

THE CITY OF
Austell
G E O R G I A

City of Austell,



Georgia

Annual Comprehensive Financial Report
For the
Fiscal Year Ended
June 30, 2023

Prepared by

Department of Finance
2716 Broad Street, SW
Austell, Georgia 30106

CITY OF AUSTELL, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED
JUNE 30, 2023

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INTRODUCTORY SECTION

(Unaudited)

THE CITY OF
Austell
G E O R G I A

2716 BROAD STREET, SW • AUSTELL, GEORGIA 30106-3206 • (770) 944-4300 • FAX (770) 944-2282

March 12, 2024

To the Honorable Mayor and City Council
of the City of Austell, Georgia

State law requires that every general purpose local government publish, within six months or one year with approved extension of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2023.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

James L. Whitaker, P.C., has issued an unmodified (“clean”) opinion on the City of Austell’s financial statements for the year ended June 30, 2023.

Profile of the government

The City of Austell, incorporated in 1885, is located in the central part of the state, near metro Atlanta. It currently occupies 7.0 square miles and serves a population of 7,896. The City of Austell is empowered to levy a property tax on real property located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City of Austell is governed by a mayor-council form of government. Policy-making and legislative authority are vested in the governing council (Council) consisting of the mayor and six other members, three of who are elected at large.

Council members serve four-year terms, with three elected every two years. The mayor is elected for a four-year term. The Mayor, with Council approval, appoints the City of Austell's six department heads.

The City of Austell provides a full range of services, including police and fire protection; leaf removal; traffic control; building inspections; licenses and permits; the construction and maintenance of highways, streets, and other infrastructure; and recreational and cultural activities. Water and sewer services are also provided by the City, as well as stormwater; recycling and refuse collection. The City has a third-party provider to pick up all recycling and refuse for its customers.

This report includes all funds of the City, as well as a component unit, Austell Gas System. This component unit is reported in a separate column in the financial statements to emphasize they are a legally separate entity and to differentiate their financial position from the City's.

The annual budget serves as the foundation for the City of Austell's financial planning and control. All departments are required to submit requests for appropriation to the Finance Director. The Finance Director uses these requests as the starting point for developing an annual proposed budget. This budget is then presented to the City Council for review. The City Council must hold public hearings on the proposed annual budget and adopt a final budget no later than June 30, the close of the City of Austell's fiscal year. The appropriated budget is prepared by fund and department on an annual basis. Transfers of appropriations between departments and the appropriation of additional funds, however, require the approval of the City Council. Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For other governmental funds, this comparison is presented in the Individual Fund Statements subsection of this report.

Local Economy

The City of Austell is a growing community that sits in a prime location near the metro Atlanta area and consists of a collaboration of small business owners with one large manufacturing facility.

The City is currently revitalizing its downtown area with new restaurants and retail stores. The City is continuing to host and sponsor festivals and community activities.

Another sign for our local economic health can be seen in our City Tax Digest. We have had growth in our assessed property values for the ninth year in a row. The City's property tax rate is roughly one-third of the surrounding areas at 3.250 mills. This has made Austell an attractive place for businesses and investors to annex over the past few years.

Major Initiatives

Downtown revitalization – The City continues investment in building up the downtown area with improvements to its infrastructure. The City is playing a leading role in working alongside its business owners to help prioritize planned objectives through an LCI grant awarded in 2020. With the completion of this study, the City has the beginning of a strategic plan for future development.

New residential development – The City has laid the groundwork for new development and annexations by keeping property taxes manageable while playing a proactive role in advertising the benefits of living in the City of Austell.

Long-Term Financial Planning and Capital Equipment

The City continues to look toward the future to accommodate the maintenance and expansion of its infrastructure, as well as upgrading technical services to provide more effective public safety services. The City continues to use SPLOST funds to improve its parks and public works infrastructure as well as enhance public safety technology and equipment.

Other Information

Management Discussion and Analysis

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the report of the independent auditor.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a “Certificate of Achievement for Excellence in Financial Reporting” to the City of Austell for its comprehensive financial report for the fiscal year ended June 30, 2022. This represents the twenty-fifth year the City has received this prestigious award. To be awarded a Certificate of Achievement in Financial Reporting from the Government Finance Officers Association (GFOA), a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose

contents conform to program standards. Such reports must satisfy Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. I believe our current comprehensive financial report continues to meet the Certificate of Achievement Program requirements, and I am submitting it to GFOA to determine its eligibility for another certificate.

The active involvement and professional support of James L. Whitaker, P.C. has been instrumental in the prompt completion of the associated audit of this report. The cooperation of various elected officials and appointed management has been invaluable.

We would like to express our appreciation to all members of the City who assisted and contributed to the preparation of this report. Due credit should also be given to the Mayor and Council for their interest and support in planning and conducting the operations of the government responsibly and progressively.

Respectfully submitted,



Denise Lowe
Finance Director





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Austell
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

THE CITY OF
Austell
G E O R G I A

City of Austell, Georgia

Principal Officials

MAYOR

Ollie B. Clemons, Jr.

CITY COUNCIL

Marlin Lamar
Ward 1

Meredith Adams
Ward 3

Devon Myrick
Ward 2

Sandra Leverette
Ward 4

Melanie Elders
At-Large, Post 1

Valerie Anderson
At-Large, Post 2

DEPARTMENT DIRECTORS

Elizabeth Young
General Administration
Court Clerk

Denise Lowe
Finance Director

Tommy "Bo" Garrison
Public Works Director

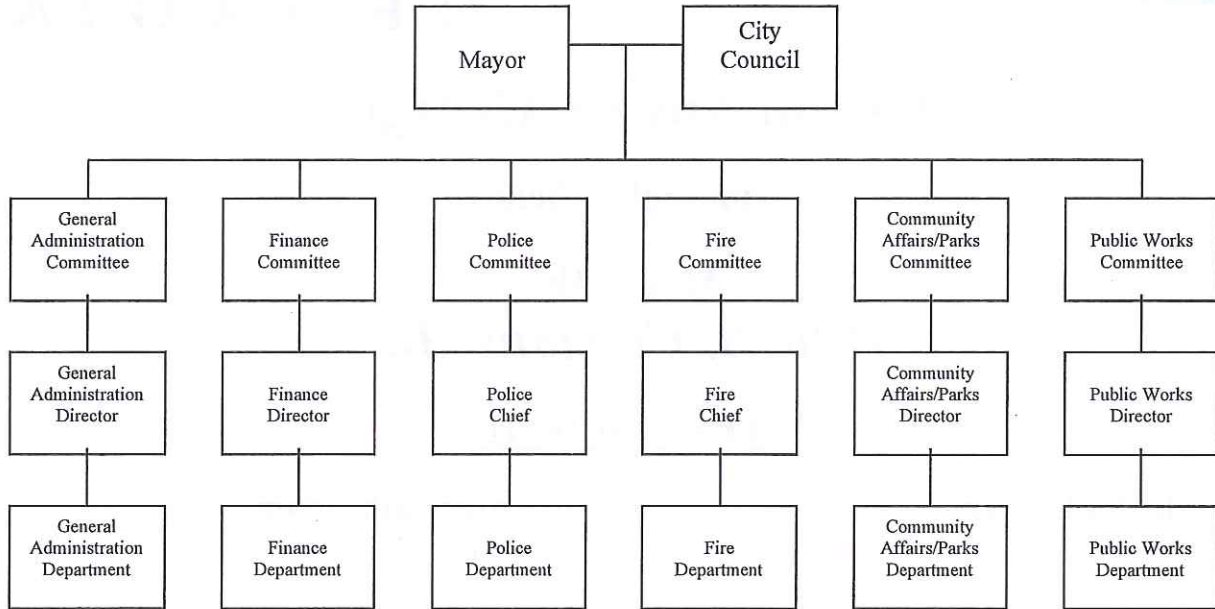
Darrell Weaver
*Community Development/
Parks Director*

Scott Hamilton
Police Chief

Brandon Merritt
Fire Chief

CITY OF AUSTELL, GEORGIA

Organizational Structure



FINANCIAL SECTION

JAMES L. WHITAKER, P.C.

Certified Public Accountant
2295 Henry Clower Blvd., Suite 205
Snellville, Georgia 30078
Telephone: 678-205-4438
Fax: 678-205-4449

Member of
The American Institute of
Certified Public Accountants

Member of
Georgia Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members of City Council
City of Austell, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Austell, 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 Austell, Georgia'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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Austell, Georgia, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and ARPA Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Austell Natural Gas System, which represents 100% of the assets and deferred outflows of resources, liabilities and deferred inflows of resources, net position, revenues and expenses of the aggregate discretely presented component unit as of June 30, 2023, and the respective changes in financial position for the year then ended. These statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Austell Natural Gas System, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Austell, Georgia and to meet our other 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 opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting 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 Austell, Georgia's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Austell, 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 Austell, 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 Schedule of Changes in the Pension Liability and Related Ratios information on pages 4-12 and 52-54 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Austell, Georgia's basic financial statements. The accompanying combining and individual fund financial statements, budgetary schedules, schedules of projects financed with special purpose option sales tax proceeds, and the schedule of expenditures of federal awards, as required by Title 2 U.S. code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (collectively, "the supplementary information") are presented for purposes of additional analysis and are not a required part of the basic 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 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual 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 March 12, 2024, on our consideration of the City of Austell, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Austell, Georgia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Austell, Georgia's internal control over financial reporting and compliance.

Snellville, Georgia
March 12, 2024



City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Management's discussion and analysis provide an objective and easily readable analysis of the City of Austell, Georgia's (the City) financial activities based on currently known facts, decisions, or conditions. The analysis provides current fiscal year summary financial information for the City of Austell, Georgia, and should be read in conjunction with the City's financial statements and transmittal letter.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$34,955,742 (net position). Of this amount, \$6,507,415 (unrestricted net position) may be used to meet the City's ongoing obligations to its citizens and creditors.
- The City had an increase in net positions of \$2,720,899 compared to an increase of \$1,966,527 in the prior fiscal year. There were increases in most taxes and franchise fees, however the most impactful increase was the Austell Gas System ownership fee revenue.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$17,871,175. This represents an increase from the prior fiscal year of approximately \$1,210,460 due primarily to the increase in franchise fee revenues and SPLOST.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$9,849,942 or 80% of total current fiscal year General Fund expenditures. In the prior year, the unassigned fund balance was \$7,923,782 or 83% of General Fund expenditures.

Overview of the Financial Statements

The City's basic financial statements include three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to 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 and fund financial statements provide different pictures of the City of Austell, Georgia. The government-wide financial statements provide an overall picture of the government's financial standing, split between governmental activities and proprietary fund activities.

The *Statement of Net Position* presents information on all the City's assets and deferred outflows and liabilities and deferred inflows, with the difference between the two reported as net 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.

The *Statement of Activities* reports how the City's net position changed during the current fiscal year. All current fiscal year revenues and expenses are included regardless of when the cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

In the Statement of Net Position and the Statement of Activities, the City is divided into three kinds of activities:

- Governmental activities – Most of the City's basic services are reported here, including the police, fire, community development, and general administration. Many of these activities are financed by property taxes, occupational taxes, intergovernmental revenue (SPLOST), fines & forfeitures, franchise taxes, and ownership fees.
- Business-type activities – The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water and sewer system, stormwater system, solid waste, and the Threadmill Complex are reported here.

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

- Component units - The City has one legally separate entity, Austell Natural Gas System. Although legally separate, this "component unit" is important because the City is financially accountable for it.

The government-wide financial statements are presented on pages 13-15 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The City of Austell has two kinds of funds:

- **Governmental funds** – The majority of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at fiscal year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted into cash. Governmental fund information assists in determining whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are detailed in a reconciliation following the fund financial statements.

The basic governmental fund financials are presented on pages 16-21 of this report.

The City maintains one (1) General Fund, five (5) special revenue funds and seven (7) capital projects funds. The City's General Fund is used for normal recurring activities of the City (i.e., police, fire, recreation, public works, and general government). The City's special revenue funds are: ARPA, Confiscated Assets, Emergency Telephone System, and Hotel/Motel Tax funds. The capital projects funds are: 2005 Cobb County SPLOST, 2011 Cobb County SPLOST, 2016 Cobb County SPLOST, 2022 Cobb County SPLOST, Austell Area Community Improvement Council (AACIC), 2017 Douglas County SPLOST and 2023 Douglas County SPLOST. Of these funds, the General Fund, ARPA Fund, 2011 Cobb County SPLOST Fund, 2016 Cobb County SPLOST, 2022 Cobb County SPLOST and the AACIC Fund are considered major funds and are presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances. Data from the remaining governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

- **Proprietary Funds** – The City of Austell, Georgia charges customers for the services it provides, whether to outside customers or to other units within the City. These services are generally 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. In fact, the City's enterprise funds (a component of proprietary funds) are identical to the business-type activities that are reported in the government-wide statements, but provide more detail and additional information, such as cash flows, for proprietary funds. These are reported in the fund financial statements and generally report services for which the City charges a fee. The City of Austell reports four proprietary funds which are classified as enterprise funds. The enterprise funds are Water and Sewer, Stormwater, Solid Waste, and the Threadmill Complex funds. Of these funds, the Water and Sewer Fund, Stormwater and Threadmill Complex Fund are considered major funds.

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

The basic enterprise fund financial statements are presented on pages 22-25 of this report.

Notes to the Basic Financial Statements

The financial statements include notes that explain some of the information in the financial statements and provide more detailed information. The notes are essential for a better understanding of the government-wide and fund financial statements.

The notes are presented on pages 26-51 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning an analysis of pension plan funding progress. Required supplemental information can be found following the basic financial statements. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information, along with other individual fund budgetary information.

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, assets and deferred outflows exceeded liabilities and deferred inflows by \$34,955,742 at the close of the most recent fiscal year.

A portion of the City's net position (60%) reflects its investment in capital assets such as land, buildings, infrastructure, machinery and equipment, less any related debt used to acquire those assets that is 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 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.

The City has restricted net position of \$7,305,780 which is restricted for capital construction, law enforcement activities, tourism and development, and community enhancements as compared to \$8,188,639 of restricted net position of the prior fiscal year. The remaining balance of unrestricted net position \$6,507,415 may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City can report positive balances in all three categories of net position, governmental activities, business-type activities, and the City's discretely presented component unit.

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Net Position

As noted earlier, the City's combined net position totals \$34,955,742 (excluding the City's component unit).

