$ 344,865	\$ 358,930	\$ 348,379
605,552	2,029,341	2,767,707	1,912,937	221,538	1,863,860
(1,170,265)	(1,118,331)	(1,045,886)	(899,965)	(913,514)	(939,024)
<u>(31,947)</u>	<u>(33,672)</u>	<u>(35,849)</u>	<u>(21,184)</u>	<u>(24,006)</u>	<u>(19,423)</u>
(562,783)	1,138,673	2,044,498	1,336,653	(357,052)	1,253,792
<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>16,471,335</u>
<u>\$ 21,325,116</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>\$ (602,596)</u>	<u>\$ (2,310,751)</u>	<u>\$ (1,856,971)</u>	<u>\$ (640,475)</u>	<u>\$ 463,219</u>	<u>\$ (499,148)</u>
102.91%	111.80%	109.83%	103.55%	97.40%	102.90%
\$ 5,003,067	\$ 4,647,492	\$ 4,221,554	\$ 4,200,078	\$ 4,545,318	\$ 4,461,208
-12.04%	-49.72%	-43.99%	-15.25%	10.19%	-11.19%

CITY OF ELBERTON, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
June 30, 2023
(Unaudited)

	Fiscal Year End		
	2023	2022	2021
Actuarially determined contribution	\$ 474,294	\$ 423,333	\$ 364,775
Contributions in relation to the actuarially determined contribution	<u>(474,294)</u>	<u>(453,731)</u>	<u>(336,427)</u>
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ (30,398)</u>	<u>\$ 28,348</u>
Covered payroll	\$ 5,807,244	\$ 5,664,781	\$ 5,233,820
Contributions as a percentage of covered payroll	8.17%	7.47%	6.97%

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

Fiscal Year End

2020	2019	2018	2017	2016	2015
\$ 33,571 <u>(33,571)</u>	\$ 337,256 <u>(337,256)</u>	\$ 365,616 <u>(365,616)</u>	\$ 337,948 <u>(337,948)</u>	\$ 365,616 <u>(365,616)</u>	\$ 365,924 <u>(365,924)</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 5,100,652	\$ 5,003,067	\$ 4,848,402	\$ 4,633,317	\$ 4,454,847	\$ 4,461,208
0.66%	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, 2023

1. Valuation Date

The actuarially determined contribution rate was determined as of January 1, 2023, 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, 2024.

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, 2023

3. Changes in Benefits

There were no changes in benefit provisions in the last two fiscal years.

4. Changes of Assumptions

There were no changes in assumptions in the last two fiscal years.

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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, 2023**

	Special Revenue			Capital Projects		Total Nonmajor Funds
	American Rescue Plan Act	Hotel/ Motel Tax	Revolving Loan	2017 SPLOST	2019 TSPLOST	
ASSETS						
Cash	\$ 175,120	\$ 0	\$ 151,576	\$ 159,304	\$ 1,165,747	\$ 1,651,747
Receivables						
Taxes	0	18,438	0	0	0	18,438
Intergovernmental	0	0	0	152,314	53,460	205,774
Notes	0	0	1,039,536	0	0	1,039,536
Due from other funds	0	46,491	0	0	0	46,491
Total assets	<u>\$ 175,120</u>	<u>\$ 64,929</u>	<u>\$ 1,191,112</u>	<u>\$ 311,618</u>	<u>\$ 1,219,207</u>	<u>\$ 2,961,986</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 1,912	\$ 64,929	\$ 0	\$ 11,918	\$ 0	\$ 78,759
Unearned revenue	173,208	0	0	0	0	173,208
Due to other funds	0	0	13,663	0	0	13,663
Total liabilities	<u>175,120</u>	<u>64,929</u>	<u>13,663</u>	<u>11,918</u>	<u>0</u>	<u>265,630</u>
Fund balances						
Restricted for:						
Housing and Development	0	0	1,177,449	0	0	1,177,449
Capital Projects	0	0	0	299,700	1,219,207	1,518,907
Total fund balances	<u>0</u>	<u>0</u>	<u>1,177,449</u>	<u>299,700</u>	<u>1,219,207</u>	<u>2,696,356</u>
Total liabilities and fund balances	<u>\$ 175,120</u>	<u>\$ 64,929</u>	<u>\$ 1,191,112</u>	<u>\$ 311,618</u>	<u>\$ 1,219,207</u>	<u>\$ 2,961,986</u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2023

	Special Revenue			Capital Projects		Total Nonmajor Funds
	American Rescue Plan Act	Hotel/ Motel Tax	Revolving Loan	2017 SPLOST	2019 TSPLOST	
REVENUES						
Taxes	\$ 0	\$ 179,340	\$ 0	\$ 0	\$ 0	\$ 179,340
Intergovernmental	494,844	0	36,402	901,012	715,053	2,147,311
Interest	0	0	1,785	955	2,102	4,842
Total revenues	<u>494,844</u>	<u>179,340</u>	<u>38,187</u>	<u>901,967</u>	<u>717,155</u>	<u>2,331,493</u>
EXPENDITURES						
Current						
Housing and Development	0	89,670	38,187	0	0	127,857
Public Works	17,585	0	0	0	0	17,585
Culture and Recreation	477,259	0	0	0	0	477,259
Capital outlay	0	0	0	966,045	17,595	983,640
Total expenditures	<u>494,844</u>	<u>89,670</u>	<u>38,187</u>	<u>966,045</u>	<u>17,595</u>	<u>1,606,341</u>
Excess (deficiency) of revenues over over (under) expenditures	0	89,670	0	(64,078)	699,560	725,152
Other financing sources (uses)						
Transfers out	0	(89,670)	0	0	0	(89,670)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	(64,078)	699,560	635,482
Fund balances, July 1	0	0	1,177,449	363,778	519,647	2,060,874
Fund balances, June 30	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,177,449</u>	<u>\$ 299,700</u>	<u>\$ 1,219,207</u>	<u>\$ 2,696,356</u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
June 30, 2023

	<u>Solid Waste</u>	<u>Elbert Theatre</u>	<u>Total Nonmajor Proprietary Funds</u>
ASSETS			
Current assets			
Cash	\$ 0	\$ 3,905	\$ 3,905
Accounts receivable(net)	83,105	0	83,105
Total current assets	<u>83,105</u>	<u>3,905</u>	<u>87,010</u>
Noncurrent assets			
Capital assets			
Non-depreciable	23,900	0	23,900
Depreciable (net)	101,585	29,317	130,902
Total noncurrent assets	<u>125,485</u>	<u>29,317</u>	<u>154,802</u>
Total assets	<u>208,590</u>	<u>33,222</u>	<u>241,812</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>298,522</u>	<u>37,560</u>	<u>336,082</u>
LIABILITIES			
Current liabilities			
Accounts payable	23,926	2,113	26,039
Accrued salaries	8,467	0	8,467
Compensated absences	20,518	4,351	24,869
Due to other funds	202,231	12,632	214,863
Total current liabilities	<u>255,142</u>	<u>19,096</u>	<u>274,238</u>
Noncurrent liabilities			
Compensated absences	8,793	1,865	10,658
Net pension liability	333,885	42,010	375,895
Total noncurrent liabilities	<u>342,678</u>	<u>43,875</u>	<u>386,553</u>
Total liabilities	<u>597,820</u>	<u>62,971</u>	<u>660,791</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>643</u>	<u>4,285</u>	<u>4,928</u>
NET POSITION			
Net investment in capital assets	125,485	29,317	154,802
Unrestricted	<u>(216,836)</u>	<u>(25,791)</u>	<u>(242,627)</u>
Total net position	<u>\$ (91,351)</u>	<u>\$ 3,526</u>	<u>\$ (87,825)</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, 2023

	<u>Solid Waste</u>	<u>Elbert Theatre</u>	<u>Total Nonmajor Proprietary Funds</u>
OPERATING REVENUES			
Charges for sales and services	\$ 974,538	\$ 90,982	\$ 1,065,520
OPERATING EXPENSES			
Costs of sales and services	471,552	83,453	555,005
Personal services	619,293	95,149	714,442
Depreciation	35,229	2,060	37,289
Total operating expenses	<u>1,126,074</u>	<u>180,662</u>	<u>1,306,736</u>
Operating income (loss)	(151,536)	(89,680)	(241,216)
Transfers in (out)			
Transfers in	<u>110,000</u>	<u>95,000</u>	<u>205,000</u>
Change in net position	(41,536)	5,320	(36,216)
Net position, July 1	<u>(49,815)</u>	<u>(1,794)</u>	<u>(51,609)</u>
Net position, June 30	<u><u>\$ (91,351)</u></u>	<u><u>\$ 3,526</u></u>	<u><u>\$ (87,825)</u></u>

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the fiscal year ended June 30, 2023

	Solid Waste	Elbert Theatre	Total Nonmajor Proprietary Funds
Cash flows from operating activities:			
Receipts from customers	\$ 968,515	\$ 90,982	\$ 1,059,497
Payments to suppliers	(468,551)	(84,094)	(552,645)
Payments to employees	(572,080)	(92,370)	(664,450)
	(72,116)	(85,482)	(157,598)
Net cash provided (used) by operating activities			
Cash flows from non-capital financing activities:			
Receipts from other funds	110,000	269,638	379,638
Payments to other funds	(37,884)	(174,319)	(212,203)
	72,116	95,319	167,435
Net cash provided (used) by non-capital financing activities			
Cash flows from capital and related financing activities:			
Acquisition of capital assets	0	(8,881)	(8,881)
	0	956	956
Net increase (decrease) in cash			
Cash, July 1	0	2,949	2,949
	0	3,905	3,905
Cash, June 30	\$ 0	\$ 3,905	\$ 3,905

CITY OF ELBERTON, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
For the fiscal year ended June 30, 2023

	<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)	\$ (151,536)	\$ (89,680)	\$ (241,216)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	35,229	2,060	37,289
(Increase) decrease in accounts receivable	(6,023)	0	(6,023)
(Increase) decrease in net pension asset/liability	425,871	54,310	480,181
(Increase) decrease in deferred outflows related to pension	(180,483)	(21,776)	(202,259)
Increase (decrease) in accounts payable	3,001	(641)	2,360
Increase (decrease) in accrued salaries	(13,207)	(2,377)	(15,584)
Increase (decrease) in compensated absences payable	6,287	296	6,583
Increase (decrease) in deferred inflows related to pension	(191,255)	(27,674)	(218,929)
Total adjustments	<u>79,420</u>	<u>4,198</u>	<u>83,618</u>
Net cash provided (used) by operating activities	<u>\$ (72,116)</u>	<u>\$ (85,482)</u>	<u>\$ (157,598)</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, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 238,205	\$ 504,506
Restricted cash	25	106
Receivables (net)		
Accounts	10,861	4,438
Taxes	106,195	101,327
Notes	25,000	60,000
Prepaid items	156,434	187,205
Inventory, at cost	36,263	43,505
Due from other funds	208,064	140,251
	<u>781,047</u>	<u>1,041,338</u>
Total assets	\$ 781,047	\$ 1,041,338
 LIABILITIES		
Accounts payable	\$ 76,543	\$ 39,814
Accrued salaries and payroll liabilities	72,396	161,574
Due to other funds	0	111,263
Other liabilities	14,452	14,700
	<u>163,391</u>	<u>327,351</u>
Total liabilities	163,391	327,351
 FUND BALANCES		
Nonspendable:		
Prepaid items	156,434	187,205
Inventory	36,263	43,505
Notes receivable	25,000	60,000
Restricted for Public Safety	25	25
Restricted for capital projects	0	81
Unassigned	399,934	423,171
	<u>617,656</u>	<u>713,987</u>
Total fund balances	617,656	713,987
Total liabilities and fund balances	\$ 781,047	\$ 1,041,338

CITY OF ELBERTON, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal years ended June 30, 2023 and 2022

	2023	2022
REVENUES		
Taxes	\$ 1,820,822	\$ 1,704,434
Licenses and permits	80,233	69,137
Fines, fees and forfeitures	312,675	227,574
Charges for services	776,180	725,865
Intergovernmental	0	39,831
Interest	1,219	1,406
Contributions	100	385
Other	21,638	7,369
	3,012,867	2,776,001
EXPENDITURES		
Current		
General Government	856,008	823,444
Judicial	69,089	90,405
Public Safety	2,728,287	2,754,498
Public Works	1,077,295	1,064,847
Health and Welfare	8,500	8,500
Culture and Recreation	80,500	80,499
Housing and Development	173,143	190,420
Total Current	4,992,822	5,012,613
Debt Service		
General Government	6,110	6,110
Public Safety	6,110	6,110
Total Debt Service	12,220	12,220
	5,005,042	5,024,833
Excess (deficiency) of revenues over (under) expenditures	<u>(1,992,175)</u>	<u>(2,248,832)</u>
Other financing sources (uses)		
Transfers in (out)		
Hotel/Motel Fund	89,670	57,569
Combined Public Utility System Fund	1,800,000	2,140,000
Sale of capital assets	6,174	33,820
	1,895,844	2,231,389
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(96,331)</u>	<u>(17,443)</u>
Fund balances, July 1	<u>713,987</u>	<u>731,430</u>
Fund balances, June 30	\$ 617,656	\$ 713,987

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023

(With comparative actual amounts for the fiscal year ended June 30, 2022)