The following table provides a summary of the City's governmental and business-type activities' net position for the fiscal years ended 2023 and 2022:

Condensed Statement of Net Position
June 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets						
Current assets	\$ 20,071,489	\$ 18,120,405	\$ 476,364	\$ 889,197	\$ 20,547,853	\$ 19,009,602
Capital assets	12,664,703	11,749,031	10,545,280	7,229,690	23,209,983	18,978,721
Other noncurrent assets	-	-	-	-	-	-
Total Assets	<u>32,736,192</u>	<u>29,869,436</u>	<u>11,021,644</u>	<u>8,118,887</u>	<u>43,757,836</u>	<u>37,988,323</u>
Deferred Outflows						
Deferred pension outflows	3,343,170	1,090,868	765,553	274,425	4,108,723	1,365,293
Total Assets and Deferred Outflows	<u>36,079,362</u>	<u>30,960,304</u>	<u>11,787,197</u>	<u>8,393,312</u>	<u>47,866,559</u>	<u>39,353,616</u>
Liabilities						
Current liabilities	2,378,532	1,328,434	823,401	729,493	3,201,933	2,057,927
Long-term liabilities	7,262,659	1,893,744	1,979,611	956,208	9,242,270	2,849,952
Total Liabilities	<u>9,641,191</u>	<u>3,222,178</u>	<u>2,803,012</u>	<u>1,685,701</u>	<u>12,444,203</u>	<u>4,907,879</u>
Deferred Inflows						
Deferred Inflows	158,374	1,502,042	308,240	708,852	466,614	2,210,894
Total Liabilities and Deferred Inflows	<u>9,799,565</u>	<u>4,724,220</u>	<u>3,111,252</u>	<u>2,394,553</u>	<u>12,910,817</u>	<u>7,118,773</u>
Net Position:						
Net investment in capital assets	11,123,395	11,749,031	10,019,152	6,689,959	21,142,547	18,438,990
Restricted	7,305,780	8,188,639	-	-	7,305,780	8,188,639
Unrestricted	7,850,622	6,298,414	(1,343,207)	(691,200)	6,507,415	5,607,214
Total Net Position	<u>\$ 26,279,797</u>	<u>\$ 26,236,084</u>	<u>\$ 8,675,945</u>	<u>\$ 5,998,759</u>	<u>\$ 34,955,742</u>	<u>\$ 32,234,843</u>

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Changes in Net Position

Governmental and business-type activities increased the City's net position by \$2,720,899. The following table provides a summary of the City's changes in net position:

Condensed Changes in Net Position
June 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2021
Revenues						
Program revenues:						
Charges for services	\$ 940,217	\$ 740,108	\$ 6,720,642	\$ 6,345,378	\$ 7,660,859	\$ 7,085,486
Operating grants and contributions	214,866	704,086	-	-	214,866	704,086
Capital grants and contributions	3,975,907	2,044,845	142,273	112,100	4,118,180	2,156,945
General revenues:						
Property taxes	1,448,756	1,259,070	-	-	1,448,756	1,259,070
Other taxes/ownership fees	10,032,986	9,525,550	-	-	10,032,986	9,525,550
Penalties & Interest	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Unrestricted investment earnings	351,025	21,601	-	-	351,025	21,601
Gain on sale of capital asset	839,053	78,062	10,482	-	849,535	78,062
Miscellaneous	5,322	3,700	-	-	5,322	3,700
Total Revenues	17,808,132	14,377,022	6,873,397	6,457,478	24,681,529	20,834,500
Expenses						
General government	1,741,132	1,780,234	-	-	1,741,132	1,780,234
Public Safety and Courts	8,671,870	6,727,613	-	-	8,671,870	6,727,613
Public works	1,603,016	1,362,302	-	-	1,603,016	1,362,302
Culture and recreation	1,235,401	1,141,685	-	-	1,235,401	1,141,685
Housing and development	593,650	536,187	-	-	593,650	536,187
Tourism and economic development	17,397	8,848	-	-	17,397	8,848
Interest on long-term debt	11,068	-	-	-	11,068	-
Threadmill Complex	-	-	1,693,847	1,244,359	1,693,847	1,244,359
Water and sewer	-	-	5,280,457	5,267,653	5,280,457	5,267,653
Stormwater	-	-	367,200	323,832	367,200	323,832
Solid waste	-	-	745,592	475,260	745,592	475,260
Total Expenses	13,873,534	11,556,869	8,087,096	7,311,104	21,960,630	18,867,973
Change in net position before transfers	3,934,598	2,820,153	(1,213,699)	(853,626)	2,720,899	1,966,527
Transfers	(3,890,885)	(56,545)	3,890,885	56,545	-	-
Change in Net Position	43,713	2,763,608	2,677,186	(797,081)	2,720,899	1,966,527
Net Position, beginning of fiscal year, adjusted	26,236,084	23,472,476	5,998,759	6,795,840	32,234,843	30,268,316
Net Position, end of fiscal year	\$ 26,279,797	\$ 26,236,084	\$ 8,675,945	\$ 5,998,759	\$ 34,955,742	\$ 32,234,843

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Governmental Activities

Governmental activities increased the City's net position by \$43,713. This can be attributed to increased revenue from franchise fees and property taxes and the completion of the pump station removal.

Program Revenues for Governmental Activities decreased by 47% compared to 2022.

Governmental Activities
Program Revenues and Expenses
For the Fiscal Years Ended June 30, 2023 and June 30, 2022

	2023	2023	2022	2022
	Revenues	Expenses	Revenues	Expenses
General government	\$ 154,866	\$ 1,741,132	\$ 564,022	\$ 1,780,234
Public safety & courts	1,097,611	8,671,870	1,054,785	6,727,613
Public works	2,963,784	1,603,016	1,022,273	1,362,302
Culture and recreation	566,251	1,235,401	651,416	1,141,685
Housing and development	348,478	593,650	196,543	536,187
Tourism and economic development	-	17,397	-	8,848
Interest on long-term debt	-	11,068	-	-
Totals	<u>\$ 5,130,990</u>	<u>\$ 13,873,534</u>	<u>\$ 3,489,039</u>	<u>\$ 11,556,869</u>

Governmental Activities
Revenues by Source
For the Fiscal Years Ended June 30, 2023 and June 30, 2022

	2023		2022	
Charges for Service	940,217	5%	740,108	5%
Operating grants and contributions	214,866	1%	704,086	5%
Capital grants and contributions	3,975,907	22%	2,044,845	14%
Property taxes	1,448,756	8%	1,259,070	9%
Other taxes and ownership fees	10,032,986	57%	9,525,550	66%
Unrestricted investment earnings	351,025	2%	21,601	0%
Gain on sale of capital asset	839,053	5%	78,062	1%
Miscellaneous	5,322	0%	3,700	0%
Totals	<u>\$17,808,132</u>	<u>100%</u>	<u>\$14,377,022</u>	<u>100%</u>

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Business-Type Activities

Major revenue sources for the proprietary funds were charges for services of \$6,720,642. This is a 6% increase from the previous fiscal year. Expenses for the proprietary funds were \$8,087,096 which is an 11% increase from the previous fiscal year. This increase is mostly the result of water usage and personnel expenses.

Business-type Activities
Program Revenues and Expenses
For the Fiscal Years Ended June 30, 2023 and June 30, 2022

	2023	2023	2022	2022
	Revenues	Expenses	Revenues	Expenses
Threadmill Complex	\$ 524,603	\$ 1,693,847	\$ 549,062	\$ 1,244,359
Water and Sewer	5,250,696	5,280,457	5,037,381	5,267,653
Stormwater	402,638	367,200	390,097	323,832
Solid Waste	684,978	745,592	480,938	475,260
Totals	\$ 6,862,915	\$ 8,087,096	\$ 6,457,478	\$ 7,311,104

Business-type Activities
Revenues by Source
For the Fiscal Years Ended June 30, 2023 and June 30, 2022

	2023		2022	
Charges for Service	\$6,720,642	98%	\$6,345,378	98%
Capital grants and contributions	142,273	2%	112,100	2%
Totals	\$6,862,915	100%	\$6,457,478	100%

Financial Analysis of the City's Individual Funds

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

As of June 30, 2023, the City's governmental funds reported a combined ending fund balance of approximately \$17.8 million. Of this total, approximately \$9.6 million or 54% constitutes unassigned fund balance, which is available for spending in the next fiscal year. The remainder of fund balance is either nonspendable, restricted, committed, or assigned as to indicate that it is not available for new spending because it has already been committed for a variety of restricted purposes.

The General Fund is the primary operating fund of the City. For the fiscal year ended June 30, 2023, unassigned fund balance of this fund was approximately \$9.8 million, while total fund balance was approximately \$10.8 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

represents 80% of total General Fund expenditures, while total fund balance represents 88% of that same amount.

The fund balance of the General Fund increased by \$1,823,712 during the fiscal year. Gas System ownership fees explain much of the increase.

The fund balance of the ARPA Fund had no change for 2023. Final qualifying expenses from ARPA funds were completely expended during 2023.

The fund balance of the 2011 Cobb County SPLOST Fund decreased (\$199,191) during the fiscal year. This represents funds spent on capital items in the public works department. This fund no longer receives revenue since this tax has expired. Fund balance will continue to decrease until all funds are spent.

The fund balance of the 2016 Cobb County SPLOST Fund decreased by (\$1,749,514) during the fiscal year. This represents funds spent on capital items in the public works department. This fund no longer receives revenue since this tax has expired. Fund balance will continue to decrease until all funds are spent.

The fund balance of the 2022 Cobb County SPLOST Fund increased by \$1,665,686 during the fiscal year. The key factors include revenue collected for the year and public works projects due to be completed.

The fund balance of the AACIC fund increased \$62,720 due to the market's effect on investment interest.

Enterprise Funds

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

Net position for the Water and Sewer fund increased by \$2,193,037 due to capital contributed to complete the sewer pump station removal. The Threadmill, Stormwater, and Solid Waste Funds change in net position was a combined net increase of \$484,149, resulting in total net asset increase of \$2,677,186 largely due to capital contributions upon the completion of the Threadmill roof replacement, pump station removal, and water infrastructure projects.

Budgetary Highlights

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the department level. The most significant budgeted fund is the General Fund. The City Council amended the General Fund budget at various times throughout the fiscal year.

The most significant differences between estimated revenues and actual revenues were in interest income \$205,962 and Franchise taxes \$1,035,570. This increase is primarily due to increases in ownership fees from Austell Gas System due to market rate increases for natural gas. These increases combined with property tax increases mitigated a (\$404,711) shortfall in Fines and Forfeitures.

Franchise and Other Taxes are expected to continue to increase over the next few years. Fines and forfeitures may increase over the next year as additional personnel are added.

Capital Assets

The City's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities for the current fiscal year ended June 30, 2023, was \$12,664,703 and \$10,545,280 respectively. This investment in capital assets includes land, buildings, improvements, machinery and equipment,

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

infrastructure, and construction in progress. The major additions and deletions to capital for the fiscal year were:

- Added new vehicles and equipment for public safety.
- Added new infrastructure, equipment purchases and completion of large roof replacement projects with SPLOST funds.

At June 30, 2023, the depreciable capital assets for governmental activities were 55% depreciated. The business-type activities are 59% depreciated.

Additional information on the City's capital assets can be found in Note 5 of the Basic Financial Statements of this report.

Long-Term Debt

During the current fiscal year, the City retired \$124,275 of outstanding lease obligations. At the end of the current fiscal year, the City of Austell had total debt outstanding of \$9,242,270 in which the majority of the debt included \$7,063,310 in pension liability due to changes in the retirement plan.

Additional information on the City's long-term debt can be found in Notes 7 (page 40), and 9 (page 44) the Basic Financial Statements section of this report.

Economic Conditions Affecting the City

Key assumptions for fiscal year 2023 are summarized as follows:

- ARPA funds have been completely spent.
- 2022 SPLOST continues to allow the City to improve transportation, enhance parks, and purchase needed public safety equipment.
- In 2023, the City completed two large projects enhancing the Threadmill Building and Water/Sewer infrastructure. The City continues to progress in repairing and replacing old water infrastructure.

Request for Information

This financial report is designed to provide a general overview of the City's finances, compliance with finance-related laws, and regulations, and demonstrate the City's commitment to public accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Denise Lowe, Finance Director, City of Austell, 2716 Broad Street, SW, Austell, Georgia 30106.

A complete set of financial statements for the City's component unit, Austell Natural Gas System, may be obtained at the entity's administrative offices at 2838 Joe Jerkins Blvd; P.O. Box 685, Austell, Georgia 30106.

CITY OF AUSTELL, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Austell Natural Gas System
<u>Assets and Deferred Outflows</u>				
Assets				
Cash and cash equivalents	\$ 1,396,210	\$ -	\$ 1,396,210	\$ 52,550,439
Investments	1,774,305	-	1,774,305	-
Receivables (net of allowance for uncollectibles)				
Taxes	200,277	-	200,277	-
Accounts	105,790	1,138,759	1,244,549	3,653,186
Other	50,000	-	50,000	-
Due from component unit	7,002,750	-	7,002,750	-
Due from other governments	325,479	-	325,479	-
Internal balances	682,100	(682,100)	-	-
Inventory	-	13,547	13,547	5,337,308
Prepaid items	21,683	6,158	27,841	452,383
Restricted assets -				
Cash	3,812,047	-	3,812,047	-
Investments	4,700,848	-	4,700,848	-
Non-depreciable assets	2,270,040	3,234,963	5,505,003	524,144
Depreciable assets, net	<u>10,394,663</u>	<u>7,310,317</u>	<u>17,704,980</u>	<u>20,869,977</u>
Total assets	32,736,192	11,021,644	43,757,836	83,387,437
Deferred Outflows				
Deferred pension outflows	3,343,170	765,553	4,108,723	4,553,181
Deferred OPEB outflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,127</u>
Total Assets and Deferred Outflows	<u>36,079,362</u>	<u>11,787,197</u>	<u>47,866,559</u>	<u>88,038,745</u>

See accompanying notes to the basic financial statements.

CITY OF AUSTELL, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Austell Natural Gas System
<u>Liabilities and Deferred Inflows</u>				
Liabilities				
Accounts payable	\$ 1,544,090	\$ 462,062	\$ 2,006,152	\$ 3,522,030
Accrued liabilities				
Salaries and wages	222,957	32,830	255,787	-
Customer Deposits	1,900	267,790	269,690	1,732,214
Interest	7,509	-	7,509	-
Other	-	-	-	317,426
Due to primary government	-	-	-	7,253,404
Unearned revenue	189,604	28,376	217,980	1,000,770
Compensated absences - current portion	50,000	16,526	66,526	410,688
Debt - current portion	362,472	15,817	378,289	54,383
Noncurrent liabilities -				
Debt due in more than one year	1,619,073	559,887	2,178,960	33,960
Net pension liability	5,643,586	1,419,724	7,063,310	6,440,578
Total OPEB liability	-	-	-	472,449
Total liabilities	9,641,191	2,803,012	12,444,203	21,237,902
Deferred Inflows				
Deferred pension inflows	71,176	17,905	89,081	1,361,276
Deferred lease inflows	87,198	290,335	377,533	-
Deferred OPEB inflows	-	-	-	437,332
Total Liabilities and Deferred Inflows	9,799,565	3,111,252	12,910,817	23,036,510
Net Position				
Net investment in capital assets	11,123,395	10,019,152	21,142,547	21,305,778
Restricted for:				
Capital projects	2,068,431	-	2,068,431	-
Law enforcement activities	14,454	-	14,454	-
Tourism and economic development	-	-	-	-
Community enhancements	5,222,895	-	5,222,895	-
Unrestricted	7,850,622	(1,343,207)	6,507,415	43,696,457
Total net position	\$ 26,279,797	\$ 8,675,945	\$ 34,955,742	\$ 65,002,235

See accompanying notes to the basic financial statements.

**CITY OF AUSTELL, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 1,741,132	\$ -	\$ 154,866	\$ -
Public safety and courts	8,671,870	533,886	-	563,725
Public works	1,603,016	3,800	-	2,959,984
Culture and recreation	1,235,401	54,053	60,000	452,198
Housing and development	593,650	348,478	-	-
Tourism and economic development	17,397	-	-	-
Interest on long-term debt	11,068	-	-	-
Total governmental activities	13,873,534	940,217	214,866	3,975,907
Business-type activities:				
Threadmill	1,693,847	524,603	-	-
Water and sewer	5,280,457	5,108,423	-	142,273
Stormwater	367,200	402,638	-	-
Solid waste	745,592	684,978	-	-
Total business-type activities	8,087,096	6,720,642	-	142,273
Total primary government	\$ 21,960,630	\$ 7,660,859	\$ 214,866	\$ 4,118,180
Component unit:				
Austell Natural Gas System	\$ 76,457,407	\$ 75,476,989	\$ -	\$ -

General revenues:

Taxes:

Property
Franchise
Occupational
Insurance Premium
Sales and excise
Other

Unrestricted investment earnings

Gain on sale of capital assets

Miscellaneous

Total general revenues

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year

Net position - end of year

See accompanying notes to the basic financial statements.

Changes in Net Position

Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Austell Natural Gas System
\$ (1,586,266)	\$ -	\$ (1,586,266)	\$ -
(7,574,259)	-	(7,574,259)	-
1,360,768	-	1,360,768	-
(669,150)	-	(669,150)	-
(245,172)	-	(245,172)	-
(17,397)	-	(17,397)	-
(11,068)	-	(11,068)	-
<u>(8,742,544)</u>	<u>-</u>	<u>(8,742,544)</u>	<u>-</u>
-	(1,169,244)	(1,169,244)	-
-	(29,761)	(29,761)	-
-	35,438	35,438	-
-	(60,614)	(60,614)	-
<u>-</u>	<u>(1,224,181)</u>	<u>(1,224,181)</u>	<u>-</u>
<u>(8,742,544)</u>	<u>(1,224,181)</u>	<u>(9,966,725)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(980,418)</u>
1,448,756	-	1,448,756	-
8,890,270	-	8,890,270	-
167,332	-	167,332	-
638,907	-	638,907	-
42,144	-	42,144	-
294,333	-	294,333	-
351,025	-	351,025	1,073,912
839,053	10,482	849,535	-
5,322	-	5,322	-
<u>12,677,142</u>	<u>10,482</u>	<u>12,687,624</u>	<u>1,073,912</u>
<u>(3,890,885)</u>	<u>3,890,885</u>	<u>-</u>	<u>-</u>
<u>8,786,257</u>	<u>3,901,367</u>	<u>12,687,624</u>	<u>1,073,912</u>
43,713	2,677,186	2,720,899	93,494
<u>26,236,084</u>	<u>5,998,759</u>	<u>32,234,843</u>	<u>64,908,741</u>
<u>\$ 26,279,797</u>	<u>\$ 8,675,945</u>	<u>\$ 34,955,742</u>	<u>\$ 65,002,235</u>

**CITY OF AUSTELL, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	General Fund	ARPA Fund	2011 Cobb County SPLOST Fund
Assets			
Cash and cash equivalents	\$ 2,676,437	\$ -	\$ 75,899
Investments	1,774,305	-	-
Receivables (net of allowance for uncollectibles)			
Taxes	196,401	-	-
Accounts	88,798	-	-
Other	50,000	-	-
Due from other governments	-	-	-
Due from other funds	1,181,687	-	-
Due from component unit	7,002,750	-	-
Prepaid items	18,973	-	-
Total assets	<u>12,989,351</u>	<u>-</u>	<u>75,899</u>
Liabilities			
Accounts payable	1,287,090	238,618	-
Accrued liabilities			
Salaries and wages	203,317	-	-
Customer deposits	1,900	-	-
Unearned revenues	700	-	-
Due to other funds	446,251	-	-
Total liabilities	<u>1,939,258</u>	<u>238,618</u>	<u>-</u>
Deferred Inflows			
Deferred lease inflows	87,198	-	-
Unavailable revenues	154,565	-	-
Total liabilities and deferred inflows	<u>2,181,021</u>	<u>238,618</u>	<u>-</u>
Fund balances			
Nonspendable -			
Prepaid items	18,973	-	-
Restricted -			
Capital projects	-	-	75,899
Law enforcement activities	-	-	-
Tourism & economic development	-	-	-
Community enhancements	-	-	-
Assigned -			
Appropriated for next year's budget	939,415	-	-
Unassigned	9,849,942	(238,618)	-
Total fund balances	<u>10,808,330</u>	<u>(238,618)</u>	<u>75,899</u>
Total liabilities, deferred inflows and fund balance	<u>\$ 12,989,351</u>	<u>\$ -</u>	<u>\$ 75,899</u>

See accompanying notes to the basic financial statements.

2016 Cobb County SPLOST Fund	2022 Cobb County SPLOST Fund	Austell Area Community Council Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 950,603	\$ 883,023	\$ 523,070	\$ 99,225	\$ 5,208,257
-	-	4,700,848	-	6,475,153
-	-	-	3,876	200,277
-	-	-	16,992	105,790
-	-	-	-	50,000
-	314,017	-	11,462	325,479
-	-	-	190,538	1,372,225
-	-	-	-	7,002,750
-	-	-	2,710	21,683
<u>950,603</u>	<u>1,197,040</u>	<u>5,223,918</u>	<u>324,803</u>	<u>20,761,614</u>
5,298	3,806	1,023	8,255	1,544,090
-	-	-	19,640	222,957
-	-	-	-	1,900
-	-	-	188,904	189,604
195,207	45,739	-	2,928	690,125
<u>200,505</u>	<u>49,545</u>	<u>1,023</u>	<u>219,727</u>	<u>2,648,676</u>
-	-	-	-	87,198
-	-	-	-	154,565
<u>200,505</u>	<u>49,545</u>	<u>1,023</u>	<u>219,727</u>	<u>2,890,439</u>
-	-	-	2,710	21,683
750,098	1,147,495	-	94,939	2,068,431
-	-	-	14,454	14,454
-	-	-	-	-
-	-	5,222,895	-	5,222,895
-	-	-	-	939,415
-	-	-	(7,027)	9,604,297
<u>750,098</u>	<u>1,147,495</u>	<u>5,222,895</u>	<u>105,076</u>	<u>17,871,175</u>
\$ <u>950,603</u>	\$ <u>1,197,040</u>	\$ <u>5,223,918</u>	\$ <u>324,803</u>	\$ <u>20,761,614</u>

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

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

Total fund balances -- total governmental funds	\$ 17,871,175
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	12,664,703
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	154,565
Deferred inflows and outflows related to the net pension obligation is not a current asset or liability:	
Deferred outflows	3,343,170
Deferred inflows	(71,176)
Long-term liabilities are not due in the current period and therefore are not reported in the funds:	
Capital leases	(1,541,308)
Accrued interest	(7,509)
Compensated absences	(490,237)
Net pension obligation	<u>(5,643,586)</u>
 Net position of governmental activities	 <u><u>\$ 26,279,797</u></u>

See accompanying notes to the basic financial statements

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CITY OF AUSTELL, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund	ARPA Fund	2011 Cobb County SPLOST Fund
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Taxes	\$ 11,451,955	\$ -	\$ -
Licenses and permits	274,085	-	-
Intergovernmental	141,055	2,064,494	-
Charges for services	20,813	-	-
Fines and Forfeitures	307,737	-	-
Contributions and donations	39,310	-	-
Rents	107,540	-	-
Investment income	210,962	-	1,813
Miscellaneous	20,630	-	-
Total revenues	<u>12,574,087</u>	<u>2,064,494</u>	<u>1,813</u>
Expenditures:			
Current			
General government	1,490,725	50,000	-
Judicial	307,546	-	-
Public safety	6,725,284	-	-
Public works	1,115,985	-	-
Culture and recreation	873,342	-	-
Housing and development	565,034	-	-
Tourism and economic development	-	-	-
Capital outlay	1,169,741	2,405,493	201,004
Debt service			
Principal	26,493	-	-
Interest	-	-	-
Total expenditures	<u>12,274,150</u>	<u>2,455,493</u>	<u>201,004</u>
Excess (deficiency) of revenues over (under) expenditures	299,937	(390,999)	(199,191)
Other Financing Sources (Uses):			
Transfers	(405,677)	152,381	-
Proceeds from debt issue	1,395,918	-	-
Disposition of capital assets	533,534	-	-
Total other financing sources (uses)	<u>1,523,775</u>	<u>152,381</u>	<u>-</u>
Net change in fund balances	1,823,712	(238,618)	(199,191)
Fund balance - beginning of the year	<u>8,984,618</u>	<u>-</u>	<u>275,090</u>
Fund balance - end of year	<u>\$ 10,808,330</u>	<u>\$ (238,618)</u>	<u>\$ 75,899</u>

See accompanying notes to the basic financial statements.

2016 Cobb County SPLOST Fund	2022 Cobb County SPLOST Fund	Austell Area Community Council Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 24,537	\$ 11,476,492
-	-	-	-	274,085
-	1,890,748	-	45,876	4,142,173
-	-	-	199,281	220,094
-	-	-	9,854	317,591
-	-	-	10,000	49,310
-	-	-	-	107,540
17,031	3,563	140,042	2,384	375,795
-	-	5,118	6,942	32,690
<u>17,031</u>	<u>1,894,311</u>	<u>145,160</u>	<u>298,874</u>	<u>16,995,770</u>
-	-	68,440	-	1,609,165
-	-	-	-	307,546
-	-	-	693,583	7,418,867
-	-	14,000	-	1,129,985
-	-	-	-	873,342
-	-	-	-	565,034
-	-	-	17,398	17,398
1,766,545	228,625	-	208,983	5,980,391
-	-	-	-	26,493
-	-	-	-	-
<u>1,766,545</u>	<u>228,625</u>	<u>82,440</u>	<u>919,964</u>	<u>17,928,221</u>
(1,749,514)	1,665,686	62,720	(621,090)	(932,451)
-	-	-	466,755	213,459
-	-	-	-	1,395,918
-	-	-	-	533,534
-	-	-	466,755	2,142,911
(1,749,514)	1,665,686	62,720	(154,335)	1,210,460
<u>2,499,612</u>	<u>(518,191)</u>	<u>5,160,175</u>	<u>259,411</u>	<u>16,660,715</u>
<u>\$ 750,098</u>	<u>\$ 1,147,495</u>	<u>\$ 5,222,895</u>	<u>\$ 105,076</u>	<u>\$ 17,871,175</u>

CITY OF AUSTELL, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL ACTIVITIES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Net change in fund balances - total governmental funds \$ 1,210,460

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 outlay	5,754,099
Depreciation expense	(1,295,664)

The net effect of other miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position. This is the amount of net book value of assets disposed of during the current period.

Net book value of assets disposed of through sale or abandonment	(15,880)
Net book value of assets disposed of / obtained through trade	321,400
Net book value of assets transferred to enterprise funds	(4,104,344)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between the beginning and ending unavailable revenue balances in the current period.