	<u>2023</u>			<u>2022</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES				
Taxes				
Intangibles tax	\$ 9,500	\$ 14,689	\$ 5,189	\$ 11,210
Franchise tax	95,000	83,951	(11,049)	89,731
Occupational tax	150,500	165,978	15,478	157,407
Insurance premium tax	400,000	383,328	(16,672)	381,694
Title ad valorem tax	115,000	137,406	22,406	115,283
Liquor tax	22,000	28,212	6,212	22,949
Beer and wine tax	110,000	107,144	(2,856)	109,036
Local option sales tax	800,000	900,114	100,114	817,124
Total taxes	<u>1,702,000</u>	<u>1,820,822</u>	<u>118,822</u>	<u>1,704,434</u>
Licenses and permits				
Building permits	25,000	25,153	153	18,449
Alcoholic beverage licenses	45,000	50,700	5,700	46,293
Other permits	3,500	4,380	880	4,395
Total licenses and permits	<u>73,500</u>	<u>80,233</u>	<u>6,733</u>	<u>69,137</u>
Fines, fees and forfeitures				
Parking fines	1,000	1,702	702	1,972
Court and DUI fines	145,600	309,973	164,373	220,319
Forfeited assets	0	0	0	2,283
Probation fees	3,000	1,000	(2,000)	3,000
Total fines, fees, and forfeitures	<u>149,600</u>	<u>312,675</u>	<u>163,075</u>	<u>227,574</u>
Charges for services				
Reimbursement of joint expenses	657,361	657,357	(4)	625,198
Cemetery sales and services	80,000	100,123	20,123	88,052
Public safety	14,000	16,671	2,671	7,834
Other	3,100	2,029	(1,071)	4,781
Total charges for services	<u>754,461</u>	<u>776,180</u>	<u>21,719</u>	<u>725,865</u>
Intergovernmental				
Grants	0	0	0	39,831
Interest				
	1,500	1,219	(281)	1,406
Contributions				
	350	100	(250)	385
Other				
Miscellaneous	7,500	21,638	14,138	7,369
Total revenues	<u><u>\$ 2,688,911</u></u>	<u><u>\$ 3,012,867</u></u>	<u><u>\$ 323,956</u></u>	<u><u>\$ 2,776,001</u></u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
EXPENDITURES				
Current				
General Government				
Mayor and Council				
Personal services	\$ 171,659	\$ 167,214	\$ 4,445	\$ 157,445
Contractual services	55,305	59,699	(4,394)	58,497
Materials and supplies	250	200	50	1,243
Total Mayor and Council	<u>227,214</u>	<u>227,113</u>	<u>101</u>	<u>217,185</u>
City Manager's Office				
Personal services	191,208	191,727	(519)	168,125
Contractual services	3,350	3,157	193	1,778
Materials and supplies	1,000	656	344	1,897
Total City Manager's Office	<u>195,558</u>	<u>195,540</u>	<u>18</u>	<u>171,800</u>
Finance				
Personal services	134,601	135,047	(446)	133,517
Contractual services	70,745	70,767	(22)	66,892
Materials and supplies	500	(54)	554	88
Total Finance	<u>205,846</u>	<u>205,760</u>	<u>86</u>	<u>200,497</u>
Human Resources				
Personal services	60,231	60,736	(505)	61,756
Contractual services	7,279	3,609	3,670	5,260
Materials and supplies	2,000	3,311	(1,311)	2,031
Total Human Resources	<u>69,510</u>	<u>67,656</u>	<u>1,854</u>	<u>69,047</u>
City Clerk				
Personal services	114,172	112,618	1,554	112,539
Contractual services	750	2,374	(1,624)	1,401
Materials and supplies	7,310	7,201	109	7,717
Total City Clerk	<u>122,232</u>	<u>122,193</u>	<u>39</u>	<u>121,657</u>
Elections				
Personal services	0	0	0	1,040
Contractual services	0	0	0	851
Materials and supplies	0	0	0	216
Total Elections	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,107</u>
City Attorney				
Contractual services	20,000	15,809	4,191	13,286
Total City Attorney	<u>20,000</u>	<u>15,809</u>	<u>4,191</u>	<u>13,286</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
General Government - continued				
City Hall Maintenance				
Contractual services	\$ 18,255	\$ 13,767	\$ 4,488	\$ 16,437
Materials and supplies	11,400	8,170	3,230	11,428
Total City Hall Maintenance	<u>29,655</u>	<u>21,937</u>	<u>7,718</u>	<u>27,865</u>
 Total General Government	 <u>870,015</u>	 <u>856,008</u>	 <u>14,007</u>	 <u>823,444</u>
Judicial				
Municipal Court				
Personal services	84,302	58,379	25,923	82,460
Contractual services	10,328	10,710	(382)	7,945
Total Judicial	<u>94,630</u>	<u>69,089</u>	<u>25,541</u>	<u>90,405</u>
Public Safety				
Police - Administration				
Personal services	164,597	168,719	(4,122)	168,210
Contractual services	215,292	209,690	5,602	197,138
Materials and supplies	17,503	18,973	(1,470)	15,219
Total Police - Administration	<u>397,392</u>	<u>397,382</u>	<u>10</u>	<u>380,567</u>
 Police - Uniform Division				
Personal services	1,036,449	975,558	60,891	980,684
Contractual services	23,500	6,442	17,058	21,724
Materials and supplies	64,183	56,438	7,745	60,666
Total Police - Uniform Division	<u>1,124,132</u>	<u>1,038,438</u>	<u>85,694</u>	<u>1,063,074</u>
 Police - Criminal Investigations				
Personal services	221,404	168,442	52,962	207,692
Contractual services	1,740	1,331	409	2,714
Materials and supplies	4,714	4,415	299	4,491
Total Police - Criminal Investigations	<u>227,858</u>	<u>174,188</u>	<u>53,670</u>	<u>214,897</u>
 Police - Community Relations				
Personal services	0	0	0	232
Contractual services	0	0	0	130
Materials and supplies	5,500	1,327	4,173	1,916
Total Police - Community Relations	<u>5,500</u>	<u>1,327</u>	<u>4,173</u>	<u>2,278</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
Public Safety - continued				
Police - Detention				
Contractual services	\$ 20,500	\$ 16,176	\$ 4,324	\$ 10,477
Fire				
Personal services	990,436	978,061	12,375	967,709
Contractual services	42,379	39,438	2,941	35,860
Materials and supplies	26,295	27,302	(1,007)	24,903
Total Fire	<u>1,059,110</u>	<u>1,044,801</u>	<u>14,309</u>	<u>1,028,472</u>
Animal Control				
Personal services	49,212	49,928	(716)	48,327
Contractual services	5,156	3,747	1,409	3,952
Materials and supplies	3,550	2,300	1,250	2,454
Total Animal Control	<u>57,918</u>	<u>55,975</u>	<u>1,943</u>	<u>54,733</u>
Total Public Safety	<u>2,892,410</u>	<u>2,728,287</u>	<u>164,123</u>	<u>2,754,498</u>
Public Works				
Administrative				
Personal services	169,468	174,088	(4,620)	161,161
Contractual services	25,131	21,824	3,307	29,420
Materials and supplies	17,858	16,528	1,330	16,044
Payments to others	10,100	10,032	68	13,040
Total Administration	<u>222,557</u>	<u>222,472</u>	<u>85</u>	<u>219,665</u>
Infrastructure Maintenance				
Personal services	441,669	415,071	26,598	397,938
Contractual services	16,988	12,874	4,114	15,074
Materials and supplies	31,205	35,709	(4,504)	35,171
Total Infrastructure Maintenance	<u>489,862</u>	<u>463,654</u>	<u>26,208</u>	<u>448,183</u>
Parks and Rights-of-Way				
Personal services	46,552	50,010	(3,458)	48,448
Contractual services	64,940	38,510	26,430	51,790
Materials and supplies	10,000	10,938	(938)	3,643
Total Parks and Rights of Way	<u>121,492</u>	<u>99,458</u>	<u>22,034</u>	<u>103,881</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
Public Works - continued				
Motor Pool				
Personal services	\$ 124,988	\$ 122,928	\$ 2,060	\$ 125,934
Contractual services	30,199	25,573	4,626	29,402
Materials and supplies	21,000	25,996	(4,996)	23,381
Total Motor Pool	<u>176,187</u>	<u>174,497</u>	<u>1,690</u>	<u>178,717</u>
Street Lighting				
Contractual services	5,000	0	5,000	0
Materials and supplies	14,000	15,008	(1,008)	11,099
Total Street Lighting	<u>19,000</u>	<u>15,008</u>	<u>3,992</u>	<u>11,099</u>
Cemetery				
Personal services	37,503	47,697	(10,194)	33,923
Contractual services	74,922	52,153	22,769	67,836
Materials and supplies	2,962	2,356	606	1,543
Total Cemetery	<u>115,387</u>	<u>102,206</u>	<u>13,181</u>	<u>103,302</u>
Total Public Works	<u>1,141,685</u>	<u>1,077,295</u>	<u>64,390</u>	<u>1,064,847</u>
Health and Welfare				
Agency allocations				
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>8,500</u>
Culture and Recreation				
Agency allocations				
Library	75,500	75,500	0	75,499
Keep Elbert County Beautiful	5,000	5,000	0	5,000
Sister City Program	7,500	0	7,500	0
Total Culture and Recreation	<u>88,000</u>	<u>80,500</u>	<u>7,500</u>	<u>80,499</u>

CITY OF ELBERTON, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
Housing and Development				
Code Enforcement				
Personal services	\$ 66,647	\$ 52,415	\$ 14,232	\$ 65,337
Contractual services	4,236	2,080	2,156	2,623
Materials and supplies	1,500	1,291	209	741
Payments to others	1,000	57	943	57
Total Code Enforcement	<u>73,383</u>	<u>55,843</u>	<u>17,540</u>	<u>68,758</u>
Mainstreet Elberton				
Personal services	57,078	57,101	(23)	56,079
Contractual services	3,332	1,960	1,372	4,513
Materials and supplies	11,000	6,927	4,073	17,053
Payments to others	48,000	47,248	752	24,000
Total Mainstreet Elberton	<u>119,410</u>	<u>113,236</u>	<u>6,174</u>	<u>101,645</u>
Community Development				
Contractual services	<u>55,838</u>	<u>4,064</u>	<u>51,774</u>	<u>20,017</u>
Total Housing and Development	<u>248,631</u>	<u>173,143</u>	<u>75,488</u>	<u>190,420</u>
Debt Service				
City Hall Maintenance				
Principal	6,000	5,990	10	5,953
Interest	120	120	0	157
Police - Administration				
Principal	6,000	5,990	10	5,953
Interest	120	120	0	157
Total Debt Service	<u>12,240</u>	<u>12,220</u>	<u>20</u>	<u>12,220</u>
Total expenditures	<u><u>\$ 5,358,911</u></u>	<u><u>\$ 5,005,042</u></u>	<u><u>\$ 353,869</u></u>	<u><u>\$ 5,024,833</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
COMPARATIVE BALANCE SHEETS
June 30, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 175,120	\$ 0
Intergovernmental receivable	0	140,251
Total assets	\$ 175,120	\$ 140,251
LIABILITIES		
Accounts payable	\$ 1,912	\$ 0
Unearned revenue	173,208	0
Due to other funds	0	140,251
Total liabilities	\$ 175,120	\$ 140,251

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, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	\$ 808,303	\$ 494,844	\$ (313,459)	\$ 948,554
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	0	0	0	115,752
Public Works				
Materials and supplies	20,000	17,585	2,415	0
Capital outlay	140,253	0	140,253	278,500
Culture and Recreation				
Materials and supplies	232,500	205,578	26,922	12,347
Capital outlay	400,550	271,681	128,869	42,320
Housing and Development				
Payments to others	15,000	0	15,000	0
Total expenditures	808,303	494,844	313,459	448,919
Excess (deficiency) of revenues over (under) expenditures	0	0	0	499,635
Other financing sources (uses)				
Transfers in (out)				
2017 SPLOST Fund	0	0	0	(499,635)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	0
Fund balances, July 1	0	0	0	0
Fund balances, June 30	\$ 0	\$ 0	\$ 0	\$ 0

CITY OF ELBERTON, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2023 and 2022

	2023	2022
ASSETS		
Taxes receivable	\$ 18,438	\$ 13,523
Due from other funds	46,491	4,332
Total assets	\$ 64,929	\$ 17,855
LIABILITIES		
Accounts payable	\$ 64,929	\$ 17,855
Total liabilities	\$ 64,929	\$ 17,855

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, 2023

(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
REVENUES				
Hotel/motel taxes	\$ 180,000	\$ 179,340	\$ (660)	\$ 115,138
EXPENDITURES				
Current				
Housing and Development				
Contract services	50,000	4,664	45,336	13,047
Payments to other agencies	40,000	85,006	(45,006)	44,522
Total expenditures	<u>90,000</u>	<u>89,670</u>	<u>330</u>	<u>57,569</u>
Excess (deficiency) of revenues over (under) expenditures	90,000	89,670	(330)	57,569
Other financing sources (uses)				
Transfers in (out)				
General Fund	<u>(90,000)</u>	<u>(89,670)</u>	<u>330</u>	<u>(57,569)</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, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 151,576	\$ 88,571
Notes receivable	1,039,536	1,088,878
Total assets	\$ 1,191,112	\$ 1,177,449
LIABILITIES		
Due to other funds	\$ 13,663	\$ 0
FUND BALANCES		
Restricted for Housing and Development	1,177,449	1,177,449
Total liabilities and fund balances	\$ 1,191,112	\$ 1,177,449

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, 2023

(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental revenue	\$ 36,402	\$ 36,402	\$ 0	\$ 697,755
Interest	2,074	1,785	(289)	1,919
Total revenues	38,476	38,187	(289)	699,674
EXPENDITURES				
Current				
Housing and Development	38,476	38,187	289	2,225
Excess (deficiency) of revenues over (under) expenditures	0	0	0	697,449
Fund balances, July 1	0	1,177,449	1,177,449	480,000
Fund balances, June 30	\$ 0	\$ 1,177,449	\$ 1,177,449	\$ 1,177,449

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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, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 159,304	\$ 301,931
Intergovernmental receivable	152,314	153,588
Total assets	\$ 311,618	\$ 455,519
LIABILITIES		
Accounts payable	\$ 11,918	\$ 0
Retainage payable	0	91,741
Total liabilities	11,918	91,741
FUND BALANCES		
Restricted for capital projects	299,700	363,778
Total liabilities and fund balances	\$ 311,618	\$ 455,519

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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
REVENUES		
Intergovernmental	\$ 901,012	\$ 817,127
Interest	955	222
	<u>901,967</u>	<u>817,349</u>
Total revenues		
EXPENDITURES		
Capital outlay		
Public Safety	300,480	223,009
Public Works	392,207	550,375
Culture and Recreation	33,069	0
Housing and Development	240,289	254,404
	<u>966,045</u>	<u>1,027,788</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	(64,078)	(210,439)
Other financing sources (uses)		
Transfers in (out)		
American Rescue Plan Act Fund	<u>0</u>	<u>499,635</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(64,078)	289,196
Fund balances, July 1	<u>363,778</u>	<u>74,582</u>
Fund balances, June 30	<u><u>\$ 299,700</u></u>	<u><u>\$ 363,778</u></u>

CITY OF ELBERTON, GEORGIA
2019 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
June 30, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 1,165,747	\$ 464,426
Intergovernmental receivable	53,460	55,221
Total assets	\$ 1,219,207	\$ 519,647
 FUND BALANCES		
Restricted for capital projects	\$ 1,219,207	\$ 519,647
Total fund balances	\$ 1,219,207	\$ 519,647