(26,691)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Repayment of long term debt	110,672
Debt issuance	(1,395,918)

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

Change in net pension obligation and related deferred items	(398,936)
Change in accrued interest payable	(7,509)
Change in compensated absences	(107,976)

Change in net position of governmental activities \$ 43,713

See accompanying notes to the basic financial statements

CITY OF AUSTELL, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
Revenues				
General property taxes	\$ 1,244,000	\$ 1,244,000	\$ 1,384,835	\$ 140,835
Sales and excise taxes	54,000	54,000	63,389	9,389
Franchise taxes	6,990,000	7,854,700	8,890,270	1,035,570
Occupational and premium taxes	685,000	685,000	806,240	121,240
Other taxes	242,500	242,500	262,855	20,355
Penalties and interest	6,860	6,860	44,366	37,506
Licenses and permits	200,200	200,200	274,085	73,885
Intergovernmental	140,000	140,000	141,055	1,055
Charges for services	26,800	26,800	20,813	(5,987)
Fines and forfeitures	712,448	712,448	307,737	(404,711)
Interest income	5,000	5,000	210,962	205,962
Rents	125,000	125,000	107,540	(17,460)
Contributions and donations	25,000	25,000	39,310	14,310
Miscellaneous	57,600	57,600	20,630	(36,970)
Total Revenues	<u>10,514,408</u>	<u>11,379,108</u>	<u>12,574,087</u>	<u>1,194,979</u>
Expenditures				
General government -				
Legislative	485,649	491,049	494,973	(3,924)
General administrative	834,704	1,016,304	995,752	20,552
Total general government	<u>1,320,353</u>	<u>1,507,353</u>	<u>1,490,725</u>	<u>16,628</u>
Municipal court	<u>286,227</u>	<u>307,527</u>	<u>307,546</u>	<u>(19)</u>
Public safety -				
Police administration	3,041,769	5,345,389	5,098,301	247,088
Custody of prisoners	548,620	-	-	-
Fire administration	<u>2,724,091</u>	<u>2,817,091</u>	<u>2,786,724</u>	<u>30,367</u>
Total public safety	<u>6,314,480</u>	<u>8,162,480</u>	<u>7,885,025</u>	<u>277,455</u>
Public works -				
Highways and streets	816,011	870,011	786,436	83,575
Street lighting	163,000	168,000	167,202	798
Maintenance and shop	160,798	171,598	169,591	2,007
Community Gardens	<u>6,000</u>	<u>6,000</u>	<u>2,756</u>	<u>3,244</u>
Total public works	<u>1,145,809</u>	<u>1,215,609</u>	<u>1,125,985</u>	<u>89,624</u>
Culture and recreation -				
Community center	40,500	40,500	19,616	20,884
Other facilities	5,000	5,600	1,577	4,023
Playgrounds	1,200	1,200	-	1,200
Special activities	47,500	67,500	67,087	413
Innovation center	16,700	16,700	7,201	9,499
Employee gym	24,250	24,250	13,095	11,155
Parks administration	<u>797,279</u>	<u>840,279</u>	<u>764,766</u>	<u>75,513</u>
Total culture and recreation	<u>932,429</u>	<u>996,029</u>	<u>873,342</u>	<u>122,687</u>
Housing and development -				
Protective inspection	143,750	168,550	167,722	828
Planning and zoning	303,200	314,000	283,816	30,184
City owned property	47,000	47,000	29,155	17,845
Code enforcement	<u>122,566</u>	<u>127,966</u>	<u>84,341</u>	<u>43,625</u>
Total housing and development	<u>616,516</u>	<u>657,516</u>	<u>565,034</u>	<u>92,482</u>
Debt service -				
Principal	-	27,000	26,493	507
Interest	-	-	-	-
Total debt service	<u>-</u>	<u>27,000</u>	<u>26,493</u>	<u>507</u>
Total Expenditures	<u>10,615,814</u>	<u>12,873,514</u>	<u>12,274,150</u>	<u>599,364</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>(101,406)</u>	<u>(1,494,406)</u>	<u>299,937</u>	<u>1,794,343</u>
Other Financing Sources (Uses):				
Transfers	(905,594)	(927,594)	(405,677)	521,917
Capital lease proceeds	-	1,415,000	1,395,918	(19,082)
Disposition of capital assets	<u>7,000</u>	<u>7,000</u>	<u>533,534</u>	<u>526,534</u>
Total Other Financing				
Sources (Uses)	<u>(898,594)</u>	<u>494,406</u>	<u>1,523,775</u>	<u>1,029,369</u>
Net Change in Fund Balances	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>1,823,712</u>	<u>2,823,712</u>
Fund balance - beginning of year	8,984,618	8,984,618	8,984,618	-
Fund balance - end of year	<u>\$ 7,984,618</u>	<u>\$ 7,984,618</u>	<u>\$ 10,808,330</u>	<u>\$ 2,823,712</u>

See accompanying notes to the basic financial statements.

CITY OF AUSTELL, GEORGIA
ARPA FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	Budget		Actual	Variance
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ 2,065,000	\$ 2,064,494	\$ (506)
Miscellaneous revenue	-	-	-	-
Total revenues	<u>-</u>	<u>2,065,000</u>	<u>2,064,494</u>	<u>(506)</u>
Expenditures				
Special pay bonus	-	-	-	-
Innovation Center contribution	-	50,000	50,000	-
Fire Department - equipment	-	-	-	-
General Government	-	-	-	-
Public works capital outlay	-	2,406,000	2,405,493	507
Total expenditures	<u>-</u>	<u>2,456,000</u>	<u>2,455,493</u>	<u>507</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>(391,000)</u>	<u>(390,999)</u>	<u>1</u>
Other Financing Sources (Uses)				
Transfers	-	391,000	152,381	(238,619)
Total other financing sources (uses)	<u>-</u>	<u>391,000</u>	<u>152,381</u>	<u>(238,619)</u>
Net change in fund balance	-	-	(238,618)	(238,618)
Fund balance - beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (238,618)</u>	<u>\$ (238,618)</u>

See accompanying notes to the basic financial statements.

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CITY OF AUSTELL, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

BUSINESS ACTIVITIES - ENTERPRISE FUNDS

	Threadmill Complex Fund	Water and Sewer Fund	Stormwater Fund	Nonmajor Solid Waste Fund	Total
<u>ASSETS AND DEFERRED OUTFLOWS</u>					
Current assets					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-
Receivables					
Accounts	299,490	524,253	240,226	74,790	1,138,759
Due from other funds	-	-	255,713	-	255,713
Prepaid items	1,235	4,013	910	-	6,158
Inventory	-	13,547	-	-	13,547
Total current assets	<u>300,725</u>	<u>541,813</u>	<u>496,849</u>	<u>74,790</u>	<u>1,414,177</u>
Non-current assets					
Capital assets					
Nondepreciable	488,140	2,707,243	39,580	-	3,234,963
Depreciable	9,640,253	3,065,455	5,102,088	-	17,807,796
	10,128,393	5,772,698	5,141,668	-	21,042,759
Accumulated depreciation	(5,281,119)	(2,537,818)	(2,678,542)	-	(10,497,479)
Total capital assets	<u>4,847,274</u>	<u>3,234,880</u>	<u>2,463,126</u>	<u>-</u>	<u>10,545,280</u>
Total assets	<u>5,147,999</u>	<u>3,776,693</u>	<u>2,959,975</u>	<u>74,790</u>	<u>11,959,457</u>
DEFERRED OUTFLOWS					
Deferred pension outflows	190,436	502,751	72,366	-	765,553
Total assets and deferred outflows	<u>5,338,435</u>	<u>4,279,444</u>	<u>3,032,341</u>	<u>74,790</u>	<u>12,725,010</u>
<u>LIABILITIES AND DEFERRED INFLOWS</u>					
Current liabilities					
Accounts payable	53,826	315,386	39,780	53,070	462,062
Customer deposits	21,711	246,079	-	-	267,790
Accrued liabilities	8,267	20,258	2,360	1,945	32,830
Debt payable - current portion	-	15,817	-	-	15,817
Unearned revenues	17,451	10,925	-	-	28,376
Compensated absences	3,561	11,474	605	886	16,526
Due to other funds	937,813	-	-	-	937,813
Total current liabilities	<u>1,042,629</u>	<u>619,939</u>	<u>42,745</u>	<u>55,901</u>	<u>1,761,214</u>
Non-current liabilities					
Debt payable - due in more than one year	-	510,311	-	-	510,311
Compensated absences	10,682	34,423	1,814	2,657	49,576
Net pension liability	353,165	932,356	134,203	-	1,419,724
Total non-current liabilities	<u>363,847</u>	<u>1,477,090</u>	<u>136,017</u>	<u>2,657</u>	<u>1,979,611</u>
Total liabilities	<u>1,406,476</u>	<u>2,097,029</u>	<u>178,762</u>	<u>58,558</u>	<u>3,740,825</u>
DEFERRED INFLOWS					
Deferred lease inflows	290,335	-	-	-	290,335
Deferred pension inflows	4,454	11,759	1,692	-	17,905
Total deferred inflows	<u>294,789</u>	<u>11,759</u>	<u>1,692</u>	<u>-</u>	<u>308,240</u>
Total liabilities and deferred inflows	<u>1,701,265</u>	<u>2,108,788</u>	<u>180,454</u>	<u>58,558</u>	<u>4,049,065</u>
<u>NET POSITION</u>					
Invested in capital assets	4,847,274	2,708,752	2,463,126	-	10,019,152
Unrestricted	(1,210,104)	(538,096)	388,761	16,232	(1,343,207)
Total net position	<u>\$ 3,637,170</u>	<u>\$ 2,170,656</u>	<u>\$ 2,851,887</u>	<u>\$ 16,232</u>	<u>\$ 8,675,945</u>

See accompanying notes to the basic financial statements.

CITY OF AUSTELL, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	BUSINESS ACTIVITIES - ENTERPRISE FUNDS				Total
	Threadmill Complex Fund	Water and Sewer Fund	Stormwater Fund	Nonmajor Solid Waste Fund	
OPERATING REVENUES					
Charges for services					
Water and sewer charges	\$ -	\$ 4,951,006	\$ -	\$ -	\$ 4,951,006
Sanitation fees	-	-	-	684,978	684,978
Stormwater fees	-	-	374,608	-	374,608
Rents and royalties	523,032	-	-	-	523,032
Miscellaneous	1,571	157,417	28,030	-	187,018
Total operating revenues	<u>524,603</u>	<u>5,108,423</u>	<u>402,638</u>	<u>684,978</u>	<u>6,720,642</u>
OPERATING EXPENSES					
Personal services and benefits	432,597	1,312,833	140,378	65,921	1,951,729
Contractual services	319,188	308,421	100,070	671,950	1,399,629
Supplies	334,549	3,409,222	17,120	121	3,761,012
Depreciation and amortization	314,335	111,977	109,632	-	535,944
Other	788	57,047	-	7,600	65,435
Total operating expenses	<u>1,401,457</u>	<u>5,199,500</u>	<u>367,200</u>	<u>745,592</u>	<u>7,713,749</u>
Operating income (loss)	<u>(876,854)</u>	<u>(91,077)</u>	<u>35,438</u>	<u>(60,614)</u>	<u>(993,107)</u>
NON-OPERATING INCOME (EXPENSES)					
Interest revenue	-	-	-	-	-
Interest expense	-	(80,957)	-	-	(80,957)
Total non-operating revenues (expenses)	<u>-</u>	<u>(80,957)</u>	<u>-</u>	<u>-</u>	<u>(80,957)</u>
Income before transfers and capital contributions	(876,854)	(172,034)	35,438	(60,614)	(1,074,064)
Capital contributions -					
Other funds	1,529,815	2,487,549	86,980	-	4,104,344
Developers	-	142,273	-	-	142,273
Loss on disposal of capital assets	(292,390)	10,482	-	-	(281,908)
Transfers	-	(275,233)	-	61,774	(213,459)
Change in net position	360,571	2,193,037	122,418	1,160	2,677,186
Net position - beginning of year	<u>3,276,599</u>	<u>(22,381)</u>	<u>2,729,469</u>	<u>15,072</u>	<u>5,998,759</u>
Net position - end of year	<u>\$ 3,637,170</u>	<u>\$ 2,170,656</u>	<u>\$ 2,851,887</u>	<u>\$ 16,232</u>	<u>\$ 8,675,945</u>

See accompanying notes to the basic financial statements.

**CITY OF AUSTELL, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	BUSINESS ACTIVITIES - ENTERPRISE FUNDS				Total
	Threadmill Complex Fund	Water and Sewer Fund	Stormwater Fund	Nonmajor Solid Waste Fund	
Cash flows from operating activities					
Cash received from customers and user	\$ 526,318	\$ 5,132,409	\$ 382,716	\$ 670,731	\$ 6,712,174
Cash paid to suppliers for goods	(776,396)	(4,117,729)	(144,187)	(685,345)	(5,723,657)
Cash paid to employees	(284,251)	(797,641)	(57,208)	(47,160)	(1,186,260)
Net cash flows from operating activities	<u>(534,329)</u>	<u>217,039</u>	<u>181,321</u>	<u>(61,774)</u>	<u>(197,743)</u>
Cash flows from investing activities					
Interest received	-	-	-	-	-
(Purchase) / redemption of investments	-	-	-	-	-
Net cash flows from investing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from non-capital financing activities					
Transfers	-	(275,233)	-	61,774	(213,459)
Interest paid	-	-	-	-	-
Change in due to/from other funds	534,329	-	(141,743)	-	392,586
Net cash flows from non-capital financing activities	<u>534,329</u>	<u>(275,233)</u>	<u>(141,743)</u>	<u>61,774</u>	<u>179,127</u>
Cash flows from capital financing activities					
Purchases / construction of capital assets	-	-	(39,578)	-	(39,578)
Capital contributions	-	142,272	-	-	142,272
Principal payments on long-term debt	-	(13,603)	-	-	(13,603)
Proceeds from disposition of capital assets	-	10,482	-	-	10,482
Interest paid	-	(80,957)	-	-	(80,957)
Net cash flows from capital financing activities	<u>-</u>	<u>58,194</u>	<u>(39,578)</u>	<u>-</u>	<u>18,616</u>
Net change in cash and cash equivalents	-	-	-	-	-
Cash and cash equivalents at beginning of year	-	-	-	-	-
Cash and cash equivalents at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**CITY OF AUSTELL, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

**Reconciliation of Net Income to Net Cash Provided
By Operating Activities**

	<u>Threadmill Complex Fund</u>	<u>Water and Sewer Fund</u>	<u>Stormwater Fund</u>	<u>Nonmajor Solid Waste Fund</u>	<u>Total</u>
Operating income (loss)	\$ (876,854)	\$ (91,077)	\$ 35,438	\$ (60,614)	\$ (993,107)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	314,335	111,977	109,632	-	535,944
(Increase) decrease in receivables	(5,734)	4,590	(19,922)	(14,247)	(35,313)
(Increase) decrease in prepaid items	2,901	9,779	2,222	-	14,902
(Increase) decrease in inventories	-	-	-	-	-
(Increase) decrease in deferred pension outflows	(122,171)	(322,532)	(46,425)	-	(491,128)
Increase (decrease) in accounts payable	(25,454)	40,869	39,269	7,599	62,283
Increase (decrease) in customer deposits	(6,397)	8,471	-	-	2,074
Increase (decrease) in deferred pension inflows	(89,541)	(236,388)	(34,026)	-	(359,955)
Increase (decrease) in net pension liability	255,450	674,389	97,071	-	1,026,910
Increase (decrease) in accrued liabilities	5,290	6,036	(1,938)	5,488	14,876
Increase (decrease) in unearned revenues	13,846	10,925	-	-	24,771
Total adjustments	<u>342,525</u>	<u>308,116</u>	<u>145,883</u>	<u>(1,160)</u>	<u>795,364</u>
Net cash from operating activities	<u>\$ (534,329)</u>	<u>\$ 217,039</u>	<u>\$ 181,321</u>	<u>\$ (61,774)</u>	<u>\$ (197,743)</u>
Non-Cash Transactions -					
Contributions of capital assets from other funds	<u>\$ 1,529,815</u>	<u>\$ 2,487,549</u>	<u>\$ 86,980</u>	<u>\$ -</u>	<u>\$ 4,104,344</u>
Finance of capital assets through a capital lease	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

NOTES TO THE FINANCIAL STATEMENTS

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation

The financial statements of the City of Austell, Georgia (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

B. The Reporting Entity

The City of Austell, which was founded in 1885, operates under the mayor-Council form of government and provides the following services to its citizens: public safety (police and fire); highways and streets; water, sewer, stormwater, and sanitation; public improvements; planning and zoning; and general administrative services.

Based upon criteria set forth by Governmental Accounting Standards Board (GASB) 61 "The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and 34," the accompanying financial statements present the City and its component unit, for which the City is considered to be financially accountable. The 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 City.

Discretely Presented Component Unit

The Austell Natural Gas System (the "System") is shown as a discretely presented component unit in the accompanying financial statements. The purpose of the System is to provide natural gas and related services throughout the City of Austell. The System currently serves customers in the City of Austell and residents of Cobb County and Douglas County, Georgia. The Mayor appoints all members to the System's Board and the City is financially responsible for the payment of the debt issued by the System. The System has a July 31 fiscal year-end. Amounts shown as due from component unit and due to primary government may differ due to the City having a June 30 fiscal year-end, whereas the System has a July 31 fiscal year-end. Complete financial statements for the System can be obtained at the System's administrative offices at 2838 Joe Jerkins Boulevard, Austell, Georgia 30106.

C. Government-Wide Statements and Fund 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 activities of the primary government and its component unit. (For the most part, the effect of interfund activity has been removed from the government-wide financial statements). Government-wide financial statements do not provide information by fund, but distinguish between the City's governmental activities and business-type activities. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable. The statement of net position will include non-current assets and non-current liabilities. In addition, the government-wide statement of activities reflects depreciation expense on the City's capital assets.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not considered program revenues are reported instead as general revenues.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

C. Government-Wide Statements and Fund Financial Statements – (Continued):

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

D. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resource measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met. 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 City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures are generally 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 judgements, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses and permits, charges for services, 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. All other revenue items are considered to be measurable and available only when cash is received by the City.

In accordance with GASB Statement No. 33, "Accounting and Financial Reporting for Non-exchange Transactions," the corresponding assets (receivables) in non-exchange transactions are recognized in the period in which the underlying exchange occurs, when an enforceable legal claim has arisen, when all eligibility requirements have been met, or when resources are received, depending on the revenue source.

In accordance with GASB Statement No. 34, major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

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

The 2011, 2016 and 2022 Cobb County SPLOST Capital Projects Funds accounts for the acquisition and construction of major capital facilities and improvements that were approved by the voters of Cobb County, Georgia through the special purpose local option sales tax referendum. The amounts collected in these funds are restricted to be spent on capital projects throughout the City.

The Austell Area Community Improvement Council Capital Projects accounts for monies contributed by the Norfolk Southern Company for the purpose of constructing public facilities throughout the City or for other betterments of the community. The amounts collected in this fund, including interest revenue earned, are committed for certain items that lead to the betterment of the community. All expenditures from this fund are approved by the Austell Area Community Council Board and may include expenditures for supplies, services as well as capital projects.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

D. Measurement Focus, Basis of Accounting, and Basis of Presentation – (Continued):

The American Rescue Plan Act (ARPA) Special Revenue Fund accounts for grant monies received and the related expenditures under the American Rescue Plan Act. Recipients may use award funds to cover eligible costs incurred during the period that begins March 3, 2021 and ends December 31, 2024.

Additionally, the City reports the following fund types within the nonmajor governmental funds:

The special revenue funds account for revenue sources that are legally restricted and committed to expenditures for specific purposes.

The capital projects funds account for acquisition and construction of major capital facilities other than those financed by proprietary funds.

The City reports the following major proprietary funds:

The Threadmill Complex Fund accounts for the operations of the Threadmill Complex which is used for City offices and spaces rented to private businesses and other governmental agencies.

The Water and Sewer Fund accounts for the activity of the City's utility system.

The Stormwater Fund accounts for the activity of the City's stormwater system.

Additionally, the City reports the following fund as a nonmajor proprietary fund:

The Solid Waste Fund is used to account for the City's solid waste collection, recycling, and disposal activities. The City does contract with a private corporation for these services.

In accounting and reporting for its proprietary operations, the City applies all Governmental Accounting Standards Board (GASB) pronouncements. The City applies GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Statement No. 62 incorporated into the GASB's authoritative literature certain accounting and financial reporting guidance issued on or before November 30, 1989.

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 for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods 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. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Budgets

Annual appropriated budgets are adopted for all funds. Capital Projects Funds have a project length budget. The budgets for the proprietary funds are for management control purposes and are not required to be reported. Budgets are adopted on a modified accrual basis, which is consistent with generally accepted accounting principles for governmental funds. All appropriations lapse at fiscal yearend. Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is not employed by the City.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

F. Deposits and Investments

Georgia Statutes authorize the City to invest in the following: (1) obligations of Georgia or any other States; (2) obligations of the United States; (3) obligations fully insured or guaranteed by the United States government or one of its agencies; (4) obligations of any corporation of the United States government; (5) prime banker's acceptances; (6) the State of Georgia local government investment pool; (7) repurchase agreements; and (8) obligations of any other political subdivision of the State of Georgia. Any investment or deposit in excess of the federal depository insured amounts must be collateralized by securities equal to at least 110% of the excess deposits.

For purposes of the statement of cash flows, all highly liquid investments with an original maturity of less than 90 days are considered to be cash equivalents. Investments are reported at fair value as determined by quoted market prices.

G. Short-Term and Long-Term Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year, as well as all other outstanding balances between funds is reported as "due to/from other funds and advances to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." Customer accounts receivable include billed but uncollected amounts and unbilled receivables based upon a pro rata amount of subsequent monthly billings. Allowances for doubtful accounts are maintained based on historical results adjusted to reflect current conditions.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

H. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) methods. Inventories consist of expendable supplies held for consumption. The cost is recorded as an asset at the time the individual item is purchased. Inventories (if any) reported in the governmental funds are equally offset by a nonspendable fund balance, which indicates that they do not constitute "available, spendable resources" even though they are a component of net current assets.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2023, are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items reported in the governmental funds are equally offset by a nonspendable fund balance, which indicates that they do not constitute "available, spendable resources" even though they are a component of net current assets. The city uses the consumption method to account for prepaid items.

J. Restricted Assets

Certain proceeds of revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants, if applicable. Other restricted assets exist due to enabling legislation, grant agreements or other contractual requirement.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the governmental-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$3,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value. Infrastructure (e.g. roads, bridges, sidewalks, and similar items) prior to July 1, 2003 have not been reported.

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

Capital assets of the primary government, as well as the component unit, are depreciated using the straight line methods over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Infrastructure	25-50
Buildings and improvements	30
Vehicles	5-7
Furniture and fixtures	7-10
Machinery and equipment	3-15
Computer equipment	3-5

L. Compensated Absences

It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for non-vesting accumulated rights to receive sick pay benefits since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

M. 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 accrued and amortized over the term of the bonds using the effective interest method. Bonds payable are reported net of the applicable discount or premium. Issuance costs are expensed in the period in which they are incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs in the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

N. Fund Equity and Net Position

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Fund Balance – Generally, fund balance represents the difference between the assets, deferred inflows of resources, and liabilities under the current financial resources management focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

Fund balances are classified as follows:

Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e. items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by a formal vote and passage of an ordinance of the City Council. Only the City Council may modify or rescind the commitment by passage of a subsequent ordinance.

Assigned – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The fund balance policy approved by an Ordinance of the City Council expressly delegates the authority to assign fund balance to the City’s Finance Director.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the General Fund. Only deficits in fund balances may be reported as unassigned fund balance in other governmental funds.

Flow Assumptions – when both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City’s policy to use fund balance in the following order: (1) Committed, (2) Assigned, and (3) Unassigned.

Net Position – Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources in reporting, which utilizes the economic resources measurement focus. Amounts shown as net investment in capital assets are made up of capital asset costs, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e. the amount that the City has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The City’s government-wide statement of net position reports \$7,305,780 of restricted net position of which \$2,082,885 is restricted by enabling legislation.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

O. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from those estimates.

P. Interfund Transactions

Interfund services provided and used in the fund financial statements are accounted for as revenue, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. Interfund services provided and used are not eliminated in the process of consolidation.

Q. 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, represent consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditures) until then. The City has one item that qualifies for reporting in this category as of June 30, 2023 which is deferred pension outflows recognized in the Statements of Net Position.

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 recognizes deferred pension inflows and deferred lease inflows in its Statements of Net Position and also recognizes deferred lease inflows and unavailable revenue in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants.

R. Pensions

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

S. Subscription-Based Information Technology Arrangements

In July 2022, the City implemented a new accounting standard GASB Statement No. 96 "Subscription-Based Information Technology Arrangements" (SBITAs). The new standard establishes a single model for subscription accounting based on the foundation principle that subscriptions are financings of the right to use an underlying asset. Under the Statement, a government is required to recognize a subscription liability and an intangible right-to-use IT asset.

A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, along or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction. As of June 30, 2023, the City had no material qualifying SBITAs and therefore reported no related assets or liabilities.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

2. LEGAL COMPLIANCE - BUDGETS

The City of Austell, Georgia employs the following procedures in establishing its annual budget:

1. The administration of the City submits a proposed operating budget to the Mayor and City Council. The operating budget includes proposed expenditures and the means for financing them.
2. Prior to any action by the Mayor and City Council, the City publishes the proposed budget and makes copies available to the residents of the City.
3. Public meetings are held to obtain taxpayer comments.
4. The budget is then legally enacted through passage of a resolution by the Mayor and City council.
5. Budgetary control is exercised at the department level. The City administration is authorized to transfer budget amounts within a department; any revisions that alter the total expenditures of a department require a budget amendment by the Mayor and City Council. The City did amend the budgets for various funds in March 4, 2024.
6. Budgets are prepared on the GAAP basis.

None of the City's funds or departments had material excesses (if over 5 percent and greater than \$5,000) of actual expenditures over appropriations for the fiscal year ended June 30, 2023.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

3. DEPOSITS and INVESTMENTS

Total reported cash and investments as of June 30, 2023 are summarized as follows:

<u>Cash and investments</u>	<u>Amount</u>
Cash and Cash Equivalents	\$ 5,208,257
Investments - Georgia Fund 1	<u>6,475,153</u>
	<u>\$ 11,683,410</u>

Interest rate risk – The City has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

“Georgia Fund 1”, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standards and Poor’s criteria for AAAf rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool’s primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants’ shares sold and redeemed on \$1.00 per share. The fund is managed by the Georgia Office of State Treasurer (OST). OST is guided by the policies of the State Depository Board and OCGA 55-17-2 and 50-17-63.

<u>Investment</u>	<u>Fair Value</u>	<u>Average Maturities</u>	<u>Rating</u>	<u>Organization</u>
All Funds With Investments - Georgia Fund 1	\$ 6,475,153	28 days	AAAf	S & P

Custodial Credit Risk – Deposits: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes and City policy require all deposits and investments (other than Federal or State government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2023, \$4,772,882 of the City’s bank balance of \$5,522,882 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ -
Collateralized with securities held by the pledging financial institution or its agent	<u>4,772,882</u>
Total	<u>\$ 4,772,882</u>

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

4. RECEIVABLES

Property taxes are levied on property values assessed as of January 1. The tax bills are levied on July 1. Tax billings are mailed in the month of November and considered due upon receipt by the taxpayer, however, the actual due date is December 31st. After this date, the bill becomes delinquent and penalties and interest may be assessed by the City. Property taxes are recorded as receivables and deferred inflows of resources when levied. Revenues are recognized when available.

For the City’s Stormwater Enterprise Fund, stormwater fees are billed annually on the property tax bill.

Receivables at June 30, 2023, for the City’s individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	2022 Cobb County SPLOST Fund	ARPA Fund	Other Nonmajor Funds	Total
Receivables					
Taxes	\$ 357,524	\$ -	\$ -	\$ 3,876	\$ 361,400
Accounts	88,798	-	-	16,992	105,790
Due from other governments	-	314,017	-	11,462	325,479
Other	50,000	-	-	-	50,000
Gross Receivables	496,322	314,017	-	32,330	842,669
Less: Allowance for Uncollectibles	(161,123)	-	-	-	(161,123)
Net Total Receivables	<u>\$ 335,199</u>	<u>\$ 314,017</u>	<u>\$ -</u>	<u>\$ 32,330</u>	<u>\$ 681,546</u>

Proprietary Funds

	Threadmill Complex	Water and Sewer	Stormwater Management	Solid Waste	Total
Accounts	\$ 306,096	\$ 676,253	\$ 322,226	\$ 100,390	\$ 1,404,965
Intergovernmental	-	-	-	-	-
Gross Receivable	306,096	676,253	322,226	100,390	1,404,965
Less: Allowance for Uncollectibles	(6,606)	(152,000)	(82,000)	(25,600)	(266,206)
Net Total Receivable	<u>\$ 299,490</u>	<u>\$ 524,253</u>	<u>\$ 240,226</u>	<u>\$ 74,790</u>	<u>\$ 1,138,759</u>

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

5. PROPERTY, PLANT AND EQUIPMENT

Capital asset activity for the year ended June 30, 2023 was as follows:

	Adjusted Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 1,892,730	\$ 370,000	\$ (48,600)	\$ 2,214,130
Construction in progress	1,197,803	4,302,208	(5,444,101)	55,910
Total	<u>3,090,533</u>	<u>4,672,208</u>	<u>(5,492,701)</u>	<u>2,270,040</u>
Capital assets being depreciated:				
Buildings and improvements	6,895,429	192,927	-	7,088,356
Infrastructure	5,711,416	13,800	-	5,725,216
Furniture and fixtures	211,045	-	-	211,045
Machinery and equipment	3,370,302	108,012	(137,878)	3,340,436
Computer equipment	245,610	-	(5,430)	240,180
Vehicles	4,312,837	2,476,910	(493,089)	6,296,658
Total capital assets being depreciated	<u>20,746,639</u>	<u>2,791,649</u>	<u>(636,397)</u>	<u>22,901,891</u>
Less accumulated depreciation for:				
Buildings and improvements	4,193,540	318,514	-	4,512,054
Infrastructure	1,573,070	160,214	-	1,733,284
Furniture and fixtures	144,374	24,220	-	168,594
Machinery and equipment	2,596,414	253,804	(122,374)	2,727,844
Computer equipment	173,517	23,799	(4,944)	192,372
Vehicles	3,151,056	515,113	(493,089)	3,173,080
Total accumulated depreciation	<u>11,831,971</u>	<u>1,295,664</u>	<u>(620,407)</u>	<u>12,507,228</u>
Total capital assets being depreciated, net	<u>8,914,668</u>	<u>1,495,985</u>	<u>(15,990)</u>	<u>10,394,663</u>
Governmental capital assets, net	<u>\$ 12,005,201</u>	<u>\$ 6,168,193</u>	<u>\$ (5,508,691)</u>	<u>\$ 12,664,703</u>