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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
REVENUES		
Intergovernmental	\$ 715,053	\$ 654,867
Interest	2,102	504
	<u>717,155</u>	<u>655,371</u>
Total revenues		
EXPENDITURES		
Capital outlay		
Public Works	17,595	597,797
	<u>17,595</u>	<u>597,797</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	699,560	57,574
Fund balances, July 1	<u>519,647</u>	<u>462,073</u>
Fund balances, June 30	<u><u>\$ 1,219,207</u></u>	<u><u>\$ 519,647</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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Current assets		
Cash	\$ 1,835,399	\$ 1,368,848
Investments	13,815,625	11,114,917
Receivables		
Accounts (net)	2,010,870	2,213,168
Intergovernmental	0	184,656
Inventories	575,296	620,313
Due from other funds	827,297	1,455,443
Other current assets	18,980	18,854
	<u>19,083,467</u>	<u>16,976,199</u>
Restricted assets		
MEAG Generation Trust		
Investments	1,031,094	1,957,350
Customer Deposits		
Investments	833,513	829,738
	<u>1,864,607</u>	<u>2,787,088</u>
Capital assets		
Land	254,685	254,685
Intangible assets	377,692	377,692
Buildings	449,571	449,571
Distribution system	46,252,760	45,193,530
Vehicles and equipment	3,134,475	2,900,787
Construction in progress	221,179	2,568,277
Accumulated depreciation	(24,248,525)	(25,584,978)
	<u>26,441,837</u>	<u>26,159,564</u>
Total capital assets (net of accumulated depreciation)		
Other assets		
Net pension asset	0	481,852
	<u>47,389,911</u>	<u>46,404,703</u>
Total assets		
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>1,495,048</u>	<u>618,320</u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITY SYSTEM ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
LIABILITIES		
Current liabilities		
Payables		
Accounts	\$ 1,144,677	\$ 1,350,170
Retainages	0	163,565
Sales tax	63,795	61,854
Accrued salaries	31,959	92,258
Compensated absences	91,791	90,774
Other current liabilities	128,945	151,830
Due to other funds	371,467	5,840
Notes payable	296,325	230,212
Interest payable	7,877	7,938
	<u>2,136,836</u>	<u>2,154,441</u>
Current liabilities payable from restricted assets		
Customer deposits payable	<u>833,513</u>	<u>829,738</u>
Noncurrent liabilities		
Compensated absences	39,339	38,903
Net pension liability	1,672,159	0
Notes payable	<u>5,282,179</u>	<u>5,521,360</u>
	<u>6,993,677</u>	<u>5,560,263</u>
Total liabilities	<u>9,964,026</u>	<u>8,544,442</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>10,359</u>	<u>1,015,957</u>
NET POSITION		
Net investment in capital assets	20,863,333	20,047,542
Restricted for:		
MEAG Generation Trust	1,031,094	1,957,350
Unrestricted	<u>17,016,147</u>	<u>15,457,732</u>
Total net position	<u>\$ 38,910,574</u>	<u>\$ 37,462,624</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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 23,158,457	\$ 23,091,506
Miscellaneous revenues	37,979	52,166
Total operating revenues	<u>23,196,436</u>	<u>23,143,672</u>
OPERATING EXPENSES		
Costs of sales and services	15,931,201	16,055,357
Personal services	2,988,364	2,640,403
Depreciation	1,638,371	1,648,370
Miscellaneous expenses	24,730	18,880
Total operating expenses	<u>20,582,666</u>	<u>20,363,010</u>
Operating income (loss)	<u>2,613,770</u>	<u>2,780,662</u>
Non-operating revenues (expenses)		
Interest revenue	310,675	146,149
Net increase (decrease) in the fair value of investments	(232,122)	(1,014,408)
Interest expense	(96,415)	(101,778)
Gain on sale of capital assets	4,597	4,718
Other non-operating revenue	1,315,302	0
Total non-operating revenues (expenses)	<u>1,302,037</u>	<u>(965,319)</u>
Net income (loss) before capital contributions and transfers	3,915,807	1,815,343
Capital contributions		
Intergovernmental revenue	32,143	628,032
Net income (loss) before transfers	<u>3,947,950</u>	<u>2,443,375</u>
Transfers in (out)		
General Fund	(1,800,000)	(2,140,000)
Elbert Hotel Fund	(700,000)	(900,000)
Total transfers	<u>(2,500,000)</u>	<u>(3,040,000)</u>
Change in net position	1,447,950	(596,625)
Net position, July 1	<u>37,462,624</u>	<u>38,059,249</u>
Net position, June 30	<u>\$ 38,910,574</u>	<u>\$ 37,462,624</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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 15,024,079	\$ 14,916,253
Miscellaneous revenues	9,479	19,977
Total operating revenues	<u>15,033,558</u>	<u>14,936,230</u>
OPERATING EXPENSES		
Costs of sales and services	12,064,298	12,335,701
Personal services	1,424,065	1,323,794
Depreciation	350,721	342,176
Miscellaneous expenses	18,080	14,630
Total operating expenses	<u>13,857,164</u>	<u>14,016,301</u>
Operating income (loss)	<u>1,176,394</u>	<u>919,929</u>
Non-operating revenues (expenses)		
Interest revenue	291,615	144,988
Gain on sale of capital assets	4,597	4,718
Net increase (decrease) in the fair value of investments	(232,122)	(1,014,408)
Other non-operating revenue	1,315,302	0
Total non-operating revenues (expenses)	<u>1,379,392</u>	<u>(864,702)</u>
Net income (loss) before transfers	<u>2,555,786</u>	<u>55,227</u>
Transfers in (out)		
Elbert Hotel Fund	(700,000)	(900,000)
General Fund	(1,050,000)	(1,200,000)
Total transfers	<u>(1,750,000)</u>	<u>(2,100,000)</u>
Change in net position	<u>\$ 805,786</u>	<u>\$ (2,044,773)</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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 3,751,850	\$ 3,640,409
Miscellaneous revenues	421	950
Total operating revenues	<u>3,752,271</u>	<u>3,641,359</u>
OPERATING EXPENSES		
Costs of sales and services	1,498,974	1,356,021
Personal services	1,052,488	889,522
Depreciation	928,144	950,339
Miscellaneous expenses	4,130	1,950
Total operating expenses	<u>3,483,736</u>	<u>3,197,832</u>
Operating income (loss)	<u>268,535</u>	<u>443,527</u>
Non-operating revenues (expenses)		
Interest revenue	19,060	1,161
Interest expense	(96,415)	(101,778)
Total non-operating revenues (expenses)	<u>(77,355)</u>	<u>(100,617)</u>
Net income (loss) before capital contributions and transfers	191,180	342,910
Capital contributions		
Intergovernmental	32,143	628,032
Net income (loss) before transfers	223,323	970,942
Transfers in (out)		
General Fund	(50,000)	(40,000)
Change in net position	<u>\$ 173,323</u>	<u>\$ 930,942</u>

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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 4,382,528	\$ 4,534,844
Miscellaneous revenues	28,079	31,239
Total operating revenues	<u>4,410,607</u>	<u>4,566,083</u>
OPERATING EXPENSES		
Costs of sales and services	2,367,929	2,363,635
Personal services	511,811	427,087
Depreciation	359,506	355,855
Miscellaneous expenses	2,520	2,300
Total operating expenses	<u>3,241,766</u>	<u>3,148,877</u>
Operating income (loss)	1,168,841	1,417,206
Transfers in (out)		
General Fund	<u>(700,000)</u>	<u>(900,000)</u>
Change in net position	<u>\$ 468,841</u>	<u>\$ 517,206</u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITIES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Receipts from customers	\$ 23,528,242	\$ 22,839,565
Payments to suppliers	(15,894,918)	(16,212,212)
Payments to employees	(2,775,525)	(2,818,461)
Other receipts	37,979	52,166
Other payments	<u>(24,730)</u>	<u>(18,880)</u>
Net cash provided (used) by operating activities	<u>4,871,048</u>	<u>3,842,178</u>
Cash flows from non-capital financing activities:		
Receipts from other non-operating revenue	1,315,302	0
Receipts from other funds	993,773	912,973
Payments to other funds	<u>(2,500,000)</u>	<u>(3,047,427)</u>
Net cash provided (used) from non-capital financing activities	<u>(190,925)</u>	<u>(2,134,454)</u>
Cash flows from capital and related financing activities:		
Receipts from other governments	32,143	628,032
Proceeds from sale of capital assets	4,597	4,718
Payment of capital related accounts payable	(196,885)	(39,298)
Payment of capital related retainages payable	(163,565)	0
Acquisition of capital assets	(1,920,644)	(1,906,800)
Interest paid	(96,476)	(113,271)
Issuance of notes payable	57,143	1,116,501
Principal payments - notes payable	(230,211)	(226,481)
Principal payments - bonds	<u>0</u>	<u>(930,000)</u>
Net cash provided (used) by capital and related financing activities	<u>(2,513,898)</u>	<u>(1,466,599)</u>
Cash flows from investing activities:		
Interest received	310,675	146,149
Proceeds from sale of investments	8,312,543	1,175,000
Purchase of investments	<u>(10,322,892)</u>	<u>(1,889,561)</u>
Net cash provided (used) by investing activities	<u>(1,699,674)</u>	<u>(568,412)</u>
Net increase (decrease) in cash	466,551	(327,287)
Cash, July 1	<u>1,368,848</u>	<u>1,696,135</u>
Cash, June 30	<u><u>\$ 1,835,399</u></u>	<u><u>\$ 1,368,848</u></u>

CITY OF ELBERTON, GEORGIA
COMBINED PUBLIC UTILITIES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	2023	2022
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 2,613,770	\$ 2,780,662
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	1,638,371	1,648,370
(Increase) decrease in accounts receivable	386,954	(353,829)
(Increase) decrease in inventories	45,017	(144,768)
(Increase) decrease in other current assets	(126)	(506)
(Increase) decrease in deferred outflows related to pension	(876,728)	(139,261)
Increase (decrease) in accounts payable	(8,608)	(11,581)
Increase (decrease) in sales tax payable	1,941	(1,643)
Increase (decrease) in deposits payable	3,775	12,134
Increase (decrease) in other current liabilities	(22,885)	91,397
Increase (decrease) in accrued salaries	(60,299)	(552)
Increase (decrease) in compensated absences payable	1,453	2,341
Increase (decrease) in net pension asset/liability	2,154,011	(941,406)
Increase (decrease) in deferred inflows related to pension	(1,005,598)	900,820
Total adjustments	2,257,278	1,061,516
Net cash provided (used) by operating activities	\$ 4,871,048	\$ 3,842,178

Noncash investing, capital, and financing activities:

The net increase (decrease) in the fair value of investments totaled (\$232,122) and (\$1,014,408) for the fiscal years ended June 30, 2023 and 2022, respectively.

Acquisition of capital assets through accounts payable totaled \$0 and \$196,885 for the fiscal years ended June 30, 2023 and 2022, respectively.

Acquisition of capital assets through retainage payable totaled \$0 and \$163,565 for the fiscal years ended June 30, 2023 and 2022, respectively.

CITY OF ELBERTON, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2023 and 2022

ASSETS	<u>2023</u>	<u>2022</u>
Current assets		
Accounts receivable (net)	\$ 83,105	\$ 77,082
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>(691,892)</u>	<u>(656,663)</u>
Total capital assets (net of accumulated depreciation)	<u>125,485</u>	<u>160,714</u>
Other assets		
Net pension asset	<u>0</u>	<u>91,986</u>
Total assets	<u>208,590</u>	<u>329,782</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>298,522</u>	<u>118,039</u>
LIABILITIES		
Current liabilities		
Accounts payable	23,926	20,925
Accrued salaries	8,467	21,674
Compensated absences	20,518	16,117
Due to other funds	<u>202,231</u>	<u>240,115</u>
Total current liabilities	<u>255,142</u>	<u>298,831</u>
Noncurrent liabilities		
Compensated absences	8,793	6,907
Net pension liability	<u>333,885</u>	<u>0</u>
Total noncurrent liabilities	<u>342,678</u>	<u>6,907</u>
Total liabilities	<u>597,820</u>	<u>305,738</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>643</u>	<u>191,898</u>
NET POSITION		
Net investment in capital assets	125,485	160,714
Unrestricted	<u>(216,836)</u>	<u>(210,529)</u>
Total net position	<u>\$ (91,351)</u>	<u>\$ (49,815)</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, 2023 and 2022

OPERATING REVENUES	<u>2023</u>	<u>2022</u>
Charges for sales and services		
Residential service	\$ 549,825	\$ 504,204
Commercial service	367,776	332,398
Sale of recyclables	37,550	100,378
Garbage container sales	19,387	17,547
	<u>974,538</u>	<u>954,527</u>
Total operating revenues	<u>974,538</u>	<u>954,527</u>
OPERATING EXPENSES		
Costs of sales and services	471,552	432,971
Personal services	619,293	513,701
Depreciation	35,229	74,332
	<u>1,126,074</u>	<u>1,021,004</u>
Total operating expenses	<u>1,126,074</u>	<u>1,021,004</u>
Operating income (loss)	(151,536)	(66,477)
Transfers in (out)		
ElbertonNET Technology Services Fund	110,000	106,000
	<u>110,000</u>	<u>106,000</u>
Change in net position	(41,536)	39,523
Net position, July 1	(49,815)	(89,338)
	<u>(49,815)</u>	<u>(89,338)</u>
Net position, June 30	<u>\$ (91,351)</u>	<u>\$ (49,815)</u>

CITY OF ELBERTON, GEORGIA
SOLID WASTE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Receipts from customers	\$ 968,515	\$ 958,242
Payments to suppliers	(468,551)	(436,840)
Payments to employees	<u>(572,080)</u>	<u>(539,911)</u>
Net cash provided (used) by operating activities	<u>(72,116)</u>	<u>(18,509)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	110,000	106,000
Payments to other funds	<u>(37,884)</u>	<u>(87,491)</u>
Net cash provided (used) from non-capital financing activities	<u>72,116</u>	<u>18,509</u>
Net increase (decrease) in cash	0	0
Cash, July 1	<u>0</u>	<u>0</u>
Cash, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (151,536)	\$ (66,477)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	35,229	74,332
(Increase) decrease in accounts receivable	(6,023)	3,715
(Increase) decrease in deferred outflows related to pension	(180,483)	(22,965)
Increase (decrease) in accounts payable	3,001	(3,869)
Increase (decrease) in net pension asset/liability	425,871	(183,189)
Increase (decrease) in deferred inflows related to pension	(191,255)	172,535
Increase (decrease) in accrued salaries	(13,207)	3,284
Increase (decrease) in compensated absences payable	<u>6,287</u>	<u>4,125</u>
Total adjustments	<u>79,420</u>	<u>47,968</u>
Net cash provided (used) by operating activities	<u><u>\$ (72,116)</u></u>	<u><u>\$ (18,509)</u></u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2023 and 2022

ASSETS	<u>2023</u>	<u>2022</u>
Current assets		
Cash	\$ 708,245	\$ 0
Investments	570,376	0
Receivables		
Accounts (net)	425,282	422,659
Intergovernmental	0	925,337
Inventories	120,761	208,751
Due from other funds	130,575	0
Total current assets	<u>1,955,239</u>	<u>1,556,747</u>
Capital assets		
Land	6,900	6,900
Buildings	503,097	519,065
Vehicles and equipment	886,039	836,012
Construction in progress	86,041	856,451
Distribution system	11,884,808	10,460,673
Accumulated depreciation	<u>(5,009,546)</u>	<u>(4,906,343)</u>
Total capital assets (net of accumulated depreciation)	<u>8,357,339</u>	<u>7,772,758</u>
Other assets		
Net pension asset	<u>0</u>	<u>78,946</u>
Total assets	<u>10,312,578</u>	<u>9,408,451</u>
 DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>285,737</u>	<u>101,305</u>
 LIABILITIES		
Current liabilities		
Payables		
Accounts	594,522	271,866
Intergovernmental	42,440	42,452
Accrued salaries	7,295	22,652
Compensated absences	25,360	16,240
Customer deposits	5,765	4,915
Due to other funds	0	572,844
Total current liabilities	<u>675,382</u>	<u>930,969</u>
Noncurrent liabilities		
Compensated absences	10,869	6,960
Net pension liability	<u>319,587</u>	<u>0</u>
Total noncurrent liabilities	<u>330,456</u>	<u>6,960</u>
Total liabilities	<u>1,005,838</u>	<u>937,929</u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
June 30, 2023 and 2022

	2023	2022
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	\$ 897	\$ 165,201
NET POSITION		
Net investment in capital assets	8,357,339	7,772,758
Unrestricted	1,234,241	633,868
Total net position	\$ 9,591,580	\$ 8,406,626

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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 7,081,560	\$ 6,654,123
Total operating revenues	<u>7,081,560</u>	<u>6,654,123</u>
OPERATING EXPENSES		
Costs of sales and services	4,498,574	4,058,183
Personal services	865,538	557,845
Depreciation	473,227	433,300
Miscellaneous expenses	15,080	11,610
Total operating expenses	<u>5,852,419</u>	<u>5,060,938</u>
Operating income (loss)	<u>1,229,141</u>	<u>1,593,185</u>
Non-operating revenues (expenses)		
Interest revenue	22,314	0
Net increase (decrease) in the fair value of investments	(11,463)	0
Gain on sale of capital assets	25,724	16,095
Total non-operating revenues (expenses)	<u>36,575</u>	<u>16,095</u>
Net income (loss) before capital contributions and transfers	1,265,716	1,609,280
Capital contributions		
Intergovernmental revenue	124,238	1,282,436
Net income (loss) before and transfers	<u>1,389,954</u>	<u>2,891,716</u>
Transfers in (out)		
Elbert Theatre Fund	(95,000)	(92,000)
Solid Waste Fund	(110,000)	(106,000)
Total transfers	<u>(205,000)</u>	<u>(198,000)</u>
Change in net position	1,184,954	2,693,716
Net position, July 1	<u>8,406,626</u>	<u>5,712,910</u>
Net position, June 30	<u><u>\$ 9,591,580</u></u>	<u><u>\$ 8,406,626</u></u>

CITY OF ELBERTON, GEORGIA
ELBERTONNET TECHNOLOGY SERVICES ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Receipts from customers	\$ 7,079,787	\$ 6,642,751
Payments to suppliers	(4,087,940)	(4,119,494)
Payments to employees	(818,069)	(588,093)
Other payments	(15,080)	(11,610)
	<u>2,158,698</u>	<u>1,923,554</u>
Cash flows from non-capital financing activities:		
Payments to other funds	(908,419)	(865,205)
Cash flows from capital and related financing activities:		
Receipts from other governments	1,049,575	357,099
Proceeds from the sale of capital assets	25,724	16,095
Acquisition of capital assets	(1,057,808)	(1,431,543)
	<u>17,491</u>	<u>(1,058,349)</u>
Cash flows from investing activities:		
Interest received	22,314	0
Proceeds from sale of investments	936,273	0
Purchase of investments	(1,518,112)	0
	<u>(559,525)</u>	<u>0</u>
Net cash provided (used) by investing activities	<u>(559,525)</u>	<u>0</u>
Net increase (decrease) in cash	708,245	0
Cash, July 1	0	0
Cash, June 30	<u>\$ 708,245</u>	<u>\$ 0</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 1,229,141	\$ 1,593,185
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	473,227	433,300
(Increase) decrease in accounts receivable	(2,623)	(10,697)
(Increase) decrease in inventories	87,990	(127,856)
(Increase) decrease in deferred outflows related to pension	(184,432)	(18,945)
Increase (decrease) in accounts payable	322,656	65,790
Increase (decrease) in intergovernmental payable	(12)	755
Increase (decrease) in customer deposits	850	(675)
Increase (decrease) in accrued salaries	(15,357)	730
Increase (decrease) in compensated absences payable	13,029	(1,964)
Increase (decrease) in net pension asset/liability	398,533	(157,952)
Increase (decrease) in deferred inflows related to pension	(164,304)	147,883
	<u>929,557</u>	<u>330,369</u>
Net cash provided (used) by operating activities	<u>\$ 2,158,698</u>	<u>\$ 1,923,554</u>

Noncash investing, capital, and financing activities:

The net increase (decrease) in the fair value of investments totaled (\$11,463) and \$0 for the fiscal years ended June 30, 2023 and 2022, respectively.

CITY OF ELBERTON, GEORGIA
ELBERT THEATRE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2023 and 2022

ASSETS	<u>2023</u>	<u>2022</u>
Current assets		
Cash	\$ 3,905	\$ 2,949
Due from other fund	0	1,508
Total current assets	<u>3,905</u>	<u>4,457</u>
Capital assets		
Vehicles and equipment	39,792	30,910
Accumulated depreciation	<u>(10,475)</u>	<u>(8,414)</u>
Total capital assets (net of accumulated depreciation)	<u>29,317</u>	<u>22,496</u>
Other assets		
Net pension asset	<u>0</u>	<u>12,300</u>
Total assets	<u>33,222</u>	<u>39,253</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>37,560</u>	<u>15,784</u>
LIABILITIES		
Current liabilities		
Accounts payable	2,113	2,754
Accrued salaries	0	2,377
Compensated absences	4,351	4,144
Due to other fund	<u>12,632</u>	<u>13,821</u>
Total current liabilities	<u>19,096</u>	<u>23,096</u>
Noncurrent liabilities		
Net pension liability	42,010	0
Compensated absences	<u>1,865</u>	<u>1,776</u>
Total noncurrent liabilities	<u>43,875</u>	<u>1,776</u>
Total liabilities	<u>62,971</u>	<u>24,872</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>4,285</u>	<u>31,959</u>
NET POSITION		
Investment in capital assets	29,317	22,496
Unrestricted	<u>(25,791)</u>	<u>(24,290)</u>
Total net position	<u>\$ 3,526</u>	<u>\$ (1,794)</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, 2023 and 2022

OPERATING REVENUES	<u>2023</u>	<u>2022</u>
Charges for sales and services	\$ 90,982	\$ 52,987
Total operating revenues	<u>90,982</u>	<u>52,987</u>
OPERATING EXPENSES		
Costs of sales and services	83,453	61,587
Personal services	95,149	74,672
Depreciation	<u>2,060</u>	<u>2,060</u>
Total operating expenses	<u>180,662</u>	<u>138,319</u>
Net income (loss) before transfers	(89,680)	(85,332)
Transfers in (out)		
ElbertonNET Technology Services Fund	<u>95,000</u>	<u>92,000</u>
Change in net position	5,320	6,668
Net position, July 1	<u>(1,794)</u>	<u>(8,462)</u>
Net position, June 30	<u><u>\$ 3,526</u></u>	<u><u>\$ (1,794)</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT THEATRE ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Receipts from customers	\$ 90,982	\$ 52,987
Payments to suppliers	(84,094)	(65,893)
Payments to employees	<u>(92,370)</u>	<u>(80,303)</u>
Net cash provided (used) by operating activities	<u>(85,482)</u>	<u>(93,209)</u>
Cash flows from non-capital financing activities:		
Receipts from other funds	269,638	238,914
Payments to other funds	<u>(174,319)</u>	<u>(149,689)</u>
Net cash provided (used) by non-capital financing activities:	<u>95,319</u>	<u>89,225</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	<u>(8,881)</u>	<u>0</u>
Net increase (decrease) in cash	956	(3,984)
Cash, July 1	<u>2,949</u>	<u>6,933</u>
Cash, June 30	<u><u>\$ 3,905</u></u>	<u><u>\$ 2,949</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (89,680)</u>	<u>\$ (85,332)</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	2,060	2,060
(Increase) decrease in deferred outflows related to pension	(21,776)	(3,140)
Increase (decrease) in accounts payable	(641)	(4,306)
Increase (decrease) in compensated absences	296	173
Increase (decrease) in accrued salaries	(2,377)	792
Increase (decrease) in pension asset/liability	54,310	(24,429)
Increase (decrease) in deferred inflows related to pension	<u>(27,674)</u>	<u>20,973</u>
Total adjustments	<u>4,198</u>	<u>(7,877)</u>
Net cash provided (used) by operating activities	<u><u>\$ (85,482)</u></u>	<u><u>\$ (93,209)</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2023 and 2022

ASSETS	<u>2023</u>	<u>2022</u>
Current assets		
Cash	\$ 23,928	\$ 34,553
Accounts receivable	2,215	2,201
Due from other funds	0	13,821
Inventories	16,367	39,447
Total current assets	<u>42,510</u>	<u>90,022</u>
Capital assets		
Land	107,500	107,500
Land improvements	43,700	43,700
Building	4,516,625	4,516,625
Machinery and equipment	1,002,051	1,002,051
Construction in progress	200,000	0
Accumulated depreciation	(1,354,356)	(1,155,959)
Total capital assets (net of accumulated depreciation)	<u>4,515,520</u>	<u>4,513,917</u>
Other assets		
Net pension asset	0	39,898
Total assets	<u>4,558,030</u>	<u>4,643,837</u>
 DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>120,941</u>	<u>51,198</u>
 LIABILITIES		
Current liabilities		
Payables		
Accounts	8,487	26,269
Interest	2,169	2,487
Sales tax	9,504	10,018
Customer deposits	17,283	14,607
Accrued salaries	8,392	35,783
Compensated absences	12,778	14,100
Bonds payable	394,838	387,026
Due to other funds	612,434	531,221
Total current liabilities	<u>1,065,885</u>	<u>1,021,511</u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
For the fiscal years ended June 30, 2023 and 2022

	2023	2022
Noncurrent liabilities		
Compensated absences	\$ 5,476	\$ 6,043
Net pension liability	135,268	0
Bonds payable	2,244,391	2,639,229
Total noncurrent liabilities	2,385,135	2,645,272
Total liabilities	3,451,020	3,666,783
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	16,559	105,126
NET POSITION		
Net investment in capital assets	1,876,291	1,487,662
Unrestricted	(664,899)	(564,536)
Total net position	\$ 1,211,392	\$ 923,126

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, 2023 and 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Charges for sales and services	\$ 999,410	\$ 892,957
OPERATING EXPENSES		
Costs of sales and services	463,841	419,127
Personal services	692,234	649,889
Depreciation	198,397	197,045
Total operating expenses	<u>1,354,472</u>	<u>1,266,061</u>
Operating income (loss)	<u>(355,062)</u>	<u>(373,104)</u>
Non-operating revenues (expenses)		
Interest expense	<u>(56,672)</u>	<u>(64,336)</u>
Total non-operating expenses	<u>(56,672)</u>	<u>(64,336)</u>
Net income (loss) before transfers	(411,734)	(437,440)
Transfers in (out)		
Combined Public Utility System Fund	<u>700,000</u>	<u>900,000</u>
Change in net position	288,266	462,560
Net position, July 1	<u>923,126</u>	<u>460,566</u>
Net position, June 30	<u><u>\$ 1,211,392</u></u>	<u><u>\$ 923,126</u></u>

CITY OF ELBERTON, GEORGIA
ELBERT HOTEL ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the fiscal years ended June 30, 2023 and 2022

	2023	2022
Cash flows from operating activities:		
Receipts from customers	\$ 1,002,072	\$ 892,075
Payments to suppliers	(459,057)	(414,164)
Payments to employees	(704,658)	(657,111)
Net cash provided (used) by operating activities	(161,643)	(179,200)
Cash flows from non-capital financing activities:		
Receipts from other funds	1,869,693	456,295
Payments to other funds	(1,518,357)	(185,836)
Net cash provided (used) by non-capital financing activities:	351,336	270,459
Cash flows from capital and related financing activities:		
Receipts from other funds	443,698	443,705
Acquisition of capital assets	(200,000)	(77,653)
Interest paid	(56,990)	(64,648)
Principal payments - bonds payable	(387,026)	(379,369)
Net cash provided (used) by capital and related financing activities	(200,318)	(77,965)
Net increase (decrease) in cash	(10,625)	13,294
Cash, July 1	34,553	21,259
Cash, June 30	\$ 23,928	\$ 34,553
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (355,062)	\$ (373,104)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	198,397	197,045
(Increase) decrease in accounts receivable	(14)	(1,536)
(Increase) decrease in inventories	23,080	(8,126)
(Increase) decrease in deferred outflows related to pension	(69,743)	(40,210)
Increase (decrease) in accounts payable	(17,782)	12,386
Increase (decrease) in sales tax payable	(514)	703
Increase (decrease) in customer deposits	2,676	654
Increase (decrease) in accrued salaries	(27,391)	8,059
Increase (decrease) in compensated absences payable	(1,889)	4,913
Increase (decrease) in net pension asset/liability	175,166	(82,022)
Increase (decrease) in inflows related to pension	(88,567)	102,038
Total adjustments	193,419	193,904
Net cash provided (used) by operating activities	\$ (161,643)	\$ (179,200)