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

General Government	\$ 141,271
Public Safety	566,044
Public Works	290,301
Culture and recreation	<u>298,048</u>
Total depreciation expense	<u>\$ 1,295,664</u>

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

5. PROPERTY, PLANT AND EQUIPMENT – (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital assets, not being depreciated:				
Land	\$ 545,640	\$ -	\$ -	\$ 545,640
Construction in progress	<u>162,194</u>	<u>2,527,129</u>	<u>-</u>	<u>2,689,323</u>
Total	<u>707,834</u>	<u>2,527,129</u>	<u>-</u>	<u>3,234,963</u>
Capital assets being depreciated:				
Infrastructure	7,011,474	86,980	-	7,098,454
Buildings and improvements	8,422,783	1,529,815	(381,378)	9,571,220
Machinery and equipment	883,414	-	(14,475)	868,939
Vehicles	306,404	-	(46,750)	259,654
Computer equipment	<u>8,415</u>	<u>-</u>	<u>-</u>	<u>8,415</u>
Total capital assets being depreciated	<u>16,632,490</u>	<u>1,616,795</u>	<u>(442,603)</u>	<u>17,806,682</u>
Less accumulated depreciation for:				
Infrastructure	4,759,995	164,749	-	4,924,744
Buildings and improvements	4,748,011	302,176	(88,988)	4,961,199
Machinery and equipment	324,046	51,689	(14,475)	361,260
Vehicles	270,167	17,330	(46,750)	240,747
Computer equipment	<u>8,415</u>	<u>-</u>	<u>-</u>	<u>8,415</u>
Total capital assets being depreciated	<u>10,110,634</u>	<u>535,944</u>	<u>(150,213)</u>	<u>10,496,365</u>
Total capital assets being depreciated, net	<u>6,521,856</u>	<u>1,080,851</u>	<u>(292,390)</u>	<u>7,310,317</u>
Business-Type Activities capital assets, net	<u>\$ 7,229,690</u>	<u>\$ 3,607,980</u>	<u>\$ (292,390)</u>	<u>\$ 10,545,280</u>

Depreciation expense was charged to functions/programs as follows:

Threadmill complex	\$ 314,335
Water and sewer	111,977
Stormwater	<u>109,632</u>
Total depreciation expense	<u>\$ 535,944</u>

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

5. PROPERTY, PLANT AND EQUIPMENT – (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Austell Natural Gas System				
Capital assets, not being depreciated:				
Land	\$ 752,675	\$ -	\$ (228,531)	\$ 524,144
Construction in progress	-	-	-	-
Total	<u>752,675</u>	<u>-</u>	<u>(228,531)</u>	<u>524,144</u>
Capital assets being depreciated:				
Infrastructure	100,477,869	2,940,692	(86,044)	103,332,517
Furniture, fixtures, and equipment	3,338,382	42,797	(47,351)	3,333,828
Vehicles	1,612,342	26,215	(45,146)	1,593,411
Total capital assets being depreciated	<u>105,428,593</u>	<u>3,009,704</u>	<u>(178,541)</u>	<u>108,259,756</u>
Less accumulated depreciation:	<u>83,566,179</u>	<u>4,002,106</u>	<u>(178,506)</u>	<u>87,389,779</u>
Total capital assets being depreciated, net	<u>21,862,414</u>	<u>(992,402)</u>	<u>(35)</u>	<u>20,869,977</u>
Austell Natural Gas System capital assets, net	<u>\$ 22,615,089</u>	<u>\$ (992,402)</u>	<u>\$ (228,566)</u>	<u>\$ 21,394,121</u>

Depreciation of the original cost of depreciable assets is calculated using the composite straight-line method at the following rates:

Gas utility system	3.25%
Furniture, fixtures, and equipment	10.00
Electronic data procession equipment	16.67
Transportation vehicles	25.00

This composite method of depreciation as allowed by GASB No. 34 refers to the depreciation of a grouping of dissimilar assets of the same class using a uniform rate of depreciation as noted above. GASB No. 34 allows the rate of depreciation to be calculated in different ways. The method chosen by the Gas System is to base the rate of depreciation on its assessment of the life of the group of assets as a whole.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

6. LEASES PAYABLE

In July 2021, the City implemented a new accounting standard GASB Statement No. 87 “Leases”. The new standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under the Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments’ leasing activities.

A lease is defined as a contract that conveys control of the right to use another entity’s nonfinancial asset (the underlying asset) as specified in the contract for a period of time (greater than one year) in exchange or exchange-like transaction. Any contract that meets this definition should be accounted for under the lease guidance, unless specifically excluded in the GASB Statement. No prior period adjustments were required to implement the new standard.

City as Lessee

The City, as lessee, has one lease obligation reported in the Water and Sewer Fund and various vehicle leases reported in the Governmental Activities portion of the Statement of Net Position that are significant and meet the definition of a lease under the new GASB Statement. The lease obligations and related assets are discussed in Note 7 to these financial statements.

City as Lessor

Since a significant part of the City’s operations related to the Threadmill Complex Fund is the leasing of business offices in the Threadmill Complex and many of the lease contracts entered into by the City is for a period of more than one year, the City is required under the new standard to recognize a lease receivable and a related deferred inflow of resources. As of June 30, 2023 the City has recorded a lease receivable and a related deferred inflow of \$290,335.

In addition, the City leases three other City owned facilities to various individuals and businesses. The City records these leases in the General Fund. As of June 30, 2023, the City has recorded a lease receivable and a related deferred inflow of \$87,198 related to these other lease agreements. The total amount of inflows of resources from all lease activities, including exempt leases under the new standard, including lease revenue and interest recognized during the fiscal year was \$630,572.

A schedule of future payments that are included in the measurement of the lease receivable, with imputed interest based on the City’s estimated current borrowing rate of 7.5% is as follows:

Fiscal Year	General Fund		Threadmill Complex Fund		Total
	Principal	Interest	Principal	Interest	
2024	\$ 35,027	\$ 473	154,343	11,525	\$ 201,368
2025	29,735	265	96,086	4,858	130,944
2026	22,436	64	24,194	1,660	48,354
2027	-	-	8,729	871	9,600
2028	-	-	6,983	217	7,200
2029	-	-	-	-	-
	<u>\$ 87,198</u>	<u>\$ 802</u>	<u>\$ 290,335</u>	<u>\$ 19,131</u>	<u>\$ 397,466</u>

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

7. LONG-TERM DEBT

Changes in Long-Term Debt

The following is a summary of changes in long-term debt reported in the government-wide financial statements for the year ended June 30, 2023:

	Adjusted Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental Activities					
Lease Obligations	\$ 256,062	\$ 1,395,918	\$ (110,672)	\$ 1,541,308	\$ 362,472
Compensated Absences	382,261	437,743	(329,767)	490,237	50,000
Total Governmental-Type					
Activity Long-Term Debt	<u>\$ 638,323</u>	<u>\$ 1,833,661</u>	<u>\$ (440,439)</u>	<u>\$ 2,031,545</u>	<u>\$ 412,472</u>
Business-Type Activities					
Lease Obligations	\$ 539,731	\$ -	\$ (13,603)	\$ 526,128	\$ 15,817
Compensated Absences	49,690	77,550	(61,138)	66,102	16,526
Total Business-Type					
Activity Long-Term Debt	<u>\$ 589,421</u>	<u>\$ 77,550</u>	<u>\$ (74,741)</u>	<u>\$ 592,230</u>	<u>\$ 32,343</u>

For governmental funds, compensated absences and net pension liabilities are liquidated by the General Fund from which employees' salaries are paid. For business-type activities, compensated absences and net pension liabilities are liquidated by the Threadmill Complex Fund, the Water and Sewer Fund, the Stormwater Fund, and the Solid Waste Fund from which employees' salaries are paid. Lease obligations are currently being liquidated by the General and Water and Sewer Funds.

Direct Borrowings –

Governmental Activities-

Leases Obligations – During fiscal year 2023 the City entered into two lease-purchase and security agreements for the purchase of various police vehicles. The City intends to continue to abide by the terms of the agreements. The assets and related liabilities are recorded at the present value of future payments due under the lease. The original cost of these assets amounted to \$1,395,918 and had \$80,511 of depreciation expense recorded for the year. Accumulated depreciation on the equipment amounted to \$80,511 as of June 30, 2023. The interest rate stated in the lease agreements were between 7.27% and 7.54%. The City also entered into a lease-purchase agreement during fiscal year 2022 for the purchase of public safety radios in the amount of \$256,062. The original cost of these assets amounted to \$256,062 and had \$51,233 of depreciation expense recorded for the year and accumulated depreciation as of June 30, 2023 of \$51,233.

Business-Type Activities –

Leases Obligations - The City entered into a lease-purchase and security agreement during fiscal year ended June 30, 2021, for the purchase of a meter reading system and related equipment. The City intends to continue to abide by the terms of the 15-year lease agreement, which is at least 75% of the expected life of the equipment. The assets and related liability are recorded at the present value of future payments due under the lease. The original cost of these assets amounted to \$571,706 and had \$38,114 of depreciation expense recorded for the year. Accumulated depreciation on the equipment amounted to \$114,342 as of June 30, 2023. The imputed interest rate associated with the lease agreement is 15.17%

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

7. LONG-TERM DEBT – (Continued)

Direct Borrowings, continued -

The City’s total capital lease debt service requirements to maturity are as follows:

Fiscal Year Ending June 30	GENERAL FUND		WATER & SEWER FUND		Total
	Principal	Interest	Principal	Interest	
2024	\$ 362,472	\$ 55,757	\$ 15,817	\$ 78,743	\$ 512,789
2025	337,429	80,800	18,390	76,170	512,789
2026	269,191	61,299	21,382	73,178	425,050
2027	288,823	41,667	24,862	69,698	425,050
2028	283,393	20,603	28,906	65,654	398,556
2029-2033	-	-	232,377	240,425	472,802
2034-2036	-	-	184,394	36,247	220,641
Total	<u>\$ 1,541,308</u>	<u>\$ 260,126</u>	<u>\$ 526,128</u>	<u>\$ 640,115</u>	<u>\$ 2,967,677</u>

Austell Natural Gas System

Long-term debt activity for the fiscal year ended July 31, 2023, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Austell Natural Gas System					
Compensated absences	\$ 391,104	\$ 410,688	\$ (391,104)	\$ 410,688	\$ 410,688
Financed purchases from direct borrowings	139,733	-	(51,390)	88,343	54,383
Total	<u>\$ 530,837</u>	<u>\$ 410,688</u>	<u>\$ (442,494)</u>	<u>\$ 499,031</u>	<u>\$ 465,071</u>

Financed purchases from direct borrowings – Equipment. The Gas System has entered into a finance purchase agreement for the acquisition of customer database hardware. The original cost of the City’s assets under the finance purchase arrangement at July 31, 2023 is \$207,548 and there has been \$160,540 of accumulated depreciation as of fiscal year-end. Annual depreciation of \$34,590 is included in depreciation expense. Monthly principal and interest payments are required until maturity at December 1, 2024 at an interest rate of 5.3%.

During the fiscal year ended July 31, 2021, the Gas System also entered into an additional finance purchase agreement for the acquisition of additional customer database hardware. The original cost of the City’s assets under the finance purchase agreement at July 31, 2023 is \$45,337 and there has been \$23,934 of accumulated depreciation as of fiscal year-end. Annual depreciation (\$9,062) of these assets is included in depreciation expense. Monthly principal and interest payments are required until maturity at December 1, 2025 at an interest rate of 6.3%.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

7. LONG-TERM DEBT – (Continued)

Austell Natural Gas System, continued

The Gas System’s total financed purchase payable debt service requirements to maturity are as follows:

Fiscal Year Ending July 31,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 54,383	\$ 4,989	\$ 59,372
2025	29,442	1,229	30,671
2026	<u>4,518</u>	<u>97</u>	<u>4,615</u>
Total	<u>\$ 88,343</u>	<u>\$ 6,315</u>	<u>\$ 94,658</u>

8. INTER-FUND TRANSACTIONS

The composition of interfund receivable and payable balances at June 30, 2023 were as follows:

Payable From	Payable To			<u>Total</u>
	<u>General</u>	<u>Multiple Grant</u>	<u>Stormwater</u>	
General	\$ -	\$ 190,538	\$ 255,713	\$ 446,251
Cobb Co Splost 2005	2,928	-	-	2,928
Cobb Co Splost 2016	195,207	-	-	195,207
Cobb Co Splost 2022	45,739	-	-	45,739
Threadmill Complex	<u>937,813</u>	<u>-</u>	<u>-</u>	<u>937,813</u>
Total	<u>\$ 1,181,687</u>	<u>\$ 190,538</u>	<u>\$ 255,713</u>	<u>\$ 1,627,938</u>

All interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Amounts will be repaid in fiscal year 2024.

Due to/from primary government and component units:

<u>Payable To</u>	<u>Payable From</u>
	Austell
	Natural
	Gas
	System
General	<u>\$ 7,002,750</u>

At June 30, 2023, Austell Natural Gas System owed the primary government \$7,002,752. However, the Gas System reported a payable of \$7,253,404. The difference is a result of the Gas System’s fiscal year-end being July 31, 2023 and reporting \$250,652 of additional fees due to the primary government.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

8. INTER-FUND TRANSACTIONS – (Continued)

Interfund transfers for the year ended June 30, 2023, were as follow:

Transfer To	Transfer From			
	General	Water & Sewer	Stormwater	Total
Non-major	\$ 466,755		\$ -	\$ 466,755
General	-	275,233		275,233
ARPA	152,381	-	-	152,381
Water & Sewer	-	-	-	-
Solid waste	61,774	-	-	61,774
Total	<u>\$ 680,910</u>	<u>\$ 275,233</u>	<u>\$ -</u>	<u>\$ 956,143</u>

Transfer are used to (1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (3) use unrestricted revenues of the General Fund to cover the operational shortfalls of the other funds.