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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, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 81,104	\$ 109,488
LIABILITIES		
Deposits payable	\$ 5,300	\$ 5,150
FUND BALANCES		
Assigned for Housing and Development	75,804	104,338
Total liabilities and fund balances	\$ 81,104	\$ 109,488

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, 2023
(With comparative actual amounts for the fiscal year ended June 30, 2022)

	2023			2022
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	\$ 67,000	\$ 47,555	\$ (19,445)	\$ 278,403
Charges for service	6,500	5,213	(1,287)	5,702
Rents	61,800	59,373	(2,427)	61,800
Event revenue	18,500	12,849	(5,651)	11,250
Total revenues	153,800	124,990	(28,810)	357,155
EXPENDITURES				
Current				
Economic Development				
Contract services	41,613	41,663	(50)	28,680
Materials and supplies	1,700	1,633	67	1,188
Capital outlay	0	0	0	952,159
Debt service	110,487	110,228	259	61,873
Total expenditures	153,800	153,524	276	1,043,900
Excess (deficiency) of revenues over (under) expenditures	0	(28,534)	(28,534)	(686,745)
Other financing sources (uses)				
Issuance of notes	0	0	0	697,755
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	(28,534)	(28,534)	11,010
Fund balances, July 1	0	104,338	104,338	93,328
Fund balances, June 30	\$ 0	\$ 75,804	\$ 75,804	\$ 104,338

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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	128-142
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	143-146
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	147-153
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	154-155
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	156-161
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	162-163

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		
	2023	2022	2021
Governmental Activities			
Net investment in capital assets	\$ 6,375,460	\$ 6,069,334	\$ 5,415,076
Restricted	2,696,381	2,060,980	1,016,761
Unrestricted	43,986	642,023	467,373
Total Governmental Activities Net Position	9,115,827	8,772,337	6,899,210
Business-type Activities			
Net investment in capital assets	31,251,765	29,491,172	27,971,636
Restricted	1,031,094	1,957,350	3,810,840
Unrestricted	17,342,862	15,292,245	12,352,449
Total Business-Type Activities Net Position	49,625,721	46,740,767	44,134,925
Primary Government			
Net investment in capital assets	37,627,225	35,560,506	33,386,712
Restricted	3,727,475	4,018,330	4,827,601
Unrestricted	17,386,848	15,934,268	12,819,822
Total Primary Government Net Position	\$ 58,741,548	\$ 55,513,104	\$ 51,034,135

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
\$ 5,032,037	\$ 5,275,528	\$ 4,627,533	\$ 4,456,665	\$ 4,699,117	\$ 4,794,106	\$ 4,230,037
1,146,636	813,874	608,283	956,319	480,025	825,553	1,067,009
1,261,120	1,068,797	1,205,925	794,391	508,437	108,315	469,531
<u>7,439,793</u>	<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>
25,639,989	23,260,966	21,725,407	21,118,188	19,533,634	18,676,675	17,877,860
4,159,632	4,006,940	3,711,182	3,479,632	3,287,785	2,957,667	2,702,871
12,744,385	13,295,485	11,968,712	10,617,545	10,774,926	8,886,182	8,281,490
<u>42,544,006</u>	<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>
30,672,026	28,536,494	26,352,940	25,574,853	24,232,751	23,470,781	22,107,897
5,306,268	4,820,814	4,319,465	4,435,951	3,767,810	3,783,220	3,769,880
14,005,505	14,364,282	13,174,637	11,411,936	11,283,363	8,994,497	8,751,021
<u>\$ 49,983,799</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>\$ 34,628,798</u>

City of Elberton
Changes in Net Position
Last Ten Fiscal Years

	FISCAL YEAR		
	2023	2022	2021
Expenses			
Governmental Activities:			
General Government	\$ 939,328	\$ 779,629	\$ 859,089
Judicial	75,281	87,345	89,219
Public Safety	3,165,850	2,915,177	3,176,913
Public Works	1,795,441	1,812,743	1,722,472
Health and Welfare	8,500	8,500	40,500
Culture and Recreation	262,309	184,440	184,488
Housing and Development	560,093	501,666	331,249
Interest on Long-term Debt	239	314	0
Total Governmental Activities	<u>6,807,041</u>	<u>6,289,814</u>	<u>6,403,930</u>
Business-type Activities:			
Combined Public Utilities			
Electric	13,648,934	13,820,171	13,552,521
Water and Sewer	3,454,887	3,178,722	3,351,081
Natural Gas	3,143,861	3,054,870	2,419,699
ElbertonNET Technology Services	5,679,939	4,898,356	4,743,601
Solid Waste	1,072,596	969,413	1,067,237
Elbert Theatre	180,662	138,319	132,943
Elbert Hotel	1,411,144	1,330,397	1,127,389
Total Business-type Activities	<u>28,592,023</u>	<u>27,390,248</u>	<u>26,394,471</u>
Total Primary Government Expenses	<u>35,399,064</u>	<u>33,680,062</u>	<u>32,798,401</u>
Indirect Costs			
Governmental Activities:			
General Government	(534,026)	(498,372)	(518,747)
Public Works	(123,331)	(126,826)	(133,897)
Total Governmental Activities Indirect Cost	<u>(657,357)</u>	<u>(625,198)</u>	<u>(652,644)</u>
Business-type Activities:			
Combined Public Utilities			
Electric	208,230	196,130	217,610
Water and Sewer	125,264	120,888	115,000
Natural Gas	97,905	94,007	115,617
ElbertonNET Technology Services	172,480	162,582	145,626
Solid Waste	53,478	51,591	58,791
Total Business-type Activities Indirect Cost	<u>657,357</u>	<u>625,198</u>	<u>652,644</u>
Total Primary Government Indirect Cost	<u>0</u>	<u>0</u>	<u>0</u>
Program Revenues			
Governmental Activities:			
Charges for Services:			
General Government	54,120	52,977	45,983
Public Safety	331,175	236,599	159,683
Public Works	101,083	88,952	103,030
Housing and Development	25,353	18,849	17,449
Operating Grants and Contributions	494,944	988,770	227,011
Capital Grants and Contributions	1,655,522	2,170,475	1,339,374
Total Governmental Activities	<u>2,662,197</u>	<u>3,556,622</u>	<u>1,892,530</u>
Program Revenues	2,662,197	3,556,622	1,892,530
Business-type Activities:			
Charges for Services:			
Electric	15,024,079	14,916,253	14,521,395
Water and Sewer	3,751,850	3,640,409	3,510,252
Natural Gas	4,382,528	4,534,844	4,173,355
ElbertonNET Technology Services	7,081,560	6,654,123	6,036,771
Solid Waste	974,538	954,527	911,193
Elbert Theatre	90,982	52,987	9,768
Elbert Hotel	999,410	892,957	673,479
Operating Grants and Contributions	0	0	0
Capital Grants and Contributions	156,381	1,910,468	263,236
Total Business-type Activities	<u>32,461,328</u>	<u>33,556,568</u>	<u>30,099,449</u>
Program Revenues	32,461,328	33,556,568	30,099,449
Total Primary Government			
Program Revenues	<u>35,123,525</u>	<u>37,113,190</u>	<u>31,991,979</u>

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
\$ 733,379	\$ 715,271	\$ 727,426	\$ 733,183	\$ 696,460	\$ 661,068	\$ 673,908
79,742	73,100	73,485	72,632	67,311	63,335	106,386
2,787,440	2,598,987	2,537,656	2,490,299	2,355,893	2,439,366	2,539,885
1,507,842	990,896	1,062,867	963,917	1,067,173	966,313	1,067,150
66,100	65,100	65,100	61,968	65,687	60,275	58,144
175,038	189,270	267,559	262,259	269,221	221,761	174,478
277,217	530,647	402,360	288,416	253,670	251,937	259,179
0	0	4,132	7,660	8,891	10,097	11,278
<u>5,626,758</u>	<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>
13,326,722	13,464,338	12,921,059	13,546,027	13,592,179	14,279,534	12,991,858
3,185,106	2,876,701	2,864,143	2,801,783	2,759,461	2,721,254	2,740,178
2,081,681	2,565,559	2,170,830	2,026,826	1,903,129	2,414,678	3,193,275
4,400,172	4,330,304	4,300,746	3,741,769	3,566,175	3,362,855	3,040,601
980,973	989,933	863,501	884,266	804,982	816,844	837,283
155,920	185,830	78,076	80,539	77,321	44,895	0
1,050,190	886,046	931,150	584,389	137,102	0	0
<u>25,180,764</u>	<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>30,807,522</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>
(488,790)	(482,100)	(499,545)	(486,383)	(493,185)	(473,292)	(477,578)
(131,636)	(127,782)	(125,828)	(133,313)	(129,750)	(119,422)	(141,520)
<u>(620,426)</u>	<u>(609,882)</u>	<u>(625,373)</u>	<u>(619,696)</u>	<u>(622,935)</u>	<u>(592,714)</u>	<u>(619,098)</u>
211,321	207,207	223,583	220,189	230,783	221,039	212,571
109,984	108,361	109,291	109,210	107,795	119,743	118,470
112,187	110,025	109,569	109,377	115,851	103,448	103,949
134,768	132,329	131,073	128,687	116,033	81,986	80,701
52,166	51,960	51,857	52,233	52,473	66,498	103,407
<u>620,426</u>	<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
51,085	45,125	45,703	42,005	43,360	41,775	45,358
140,829	161,452	133,963	127,646	102,197	124,749	191,337
72,160	58,177	66,180	86,279	83,133	41,394	65,170
31,970	16,739	23,186	15,090	15,703	15,428	10,495
466	10,421	502	350	1,620	420	2,852
<u>1,157,490</u>	<u>993,264</u>	<u>673,384</u>	<u>656,122</u>	<u>672,356</u>	<u>715,225</u>	<u>602,260</u>
<u>1,454,000</u>	<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>
15,167,665	15,659,814	15,178,416	15,252,364	15,081,243	15,320,274	16,005,007
3,696,678	3,403,339	3,179,301	3,230,494	3,162,388	3,082,577	2,887,595
3,722,457	4,412,776	3,912,137	3,363,427	3,335,754	4,063,544	4,899,169
5,493,919	5,360,061	5,003,088	4,540,110	4,231,947	3,790,730	3,328,687
870,247	879,477	885,530	912,359	853,355	853,822	822,177
64,028	119,760	87,974	99,349	94,232	52,951	0
392,442	476,871	441,680	88,221	0	0	0
0	132,837	430,194	701,292	933,762	1,170,756	0
184,386	288,534	0	80,948	306,822	254,181	138,067
<u>29,591,822</u>	<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>31,045,822</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>

City of Elberton
Changes in Net Position
Last Ten Fiscal Years

	FISCAL YEAR		
	2023	2022	2021
Change in Net Position			
Net (expense) Revenue - Governmental Activities	\$ (3,487,487)	\$ (2,107,994)	\$ (3,858,756)
Net (expense) Revenue - Business-type Activities	3,211,948	5,541,122	3,052,334
Total Primary Government Net (Expense) Revenue	<u>(275,539)</u>	<u>3,433,128</u>	<u>(806,422)</u>
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes:			
Title ad valorem	137,406	115,283	112,773
Sales	900,114	817,124	730,519
Franchise	83,951	89,731	95,431
Occupational	165,978	157,407	151,160
Insurance Premium	383,328	381,694	368,710
Alcoholic Beverages	135,356	131,985	133,550
Hotel/Motel	179,340	115,138	87,749
Other	14,688	11,210	9,277
Interest and Investment Earnings	3,004	3,325	3,618
Gain on Sale of Assets	6,174	10,855	9,420
Miscellaneous	21,638	7,369	33,644
Transfers	1,800,000	2,140,000	1,582,322
Total Government Activities	<u>3,830,977</u>	<u>3,981,121</u>	<u>3,318,173</u>
Business-type Activities			
Interest and Investment Earnings	332,989	146,149	139,330
Net increase (decrease) in the fair value of investments	(243,585)	(1,014,408)	(107,093)
Gain on Sale of Assets	30,321	20,813	51,845
Miscellaneous	1,353,281	52,166	36,825
Transfers	(1,800,000)	(2,140,000)	(1,582,322)
Total Business-type Activities	<u>(326,994)</u>	<u>(2,935,280)</u>	<u>(1,461,415)</u>
Total Primary Government General Revenues	<u>3,503,983</u>	<u>1,045,841</u>	<u>1,856,758</u>
Change in Net Position			
Governmental Activities	343,490	1,873,127	(540,583)
Business-type Activities	2,884,954	2,605,842	1,590,919
Total Primary Government Change in Net Position	<u>3,228,444</u>	<u>4,478,969</u>	<u>1,050,336</u>
Net Position - beginning (original)			
Governmental Activities	8,772,337	6,899,210	7,439,793
Business-type Activities	46,740,767	44,134,925	42,544,006
Total Primary Government Beginning Net Position (original)	<u>55,513,104</u>	<u>51,034,135</u>	<u>49,983,799</u>
Prior Period Adjustments			
Governmental Activities	0	0	0
Business-type Activities	0	0	0
Total Primary Government Prior Period Adjustments	<u>0</u>	<u>0</u>	<u>0</u>
Net Position - beginning (restated)			
Governmental Activities	8,772,337	6,899,210	7,439,793
Business-type Activities	46,740,767	44,134,925	42,544,006
Total Primary Government Beginning Net Position (restated)	<u>55,513,104</u>	<u>51,034,135</u>	<u>49,983,799</u>
Change in Net Position - ending			
Governmental Activities	9,115,827	8,772,337	6,899,210
Business-type Activities	49,625,721	46,740,767	44,134,925
Total Primary Government Ending Net Position	<u>\$ 58,741,548</u>	<u>\$ 55,513,104</u>	<u>\$ 51,034,135</u>

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
\$ (3,552,332)	\$ (3,268,211)	\$ (3,572,294)	\$ (3,333,146)	\$ (3,243,002)	\$ (3,142,447)	\$ (3,353,838)
<u>3,790,632</u>	<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>238,300</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>
71,902	103,699	69,636	70,116	80,432	102,458	105,085
631,316	607,207	597,251	549,707	577,700	529,378	550,972
93,145	94,681	92,799	91,906	98,172	90,654	89,389
135,811	140,341	131,521	122,502	119,704	117,607	125,781
349,535	328,128	304,258	285,732	263,786	246,913	240,020
127,980	122,119	122,954	133,842	136,212	151,413	142,639
72,148	90,030	76,622	59,668	55,836	49,138	46,283
4,480	5,920	4,436	4,541	4,465	3,739	4,096
2,591	9,325	5,930	3,374	2,435	2,095	2,117
0	39,282	11,009	60,618	49,369	38,113	0
10,398	3,937	28,639	7,936	11,216	9,374	23,773
<u>2,334,620</u>	<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>3,833,926</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>
302,675	418,456	286,650	207,233	152,902	119,388	135,465
51,455	229,025	(112,286)	(131,856)	177,697	6,185	73,896
19,045	44,175	0	14,230	0	27,284	0
151,428	81,558	13,735	9,144	12,283	9,745	13,748
<u>(2,334,620)</u>	<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>(1,810,017)</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>2,023,909</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>
281,594	716,458	234,366	519,796	(40,395)	543,148	181,807
<u>1,980,615</u>	<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>2,262,209</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>
7,158,199	6,441,741	6,207,375	5,687,579	5,727,974	5,766,577	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>34,628,798</u>	<u>31,770,463</u>
0	0	0	0	0	(581,751)	0
0	0	0	0	0	(515,647)	0
0	0	0	0	0	(1,097,398)	0
7,158,199	6,441,741	6,207,375	5,687,579	5,727,974	5,184,826	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>28,346,574</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>33,531,400</u>	<u>31,770,463</u>
7,439,793	7,158,199	6,441,741	6,207,375	5,687,579	5,727,974	5,766,077
<u>42,544,006</u>	<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>\$ 49,983,799</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>

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

	FISCAL YEAR		
	2023	2022	2021
General Fund			
Nonspendable	\$ 217,697	\$ 290,710	\$ 277,088
Restricted	25	106	106
Unassigned	399,934	423,171	454,236
Total General Fund	<u>617,656</u>	<u>713,987</u>	<u>731,430</u>
All Other Governmental Funds			
Unassigned, Reported in:			
Capital Project Funds	0	0	0
Nonspendable	0	0	0
Restricted	2,696,356	2,060,874	1,016,655
Assigned	0	0	0
Total All Other Governmental Funds	<u>2,696,356</u>	<u>2,060,874</u>	<u>1,016,655</u>
Total Governmental Fund Balances	<u>\$ 3,314,012</u>	<u>\$ 2,774,861</u>	<u>\$ 1,748,085</u>

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
\$ 258,740	\$ 170,316	\$ 167,780	\$ 165,248	\$ 147,473	\$ 146,986	\$ 146,234
25	25	25	25	25	25	25
<u>578,998</u>	<u>592,040</u>	<u>905,229</u>	<u>896,071</u>	<u>859,995</u>	<u>696,935</u>	<u>706,758</u>
<u>837,763</u>	<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>
0	0	0	(53,709)	(49,144)	0	0
0	0	0	0	40,000	0	0
1,146,611	813,849	608,258	956,294	480,000	825,528	1,066,984
0	0	808	0	2,692	4,288	12,869
<u>1,146,611</u>	<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>\$ 1,984,374</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>

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

	FISCAL YEAR		
	2023	2022	2021
Revenues			
Taxes	\$ 2,000,162	\$ 1,819,572	\$ 1,689,168
Licenses and permits	80,233	69,137	64,372
Fines, fees and forfeitures	312,675	227,574	144,845
Charges for services	776,180	725,865	769,573
Intergovernmental	2,147,311	3,158,135	1,565,786
Interest	6,061	4,050	4,083
Contributions	100	385	135
Other	21,638	7,369	33,644
Total Revenues	5,344,360	6,012,087	4,271,606
Expenditures			
General Government	856,008	823,444	751,328
Judicial	69,089	90,405	79,111
Public Safety	2,728,287	2,870,250	2,612,060
Public Works	1,094,880	1,343,347	1,072,442
Health and Welfare	8,500	8,500	40,500
Culture and Recreation	557,759	135,166	81,000
Housing and Development	301,000	250,214	284,286
Debt Service - Principal	11,980	11,906	0
Debt Service - Interest	240	314	0
Capital Outlay	983,640	1,625,585	1,181,916
Total Expenditures	6,611,383	7,159,131	6,102,643
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,267,023)	(1,147,044)	(1,831,037)
Other Financing Sources (Uses)			
Transfers In	1,889,670	2,197,569	1,913,875
Transfers Out	(89,670)	(57,569)	(331,553)
Sale of Capital Assets	6,174	33,820	12,426
Total Other Financing Sources (Uses)	1,806,174	2,173,820	1,594,748
Net Change in Fund Balances	539,151	1,026,776	(236,289)
Fund Balances, July 1	2,774,861	1,748,085	1,984,374
Fund Balances, June 30	\$ 3,314,012	\$ 2,774,861	\$ 1,748,085
Debt service as a percentage of noncapital expenditures	0.21%	0.20%	0.00%

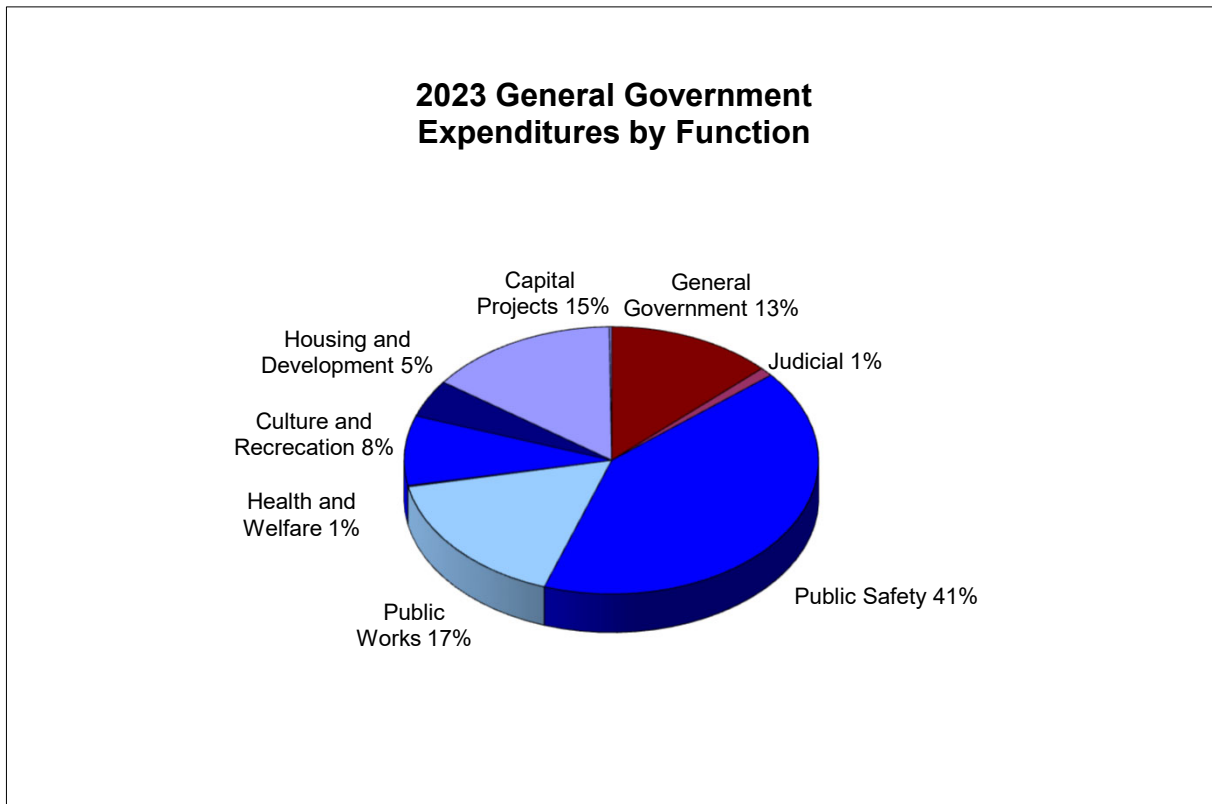
Note (1): Includes general, special revenue, and capital projects funds.

		FISCAL YEAR											
		2020	2019	2018	2017	2016	2015	2014					
\$	1,486,315	\$	1,492,125	\$	1,399,478	\$	1,318,016	\$	1,336,308	\$	1,291,300	\$	1,304,264
	82,701		62,694		67,261		57,785		58,890		57,350		54,238
	132,133		149,924		115,047		112,020		92,915		108,590		169,016
	701,636		678,757		711,197		720,912		720,025		650,708		708,204
	1,157,490		688,216		673,338		656,054		672,241		649,238		604,528
	3,056		9,461		6,092		3,442		2,550		2,249		2,349
	0		10,285		1,285		350		1,625		420		352
	10,399		3,937		28,640		7,941		11,217		13,186		13,968
	<u>3,573,730</u>		<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>
	715,913		725,301		763,729		754,976		703,782		672,278		651,547
	79,591		75,142		78,402		76,613		70,554		66,599		105,292
	2,597,663		2,543,089		2,571,983		2,442,340		2,339,551		2,437,382		2,364,581
	1,003,450		886,166		814,101		857,529		845,280		915,303		982,393
	66,100		65,100		65,100		61,968		65,687		60,275		58,144
	74,000		85,500		170,165		162,355		163,982		154,024		123,278
	266,576		826,351		343,869		303,292		289,497		267,994		244,853
	0		0		334,096		59,588		58,357		57,151		55,970
	0		0		4,132		7,659		8,891		10,097		11,278
	696,913		473,902		511,204		190,930		747,542		783,372		265,348
	<u>5,500,206</u>		<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>
	(1,926,476)		(2,585,152)		(2,654,443)		(2,040,730)		(2,397,352)		(2,651,434)		(2,005,765)
	2,556,073		2,585,015		2,557,503		2,554,585		2,437,433		2,436,552		2,408,989
	(221,453)		(145,015)		(195,898)		(91,585)		(282,171)		(82,339)		(203,499)
	0		39,282		11,009		60,618		49,369		38,113		9,806
	<u>2,334,620</u>		<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>
	408,144		(105,870)		(281,829)		482,888		(192,721)		(259,108)		209,531
	1,576,230		1,682,100		1,963,929		1,481,041		1,673,762		1,932,870		1,723,339
\$	<u>1,984,374</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>
	0.00%		0.00%		6.22%		1.39%		1.43%		1.47%		1.48%

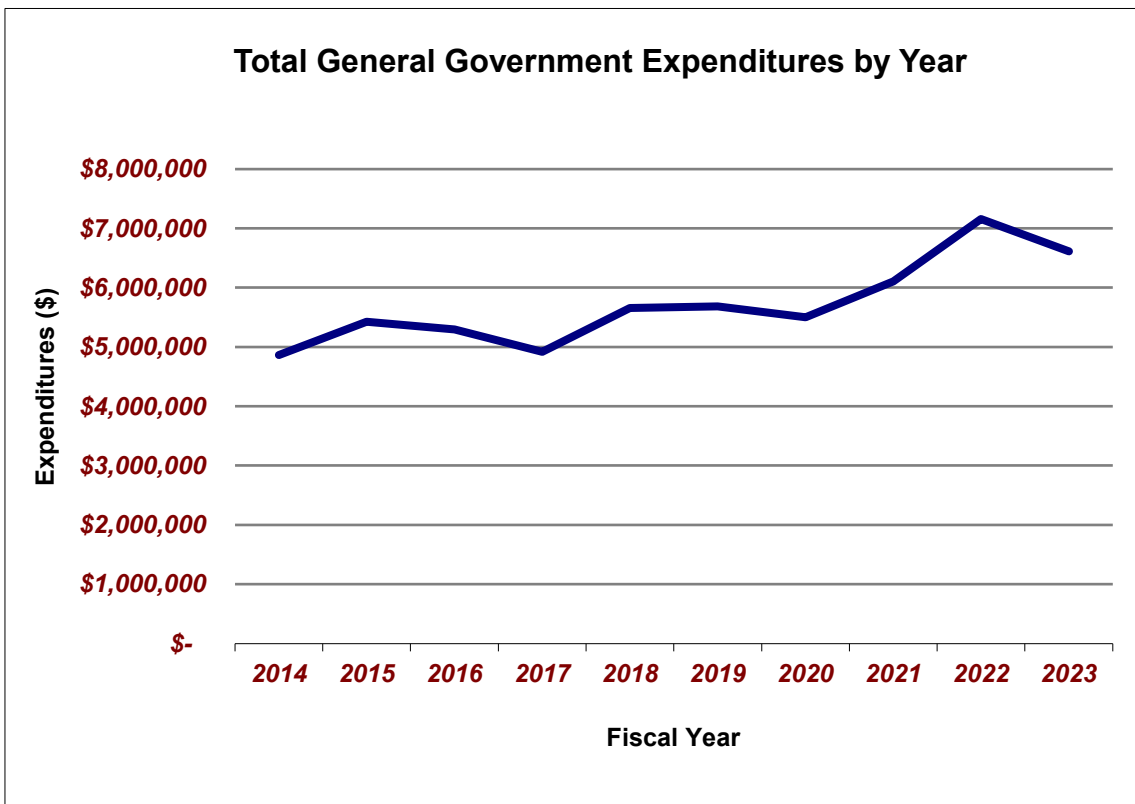
City of Elberton, Georgia
General Government Expenditures by Function (1)
Last Ten Fiscal Years

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Health and Welfare
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
2023	856,008	69,089	2,728,287	1,094,880	8,500