In the Statement of Activities, additional transfers were recognized in the amount of \$4,104,344 as a result of the ARPA and SPLOST funds financing the purchase / construction of building and infrastructure improvements for the enterprise funds. Governmental Funds transferred the improvements to the Threadmill, Water & Sewer and Stormwater Funds in which they were recognized as capital improvements. This increased the total transfers in the Statement of Activities to \$3,890,885. These transactions were recognized as capital outlay expenditures in the governmental funds and as capital contributions in the proprietary funds.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. EMPLOYEE BENEFIT PLANS

Defined Benefit Plan – GMA Administered

Plan Description

The City, as authorized by the City Council, has established a defined benefit pension plan (The City of Austell Retirement Plan) covering all full-time employees. The City’s pension plan is affiliated with the Georgia Municipal Employee Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS for investment purposes. The City does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained 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.

As provided by State law, benefit provisions for Participants in GMEBS are established and amended by the respective employers. As authorized by the City Council, the Plan provides pension benefits and death and disability benefits for Plan members and beneficiaries. All employees, excluding elected officials, who work thirty hours or more per week, are eligible to participate immediately upon hiring. Benefits vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 2.0% of final average earnings in excess of covered compensation. Early retirement may be elected by an employee who has reached age 55 and has 10 years of service for reduced benefits. Elected officials are entitled to \$52 for each year of service after reaching normal retirement age. Ten years of service is required for nonservice related disability benefits. Disability benefits are paid out at 20% of an employee’s current salary if they have at least 10 years of service. Death benefits are calculated using an actuarial reserve.

At January 1, 2023, the date of the most recent actuarial valuation, there were 221 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	63
Terminated vested participants not yet receiving benefits	56
Active employees - vested	65
Active employees - nonvested	<u>37</u>
 Total	 <u>221</u>

Contributions

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standard law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Plan which meets State minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan is to contribute an amount equal to or greater than the recommended contribution described below. For fiscal year 2023, the actuarially determined contribution rate was 14.01% of covered payroll.

For fiscal year ended June 30, 2023, the City’s recommended and actual contribution was \$792,729 which was actuarially determined and is expected to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The amount of employer pension related expense recognized in the actuarial report dated January 1, 2023 and included in the government-wide statement of activities amounted to \$1,503,441.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. EMPLOYEE BENEFIT PLANS – (Continued)

Defined Benefit Plan – GMA Administered, continued

**Pension Liabilities, Pension Expense, and Deferred Outflows and
Deferred Outflows of Resources Related to Pensions**

At June 30, 2023, the City reported a liability of \$7,063,310 for its net pension liability. The net pension liability was measured as of September 30, 2022, and was determined by an actuarial valuation as of January 1, 2023. The changes in the Net Pension Liability for the year ended September 30, 2022 (the measurement date) were as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at beginning of year	\$17,452,306	\$15,498,011	\$ 1,954,295
Changes for the year-			
Service cost	375,230	-	375,230
Interest	1,284,064	-	1,284,064
Differences between expected and actual experience	1,768,577	-	1,768,577
Contributions - Employer	-	909,514	(909,514)
Net investment income	-	(2,560,494)	2,560,494
Benefit payments, including refunds of employee contributions	(833,010)	(833,010)	-
Administrative expense	-	(30,164)	30,164
Other	-	-	-
Net Changes	<u>2,594,861</u>	<u>(2,514,154)</u>	<u>5,109,015</u>
Balance at end of year	<u>\$20,047,167</u>	<u>\$12,983,857</u>	<u>\$ 7,063,310</u>

Effective January 1, 2015, the Plan was amended to provide for immediate participation for Employees. This change has no impact on service credited under the Plan and has no impact on benefits. As a result of this change, all Employees are now included in the valuation. This change has minimal impact on the Plan's liability.

Amounts reported for the fiscal year ending in 2020 and later reflect the following assumption changes based on an actuarial study conducted in November and December 2019:

- The investment return assumption was decreased from 7.75% to 7.375%.
- The inflation assumption was decreased from 3.25% to 2.25%.
- The cost-of-living assumption was decreased from 3.25% to 2.25%.

There were no changes in assumptions or benefit provisions for the year ended June 30, 2023.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. EMPLOYEE BENEFIT PLANS – (Continued)

Defined Benefit Plan – GMA Administered, continued

**Pension Liabilities, Pension Expense, and Deferred Outflows and
Deferred Outflows of Resources Related to Pensions, continued**

For the year ended June 30, 2023, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	\$ 375,230
Interest on The Pension Liability (TPL)	1,284,064
Administrative expenses	30,164
Expected return on assets	(1,144,687)
Deferred Inflows -	
Expensed portion of current year period differences between expected and actual experience in TPL	353,717
Expensed portion of current year period assumption changes	-
Expensed portion of current year period differences between projected and actual investment earnings	741,037
Current year recognition of deferred inflows and outflows established in prior years.	<u>(136,084)</u>
 Total expense	 <u>\$ 1,503,441</u>

\$594,547 reported as deferred outflows of resources related to pensions resulting from the City’s contributions made after the measurement date of the net pension liability but before the end of the City’s reporting period will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

F/Y/E June 30,	Deferred Outflows	Deferred Inflows	Net
2024	\$ 998,961	\$ (89,081)	\$ 909,880
2025	738,681	-	738,681
2026	681,783	-	681,783
2027	<u>1,094,751</u>	<u>-</u>	<u>1,094,751</u>
	<u>\$3,514,176</u>	<u>\$ (89,081)</u>	<u>\$ 3,425,095</u>

Outstanding balances of deferred outflows/inflows of resources related to pensions as of June 30, 2023 are as follows:

	Outflows	Inflows
Contributions subsequent to the measurement date	\$ 594,547	\$ -
Demographic	1,826,251	-
Investment	1,687,925	-
Assumption change	-	(89,081)
Total	<u>\$ 4,108,723</u>	<u>\$ (89,081)</u>

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. EMPLOYEE BENEFIT PLANS – (Continued)

Defined Benefit Plan – GMA Administered, continued

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:

Actuarial Assumptions:

Net Investment Rate of Return	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost of Living Adjustments	2.25%
Mortality Rates -	
Healthy retirees and beneficiaries	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25
Disabled participants	Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

The actuarial assumptions used in the January 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2019 conducted in November and December 2019.

The long-term 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 weighting 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 March 31, 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	45.00%	6.40%
International equity	20.00%	6.80%
Domestic fixed income	20.00%	0.40%
Real estate	10.00%	3.90%
Global fixed income	5.00%	0.46%
Total	100.00%	

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. EMPLOYEE BENEFIT PLANS – (Continued)

Defined Benefit Plan – GMA Administered, continued

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 the City will be made at the actuarially determined contribution rate. Based on those assumptions, the pension 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Net Pension Liability
 To Changes in the Discount Rate*

The following presents the City’s net pension liability calculated using the discount rate of 7.375 percent, as well as what the City’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease <u>6.375%</u>	Current Rate <u>7.375%</u>	1% Increase <u>8.375%</u>
Net Pension Liability	\$ 9,808,115	\$ 7,063,310	\$ 4,803,611

Pension Plan Net Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued City of Austell Retirement Plan financial report.

10. DEFERRED COMPENSATION PLAN

The City of Austell, Georgia offers its employees an Internal Revenue Code Section 457 Plan (the “Plan”) which is a deferred compensation plan that qualifies as a defined contribution pension plan. The Plan is administered by a third party administrator, Empower. The City has no fiduciary relationship with the Trust. Accordingly, the Plan assets are not reported in the City’s financial statements. Plan provisions and contribution requirements are established and may be amended by the City’s Mayor and Council. At June 30, 2023, there were 87 plan members in the plan.

Employees are not required to contribute to the Plan. Employees may contribute a portion of their gross salary, not to exceed the IRS guidelines, into the Plans. The Plan allows employees to increase, decrease, stop and restart deferrals as often as they wish without penalties or fees. Total employee contributions for the fiscal year ended June 30, 2023 were \$86,320.

(See Independent Auditor’s Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

11. JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the Atlanta, Georgia area, is a member of the Atlanta Regional Commission (ARC). Dues to the ARC are assessed at the County level and are, accordingly, paid by Cobb County. Membership in the ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the ARC in Georgia. The ARC Board membership includes the chief elected official of each county and various municipalities of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the ARC. Separate financial statements may be obtained from ARC, 40 Courtland Street, NE, Atlanta, Georgia 30303.

12. RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; theft of damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the State as part of the Georgia Interlock Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-Insurance Worker's Compensation Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments.

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

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

Settled claims have not exceeded the coverages in the past three (3) fiscal years.

The City carries commercial insurance for other risks of losses. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage in the past three (3) fiscal years.

13. COMMITMENTS AND CONTINGENCIES

Litigation:

At present, the City's management is not aware of any pending or threatened litigation that would have a material effect on the City's financial condition.

Grant Contingencies:

The City has received Federal and State Grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the City believes such disallowances, if any, will not be significant.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

13. COMMITMENTS AND CONTINGENCIES, (Continued)

Stormwater Fees:

At June 30, 2015 the City was in negotiations with a private corporation regarding the propriety of charging the Company stormwater fees. The Company maintained that they have a federal license to maintain their own stormwater run-off system and that the City does not participate in any activity related to the Company's system and therefore the Company should not be charged a fee. Unpaid stormwater fees assessed to the Company for the calendar years 2013 and 2014 amounted to \$176,900 and were reported in the City's Stormwater Fund Balance Sheet as of June 30, 2015. During fiscal year ended June 30, 2016 the Company and the City reached an agreement to solve the issue. Amounts owed as of June 30, 2015 were written off by the City and a settlement of \$110,000 was recorded by the City as a stormwater receivable. The Company also agreed to contribute to the City \$25,000 a year for the next ten years, which was recorded as a receivable in the City's General Fund. The amount due from the Company as of June 30, 2023 was \$50,000.

14. HOTEL/MOTEL LODGING TAX

The City imposes a hotel/motel tax on lodging facilities within the City. The tax was assessed at 8%. Revenues were \$24,537 for the fiscal year ended June 30, 2023. Of this amount, 62.5%, or \$15,336, was remitted to the Cobb-Marietta Coliseum and Exhibit Hall Authority as is contractually obligated. The receipts from the City, less 37.5% are pledged as a revenue source for debt service requirements of the Authority. Of the amount remitted to the Authority, the City will obtain a reimbursement of 40%

The City expended \$17,398, including the amount remitted to the Cobb-Marietta Coliseum and Exhibit Hall Authority, during the current fiscal year to promote tourism as required by O.C.G.A. 48-13-51.

15. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

General accepted accounting principles require disclosures, as a part of the basic financial statements – overview, of certain information concerning individual funds including –

A. Deficit fund balances or net position balances of individual funds – As of June 30, 2023, the following funds had a negative fund balance:

ARPA Fund	\$ 238,618
Non-Major Governmental Funds-	
Hotel / Motel Tax Fund	611
Emergency Telephone System Fund	3,706

Management expects the deficit to be funded through future revenues and transfers from the General Fund, if necessary.

B. Excess expenditures over budget – None of the City's funds or departments incurred material excesses (if over 5 percent and greater than \$5,000) of expenditures over appropriations at the department level (the legal level of control) as reported in Note 2 to these financial statements.

(See Independent Auditor's Report)

CITY OF AUSTELL, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

16. PRIOR PERIOD ADJUSTMENT

In fiscal year 2022, the City didn't recognize a lease payable and the related capital asset in the amount of \$256,062. The City's Governmental Activities long-term debt and capital assets beginning balances have been adjusted to recognize this transaction as of June 30, 2022. No adjustment to net position / fund balance was required.

(See Independent Auditor's Report)

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CITY OF AUSTELL, GEORGIA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
 LAST 10 FISCAL YEARS

	Fiscal Year End									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability										
Service cost	\$ 375,230	\$ 330,557	\$ 303,231	\$ 273,317	\$ 168,863	\$ 193,792	\$ 163,813	\$ 167,487	\$ 186,539	
Interest	1,284,064	1,215,919	1,112,310	1,039,689	796,976	801,491	735,047	681,983	661,660	
Differences between expected and actual experience	1,768,577	60,652	540,330	794,344	497,266	(354,308)	271,158	121,886	(119,799)	
Changes of assumptions	-	-	-	(445,407)	-	(220,956)	-	-	(254,428)	
Change in benefit terms	-	-	-	-	2,040,833	-	-	-	-	
Benefit payments	(833,010)	(622,603)	(534,055)	(410,366)	(334,059)	(274,649)	(350,707)	(222,611)	(200,875)	
Net changes in total pension liability	2,594,861	984,525	1,421,816	1,251,577	3,169,879	145,370	819,311	748,745	273,097	
Total pension liability - beginning	17,452,306	16,467,781	15,045,965	13,794,388	10,624,509	10,479,139	9,659,828	8,911,083	8,637,986	
Total pension liability - ending	\$ 20,047,167	\$ 17,452,306	\$ 16,467,781	\$ 15,045,965	\$ 13,794,388	\$ 10,624,509	\$ 10,479,139	\$ 9,659,828	\$ 8,911,083	
Plan Fiduciary Net Position										
Contributions - employer	\$ 909,514	\$ 558,466	\$ 423,736	\$ 312,665	\$ 337,873	\$ 268,902	\$ 281,446	\$ 292,687	\$ 345,081	
Net investment income	(2,560,494)	3,047,207	1,104,757	340,666	1,029,505	1,360,742	916,794	88,656	817,473	
Benefit payments	(833,010)	(622,603)	(534,055)	(410,366)	(334,059)	(274,649)	(350,707)	(222,611)	(200,875)	
Administrative expense	(30,164)	(29,985)	(30,831)	(26,864)	(30,389)	(28,732)	(17,350)	(19,975)	(16,055)	
Other	-	-	-	-	-	-	-	-	-	
Net change in fiduciary net position	(2,514,154)	2,953,085	963,607	216,101	1,002,930	1,326,263	830,183	138,757	945,624	
Plan fiduciary net position - beginning	15,498,011	12,544,926	11,581,319	11,365,218	10,362,288	9,036,025	8,205,842	8,067,085	7,121,461	
Plan fiduciary net position - ending	\$ 12,983,857	\$ 15,498,011	\$ 12,544,926	\$ 11,581,319	\$ 11,365,218	\$ 10,362,288	\$ 9,036,025	\$ 8,205,842	\$ 8,067,085	
Net Pension Liability										
Net pension liability	\$ 7,063,310	\$ 1,954,295	\$ 3,922,855	\$ 3,464,646	\$ 2,429,170	\$ 262,221	\$ 1,443,114	\$ 1,453,986	\$ 843,998	
Plan's fiduciary net position as a percentage of the total pension liability	64.77%	88.80%	76.18%	76.97%	82.39%	97.53%	86.23%	84.95%	90.53%	
Covered payroll	\$ 5,588,849	\$ 5,597,222	\$ 5,603,920	\$ 5,236,265	\$ 4,097,511	\$ 3,492,336	\$ 4,085,172	\$ 3,458,027	\$ 3,336,441	
Net pension liability as a percentage of covered payroll	126.38%	34.92%	70.00%	66.17%	59.28%	7.51%	35.33%	42.05%	25.30%	

Historical information prior to implementation of GASB 67/68 is not required.