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



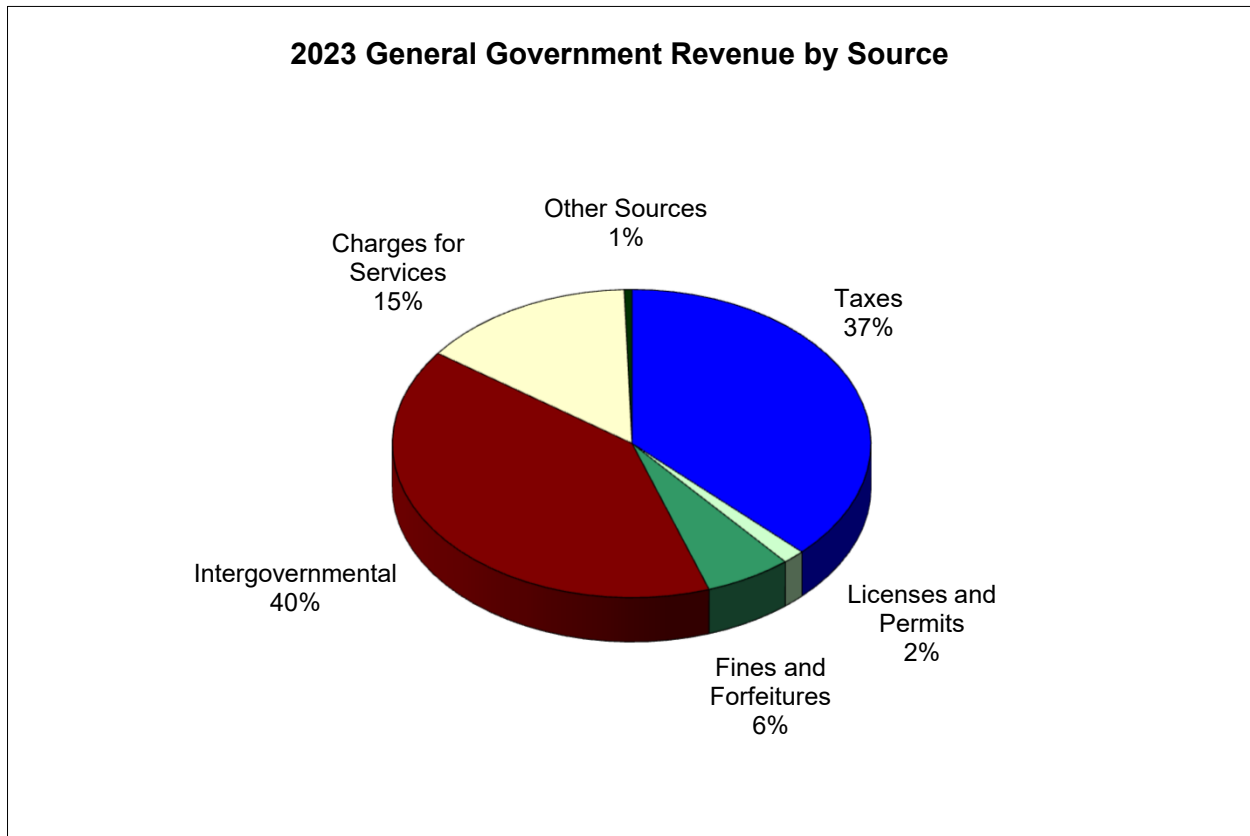
Culture and Recreation	Housing and Development	Capital Projects	Debt Service	Total
\$ 123,278	\$ 244,853	\$ 265,348	\$ 67,248	\$ 4,862,684
154,024	267,994	783,372	67,248	5,424,475
163,982	289,497	747,542	67,248	5,293,123
162,355	303,292	190,930	67,247	4,917,250
170,165	343,869	511,204	338,228	5,656,781
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
557,759	301,000	983,640	12,220	6,611,383



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
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
2023	2,000,162	80,233	312,675	2,147,311	776,180	28,099	5,344,660

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

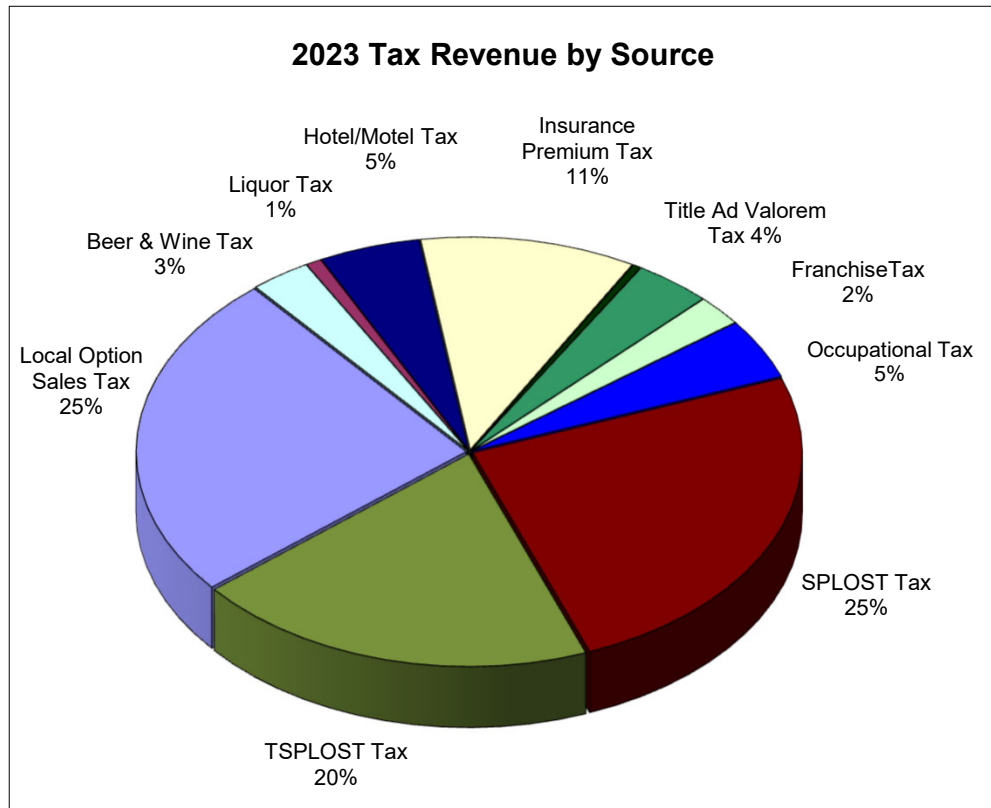


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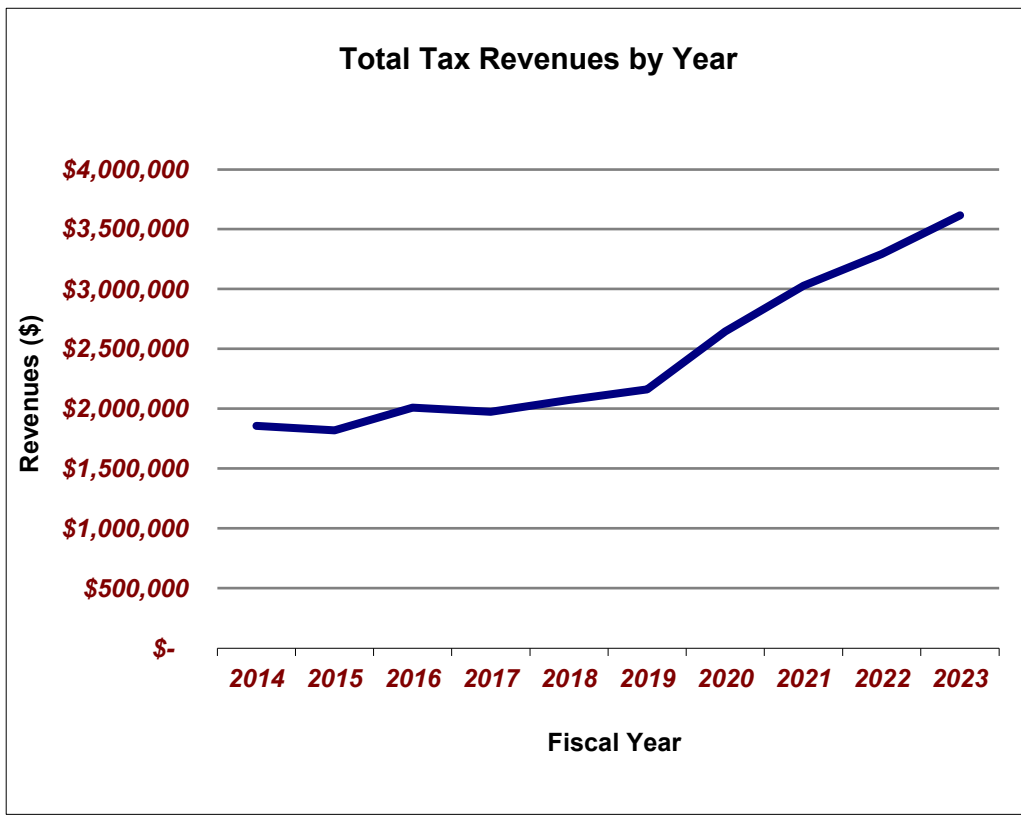
City of Elberton, Georgia
General Government Tax Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Beer & Wine Tax	Liquor Tax	Hotel/Motel Tax (1)	Insurance Premium Tax	Intangible Tax	Title Ad Valorem Tax
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
2023	107,144	28,212	179,340	383,328	14,689	137,406

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): Reported as intergovernmental revenue in the TSPLOST Capital Projects Funds.



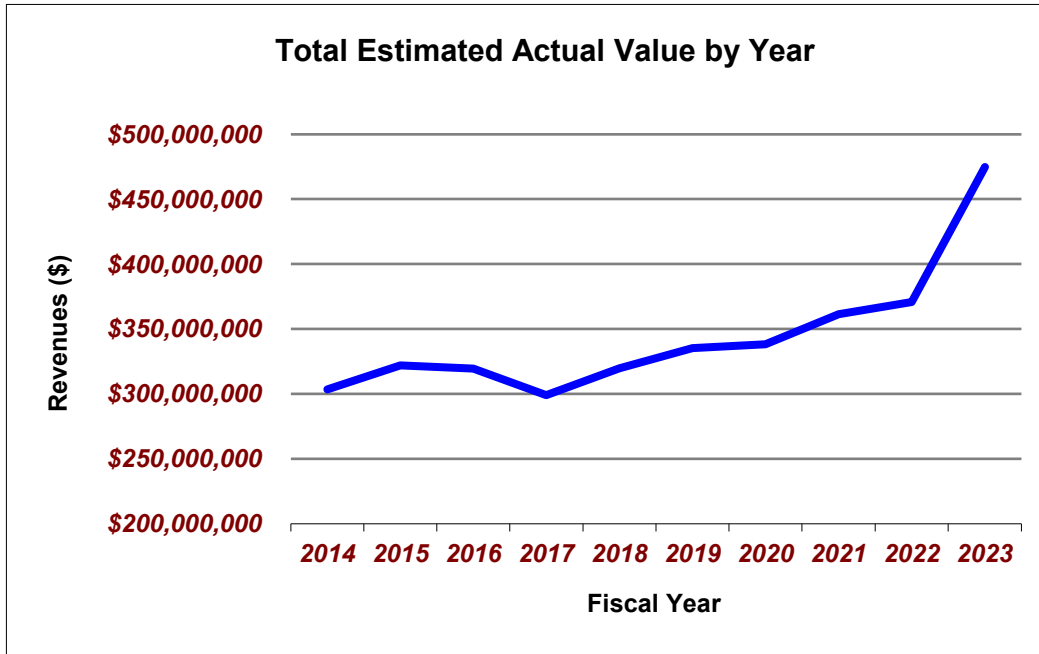
	Franchise Tax	Occupational Tax	SPLOST Tax (2)	TSPLOST Tax (3)	Local Option Sales Tax	Total
\$	89,389	\$ 125,781	\$ 550,972	\$ -	\$ 550,972	\$ 1,855,236
	90,654	117,607	529,253	0	529,378	1,820,553
	98,172	119,704	672,241	0	577,700	2,008,549
	91,906	122,502	656,054	0	549,707	1,974,070
	92,799	131,521	673,338	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
	83,951	165,978	901,012	715,053	900,114	3,616,227



City of Elberton, Georgia
Assessed and Estimated Actual Value of Taxable Property
Digest Years 2014 - 2023

Calendar Year of Digest	Real Property	Motor Vehicles	Mobile Homes	Public Utilities
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
2023	187,703,364	1,173,160	263,959	821,593

Source: Elbert County Tax Digest



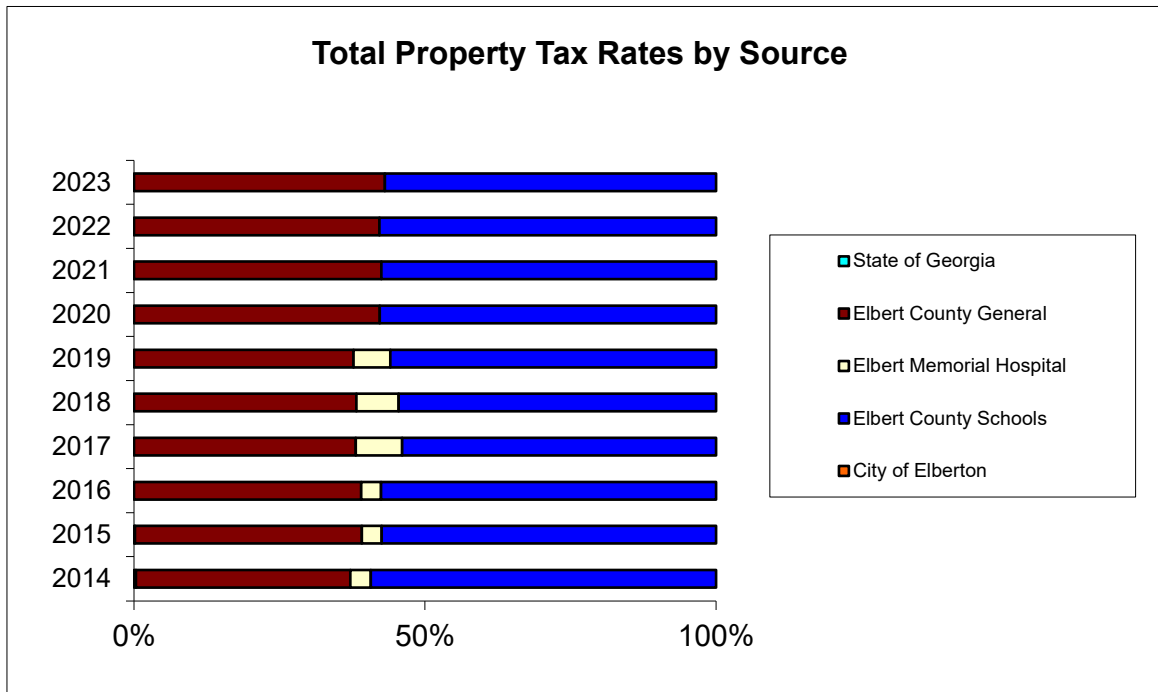
<u>Total Property</u>	<u>Less: Exemptions</u>	<u>Total Taxable Property</u>	<u>Total Estimated Actual Value</u>	<u>Total Direct Tax Rate</u>
\$ 121,409,764	\$ (6,261,621)	\$ 115,148,143	\$ 303,524,410	0.00
128,782,350	(7,982,703)	120,799,647	321,955,875	0.00
127,780,837	(10,886,992)	116,893,845	319,452,093	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
189,962,076	(22,777,956)	167,184,120	474,905,190	0.00

City of Elberton, Georgia
Property Tax Rates
(per \$1,000 of Assessed Value)
Digest Years 2014 - 2023

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			
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
2023	0.00	10.60	0.00	10.60	14.00	0.00	24.60

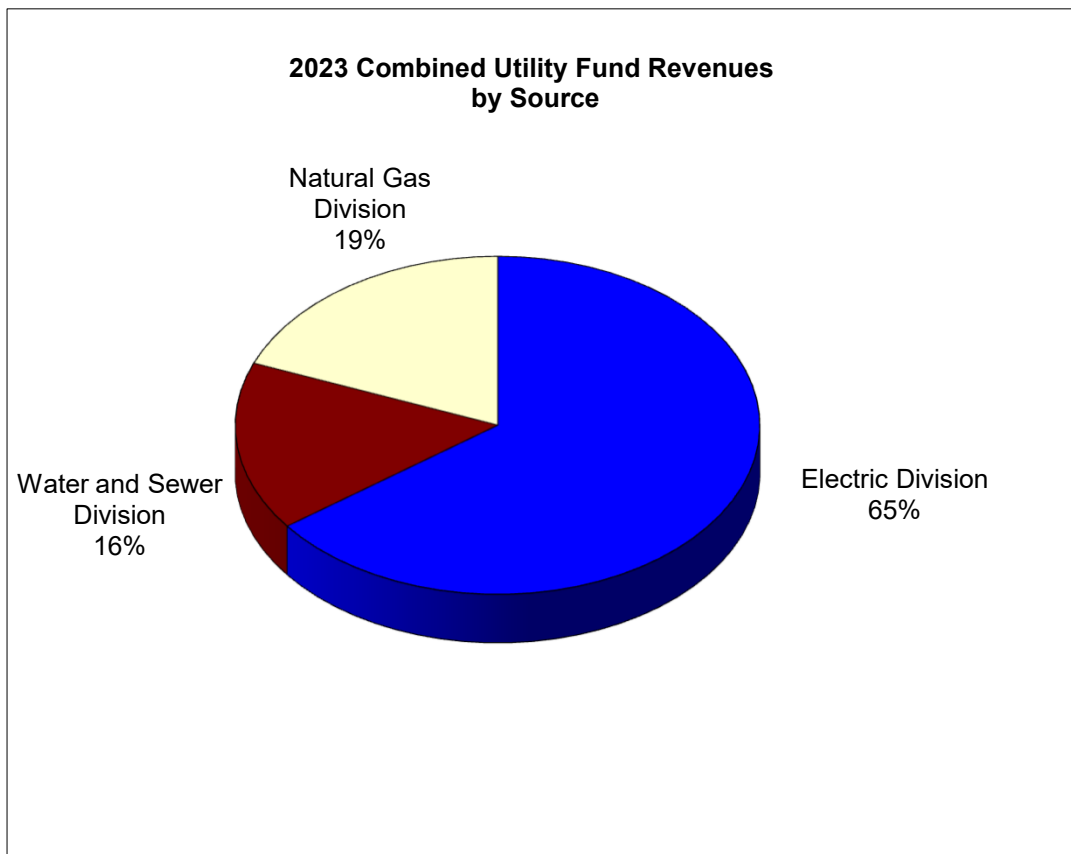
Source: Elbert County Tax Digest

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
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
2023	15,033,558	3,752,271	4,410,607	23,196,436



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⁾
	Leases	Water & Sewer Bonds	Direct Placement Bonds	Notes Payable	Capital Leases			
2014	\$ 509,192 ⁽³⁾	\$ 6,760,000	\$ -	\$ 507,499 ⁽⁴⁾	\$ 1,562,987 ⁽²⁾	\$ 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	1.14%	1,982
2022	44,290 ⁽⁹⁾	0	3,026,255	5,751,572	0	8,822,117	N/A	1,886
2023	32,310	0	2,639,229	5,578,504	0	8,250,043	N/A	1,723

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): Leases to finance the expansion of the broadband and cable television distribution system.

Note (3): 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): 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): Lease agreement for office equipment in the general fund.

City of Elberton, Georgia
Computation of Legal Debt Margin
June 30, 2023

Net assessed value	\$	167,184,120
Debt limit - 10% of total assessed value		16,718,412
Total General Obligation bonds outstanding		<u>0</u>
Legal debt margin	\$	<u>16,718,412</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	\$	<u>0</u>
Guaranteed Revenue Debt		<u>0</u>
Total General Obligation and Guaranteed Revenue Debt	\$	<u>0</u>

City of Elberton
Legal Debt Margin Information
Last Ten Fiscal Years

	FISCAL YEAR		
	2023	2022	2021
Debt Limit	\$ 16,718,412	\$ 13,340,933	\$ 13,668,695
Total Net Debt applicable to limit	<u>0</u>	<u>0</u>	<u>0</u>
Legal debt margin	<u>16,718,412</u>	<u>13,340,933</u>	<u>13,668,695</u>
Ratio of Legal Debt Margin to Debt Limit	100%	100%	100%

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
\$ 12,603,530	\$ 12,423,489	\$ 12,084,589	\$ 11,269,341	\$ 11,689,385	\$ 12,079,965	\$ 11,514,814
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>12,603,530</u>	<u>12,423,489</u>	<u>12,084,589</u>	<u>11,269,341</u>	<u>11,689,385</u>	<u>12,079,965</u>	<u>11,514,814</u>
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
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 1: 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.

Note 2: The 2011 Series Water & Sewer Revenue Bonds were paid off in fiscal year 2022.

Combined Public Utility System Fund

Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Coverage
\$ 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, 2023

<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>208,664</u>
Total direct and overlapping debt			<u><u>\$208,664</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, loans, certificates of participation, and leases as reported on their Governmental Activities Sheet.

City of Elberton, Georgia

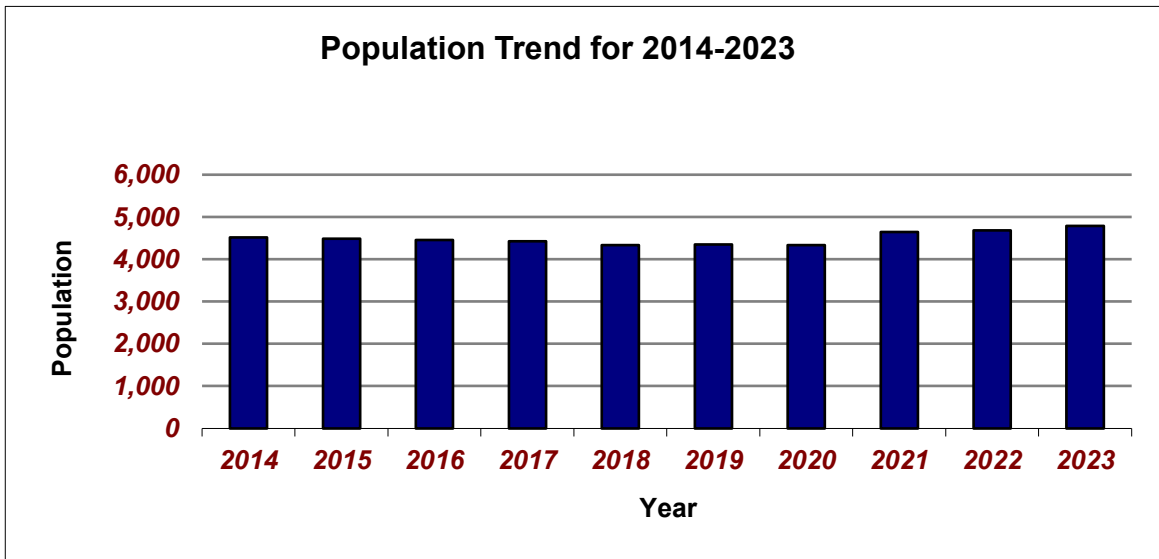
Demographic Statistics

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)
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%	39,904	41,104	804,785	2,583
2022	4,678	4.1%	N/A	N/A	N/A	2,654
2023	4,789	3.6%	N/A	N/A	N/A	3,098

- (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	2023			2014		
	Number of Employees	Rank	Percentage of Total for Principal Employers	Number of Employees	Rank	Percentage of Total for Principal Employers
Pilgrims	476	1	29.46%	541	1	35.64%
MollerTech South LLC	238	2	14.73%	109	4	7.18%
Star Granite Company	175	3	10.83%	171	2	11.26%
Bubba Foods	146	5	9.03%	126	3	8.30%
Eagle Granite Company	122	6	7.55%	106	6	6.98%
Everlasting Granite	108	7	6.68%	87	10	5.73%
Elbert Memorial Hospital	105	4	6.50%	106	5	6.98%
Pinnacle Bank	95	9	5.88%	87	9	5.73%
Whitlow Electric	77	10	4.76%	88	8	5.80%
Keystone Memorials	74	8	4.58%	97	7	6.39%
Total for Principal Employers	1,616		100%	1,518		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			
	2023	2022	2021	2020
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	13
Culture and Recreation	1	1	1	1
Housing and Development	1	1	1	2
Combined Public Utilities	38	38	42	42
ElbertonNET Technology Services	11	11	6	6
Solid Waste	12	12	12	12
Total primary government	<u>120</u>	<u>120</u>	<u>119</u>	<u>120</u>
Component unit				
Downtown Development Authority	<u>7</u>	<u>8</u>	<u>5</u>	<u>5</u>
Total employees	<u><u>127</u></u>	<u><u>128</u></u>	<u><u>124</u></u>	<u><u>125</u></u>

Source: City of Elberton Annual Budget

Full-time Equivalent Employees as of June 30					
2019	2018	2017	2016	2015	2014
4	4	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
12	11	10	10	11	11
1	1	1	1	1	1
2	2	2	2	2	2
41	42	41	41	40	40
6	6	6	6	6	5
12	12	12	12	12	12
<u>118</u>	<u>118</u>	<u>117</u>	<u>117</u>	<u>117</u>	<u>116</u>
<u>4</u>	<u>5</u>	<u>7</u>	<u>1</u>	<u>1</u>	<u>1</u>
<u>122</u>	<u>123</u>	<u>124</u>	<u>118</u>	<u>118</u>	<u>117</u>

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

Function	FISCAL YEAR		
	2023	2022	2021
Police			
Number of Citations	3,666	4,152	1,429
Number of Calls for Service	11,798	13,250	10,199
Fire			
Number of Calls Answered	671	736	566
Number of Inspections Conducted	121	446	199
Electrical Service:			
Number of customers	4,524	4,539	4,474
Kilowatt hours sold	124,675,947	126,406,298	124,149,978
Water & Sewer Service:			
Number of water customers	3,630	3,612	3,603
Gallons of water sold	611,582,809	550,649,961	531,150,791
Natural Gas Service:			
Number of customers	3,933	3,947	3,916
Cubic feet sold	337,832,958	332,809,180	364,487,253

Source: Various City Departments

FISCAL YEAR						
2020	2019	2018	2017	2016	2015	2014
2,572	3,066	2,072	1,551	1,046	1,398	1,599
11,775	12,200	9,931	8,838	8,302	7,774	6,323
513	491	279	244	255	244	263
265	354	351	390	390	514	418
4,442	4,460	4,426	4,385	4,400	4,384	4,372
132,883,906	136,677,976	132,103,616	131,665,366	129,984,996	135,569,236	142,837,883
3,553	3,520	3,498	3,472	3,468	3,458	3,444
610,114,361	479,946,757	452,177,803	468,472,317	453,497,843	439,992,472	418,102,962
3,883	3,913	3,909	3,907	3,938	3,931	3,928
346,458,245	391,744,743	354,843,047	318,836,967	354,308,102	395,448,001	439,296,494

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

Function	FISCAL YEAR		
	2023	2022	2021
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	222	221	219
Broadband System			
Miles of fiber optic cable	280	185	181
Miles of coaxial cable	265	258	251
Number of active nodes	59	44	43

Source: Various City Departments.

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

Note 2: 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						
2020 ⁽²⁾	2019	2018	2017	2016	2015	2014
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	4	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	164
128	126	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
212	201	196	195	195	195	195
98	145	145	145	145	145	145
245	188	188	188	188	188	186
33	33	33	33	33	33	31

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

Fiscal Year	Number of Permits	Estimated Construction Costs
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
2023	172	9,230,107

Source: City of Elberton Building Inspection Office

City of Elberton, Georgia
Miscellaneous Statistics
June 30, 2023

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	56
Number of students	812
Middle schools (6 - 8)	1
Number of teachers	50
Number of students	663
High schools (9 - 12)	1
Number of teachers	56
Number of students	956
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	127
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 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, 2023, 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 7, 2023.

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 over financial reporting 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. 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 are required to be reported under *Government Auditing Standards*.

Purpose of this Report

This report is intended solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 7, 2023

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, 2023

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	95,549	0	95,549
Stormwater Improvements	150,000	150,000	625,845	30,136	655,981
Recreation Facilities and Equipment	120,000	120,000	18,802	33,069	51,871
Elbert Theatre Equipment	100,000	100,000	59,056	0	59,056
Downtown Elberton Revitalization	200,000	200,000	553,488	240,289	793,777
Fire Buildings and Equipment	100,000	100,000	183,242	88,206	271,448
Street Lighting Improvements	150,000	150,000	38,478	82,930	121,408
Public Works Facility Improvements	100,000	100,000	0	0	0
Police Vehicles and Equipment	350,000	350,000	716,171	212,273	928,444
Water Vehicles and Equipment	75,200	75,200	0	169,949	169,949
Public Works Vehicles and Equipment	250,000	250,000	261,911	109,193	371,104
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	\$ 3,123,995	\$ 966,045	\$ 4,090,040

* 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.

CITY OF ELBERTON, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH
TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended June 30, 2023

<u>Project</u>	<u>Estimated Cost *</u>		<u>Expenditures</u>		
	<u>Original</u>	<u>Current</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</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>\$ 1,270,894</u>	<u>\$ 17,595</u>	<u>\$ 1,288,489</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.