CITY OF AUSTELL, GEORGIA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CONTRIBUTIONS
 LAST 10 FISCAL YEARS

	Fiscal Year End									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contributions	792,729	767,178	670,159	338,928	303,911	311,874	289,231	278,851	297,299	
Contributions in relation to the actuarially determined contribution	(792,729)	(767,178)	(670,159)	(338,928)	(303,911)	(311,874)	(289,231)	(278,851)	(297,299)	
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	5,597,222	5,263,455	5,603,920	5,236,265	4,097,511	3,492,336	4,085,172	3,458,027	3,418,357	
Contributions as a percentage of covered payroll	14.16%	14.58%	11.96%	6.47%	7.42%	8.93%	8.23%	8.35%	8.55%	

Historical information prior to implementation of GASB 67/68 is not required.

CITY OF AUSTELL, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
FOR THE YEAR ENDED JUNE 30, 2023

Note 1

Significant methods and assumptions used in calculating the actuarially determined calculations are as follow:

Methods and assumptions used to determine contribution rates:

<p>Actuarial Cost Method Amortization Method Remaining Amortization Period</p> <p>Asset Valuation Method</p>	<p>Projected Unit Credit Closed level dollar for remaining unfunded liability Remaining amortization period varies for the bases, with a net effective amortization period of 15 years 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 fair value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.</p>
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Actuarial Assumptions:

<p>Net Investment Rate of Return Projected Salary Increases Cost of Living Adjustments Mortality Rates - Healthy retirees and beneficiaries Disabled participants Plan Termination Basis</p>	<p>7.375% 2.25% plus service based merit increases 2.25% Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25 Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25 1994 Group Annuity Reserving Unisex Table</p>
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The methods and assumptions used in the January 1, 2020 valuation were approved by the Board in December 2019 based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2019 conducted in November and December 2019.

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**COMBINING AND INDIVIDUAL
FUND STATEMENTS
AND SCHEDULES**

CITY OF AUSTELL, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt services or capital projects.

Confiscated Assets Fund – To account for the City’s share of excess funds received from confiscated capital and equipment. Georgia law allows police agencies to file for seizure of property related to illegal substances or activities. These funds must be used to purchase police equipment.

Emergency Telephone System Fund – Established in compliance with State Law to account for the receipt of the “911” Emergency Telephone System charges by communication firms. This revenue is used to offset the costs of operating the “911” system.

Hotel/Motel Tax Fund – Established to account for the collection of an 8% excise tax on charges for hotel/motel accommodations in the City. This levy is required by State law to promote tourism, conventions, trade shows, and other related purposes. 62.5% is remitted to the Cobb-Marietta Coliseum and Exhibit Hall Authority as is contractually obligated. The receipts from the City, less 37.5% are pledged as a revenue source for the debt service requirements of the Authority. Of the amount remitted to the Authority, the City will obtain a reimbursement of 40%.

The Multiple Grants Special Revenue Fund - accounts for grant monies received from a variety of Federal and State agencies. These specific revenue sources are either restricted or committed to expenditures for specified purposes other than debt service or capital projects.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources restricted, committed, or assigned to expenditure for the acquisition or construction of capital assets.

Douglas County 2017 and 2023 SPLOST Funds – To account for the acquisition and construction of major park improvements that were approved by the voters of Douglas County, Georgia through the special purpose local option tax referendums.

Cobb County 2005 SPLOST Funds – To account for the acquisition and construction of major improvements that were approved by the voters of Cobb County, Georgia through the special purpose local option tax referendum.

**CITY OF AUSTELL, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue Funds			
	Confiscated Asset Fund	Emergency Telephone System Fund	Hotel / Motel Tax Fund	Multiple Grant Fund
Assets				
Cash	\$ 24,885	\$ -	\$ -	\$ -
Receivables -				
Taxes	-	-	3,876	-
Accounts	-	16,992	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	190,538
Prepaid items	-	2,710	-	-
Total assets	<u>24,885</u>	<u>19,702</u>	<u>3,876</u>	<u>190,538</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	-	3,768	4,487	-
Accrued liabilities	-	19,640	-	-
Unearned revenues	10,431	-	-	178,473
Due to other funds	-	-	-	-
Total liabilities	<u>10,431</u>	<u>23,408</u>	<u>4,487</u>	<u>178,473</u>
Fund balances				
Nonspendable -				
Prepaid items	-	2,710	-	-
Restricted -				
Capital projects	-	-	-	12,065
Law enforcement activities	14,454	-	-	-
Tourism and economic development	-	-	-	-
Unassigned	-	(6,416)	(611)	-
Total fund balances	<u>14,454</u>	<u>(3,706)</u>	<u>(611)</u>	<u>12,065</u>
Total liabilities and fund balances	<u>\$ 24,885</u>	<u>\$ 19,702</u>	<u>\$ 3,876</u>	<u>\$ 190,538</u>

Capital Projects Funds

2005 Cobb County SPLOST Fund	2017 Douglas County SPLOST Fund	2023 Douglas County SPLOST Fund	Total Nonmajor Governmental Funds
\$ 58,516	\$ 15,824	\$ -	\$ 99,225
-	-	-	3,876
-	-	-	16,992
-	-	11,462	11,462
-	-	-	190,538
-	-	-	2,710
<u>58,516</u>	<u>15,824</u>	<u>11,462</u>	<u>324,803</u>
-	-	-	8,255
-	-	-	19,640
-	-	-	188,904
2,928	-	-	2,928
<u>2,928</u>	<u>-</u>	<u>-</u>	<u>219,727</u>
-	-	-	2,710
55,588	15,824	11,462	94,939
-	-	-	14,454
-	-	-	-
-	-	-	(7,027)
<u>55,588</u>	<u>15,824</u>	<u>11,462</u>	<u>105,076</u>
<u>\$ 58,516</u>	<u>\$ 15,824</u>	<u>\$ 11,462</u>	<u>\$ 324,803</u>

**CITY OF AUSTELL, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2023**

	SPECIAL REVENUE FUND			
	Confiscated Asset Fund	Emergency Telephone System Fund	Hotel / Motel Tax Fund	Multiple Grant Fund
Revenues:				
Taxes	\$ -	\$ -	\$ 24,537	\$ -
Charges for services	-	199,281	-	-
Intergovernmental	-	-	-	24,177
Fines and forfeitures	9,854	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	6,942	10,000
	<u>-</u>	<u>-</u>	<u>6,942</u>	<u>10,000</u>
Total revenues	<u>9,854</u>	<u>199,281</u>	<u>31,479</u>	<u>34,177</u>
Expenditures:				
Current				
Public safety	122	693,461	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Tourism and economic development	-	-	17,398	-
Capital outlay				
Administrative	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	24,177
	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,177</u>
Total expenditures	<u>122</u>	<u>693,461</u>	<u>17,398</u>	<u>24,177</u>
Excess (deficiency) of revenues over expenditures	9,732	(494,180)	14,081	10,000
Other Financing Sources (Uses):				
Transfers	-	477,784	(11,029)	-
Capital lease proceeds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	-	477,784	(11,029)	-
Net change in fund balances	9,732	(16,396)	3,052	10,000
Fund balance - beginning of year	<u>4,722</u>	<u>12,690</u>	<u>(3,663)</u>	<u>2,065</u>
Fund balance - end of year	<u>\$ 14,454</u>	<u>\$ (3,706)</u>	<u>\$ (611)</u>	<u>\$ 12,065</u>

Capital Projects Funds

2005 Cobb County SPLOST Fund	2017 Douglas County SPLOST Fund	2023 Douglas County SPLOST Fund	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 24,537
-	-	-	199,281
-	10,237	11,462	45,876
-	-	-	9,854
2,363	21	-	2,384
-	-	-	16,942
<u>2,363</u>	<u>10,258</u>	<u>11,462</u>	<u>298,874</u>
-	-	-	693,583
-	-	-	-
-	-	-	-
-	-	-	17,398
-	-	-	-
-	-	-	-
184,806	-	-	184,806
-	-	-	24,177
<u>184,806</u>	<u>-</u>	<u>-</u>	<u>919,964</u>
(182,443)	10,258	11,462	(621,090)
-	-	-	466,755
-	-	-	-
-	-	-	466,755
(182,443)	10,258	11,462	(154,335)
<u>238,031</u>	<u>5,566</u>	<u>-</u>	<u>259,411</u>
<u>\$ 55,588</u>	<u>\$ 15,824</u>	<u>\$ 11,462</u>	<u>\$ 105,076</u>

**CITY OF AUSTELL, GEORGIA
CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ 9,854	\$ 4,854
Miscellaneous revenue	-	-	-	-
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>9,854</u>	<u>4,854</u>
Expenditures				
Public safety	5,000	5,000	122	4,878
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>122</u>	<u>4,878</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>9,732</u>	<u>9,732</u>
Other Financing Sources (Uses)				
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	9,732	9,732
Fund balance - beginning of year	<u>4,722</u>	<u>4,722</u>	<u>4,722</u>	<u>-</u>
Fund balance - end of year	<u>\$ 4,722</u>	<u>\$ 4,722</u>	<u>\$ 14,454</u>	<u>\$ 9,732</u>

CITY OF AUSTELL, GEORGIA
EMERGENCY TELEPHONE SYSTEM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	Budget		Actual	Variance
	Original	Final		
Revenues				
Charges for services	\$ 175,000	\$ 175,000	\$ 199,281	\$ 24,281
Miscellaneous revenue	-	-	-	-
Total revenues	<u>175,000</u>	<u>175,000</u>	<u>199,281</u>	<u>24,281</u>
Expenditures				
Public safety	686,856	708,856	693,461	15,395
Total expenditures	<u>686,856</u>	<u>708,856</u>	<u>693,461</u>	<u>15,395</u>
Excess of revenues over (under) expenditures	<u>(511,856)</u>	<u>(533,856)</u>	<u>(494,180)</u>	<u>39,676</u>
Other Financing Sources (Uses)				
Transfers	511,856	533,856	477,784	(56,072)
Total other financing sources (uses)	<u>511,856</u>	<u>533,856</u>	<u>477,784</u>	<u>(56,072)</u>
Net change in fund balance	-	-	(16,396)	(16,396)
Fund balance - beginning of year	<u>12,690</u>	<u>12,690</u>	<u>12,690</u>	<u>-</u>
Fund balance - end of year	<u>\$ 12,690</u>	<u>\$ 12,690</u>	<u>\$ (3,706)</u>	<u>\$ (16,396)</u>

CITY OF AUSTELL, GEORGIA
HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 3,200	\$ 18,200	\$ 24,537	\$ 6,337
Miscellaneous revenue	-	-	6,942	6,942
Total revenues	<u>3,200</u>	<u>18,200</u>	<u>31,479</u>	<u>13,279</u>
Expenditures				
Current				
Tourism and economic development	<u>3,200</u>	<u>18,200</u>	<u>17,398</u>	<u>802</u>
Total expenditures	<u>3,200</u>	<u>18,200</u>	<u>17,398</u>	<u>802</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>14,081</u>	<u>14,081</u>
Other Financing Sources (Uses)				
Transfers	<u>-</u>	<u>-</u>	<u>(11,029)</u>	<u>(11,029)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(11,029)</u>	<u>(11,029)</u>
Net change in fund balance	-	-	3,052	3,052
Fund balance - beginning of year	<u>(3,663)</u>	<u>(3,663)</u>	<u>(3,663)</u>	<u>-</u>
Fund balance - end of year	<u>\$ (3,663)</u>	<u>\$ (3,663)</u>	<u>\$ (611)</u>	<u>\$ 3,052</u>

**CITY OF AUSTELL, GEORGIA
 MULTIPLE GRANTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2023**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
Intergovernmental	\$ 150,000	\$ 150,000	\$ 24,177	\$ (125,823)
Miscellaneous	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>34,177</u>	<u>(115,823)</u>
EXPENDITURES				
General Government	-	-	-	-
Police	-	-	-	-
Public Works	-	-	-	-
Culture and Recreation	-	25,000	24,177	823
Planning & Zoning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>25,000</u>	<u>24,177</u>	<u>823</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>150,000</u>	<u>125,000</u>	<u>10,000</u>	<u>(115,000)</u>
Other Financing Sources (Uses):				
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>150,000</u>	<u>125,000</u>	<u>10,000</u>	<u>(115,000)</u>
Fund balance - beginning of year	<u>2,065</u>	<u>2,065</u>	<u>2,065</u>	<u>-</u>
Fund balance- end of year	<u>\$ 152,065</u>	<u>\$ 127,065</u>	<u>\$ 12,065</u>	<u>\$ (115,000)</u>

CITY OF AUSTELL, GEORGIA
AUSTELL AREA COMMUNITY COUNCIL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	Budget		Actual	Variance
	Original	Final		
Revenues				
Interest income	\$ 75,000	\$ 75,000	\$ 140,042	\$ 65,042
Miscellaneous revenue	-	-	5,118	5,118
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>145,160</u>	<u>70,160</u>
Expenditures				
General government	75,000	65,750	68,440	(2,690)
Public works	-	22,600	14,000	8,600
Public safety	-	-	-	-
Total expenditures	<u>75,000</u>	<u>88,350</u>	<u>82,440</u>	<u>5,910</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>(13,350)</u>	<u>62,720</u>	<u>76,070</u>
Other Financing Sources (Uses)				
Transfers	-	13,350	-	(13,350)
Total other financing sources (uses)	<u>-</u>	<u>13,350</u>	<u>-</u>	<u>(13,350)</u>
Net change in fund balance	-	-	62,720	62,720
Fund balance - beginning of year	<u>5,160,175</u>	<u>5,160,175</u>	<u>5,160,175</u>	<u>-</u>
Fund balance - end of year	<u>\$ 5,160,175</u>	<u>\$ 5,160,175</u>	<u>\$ 5,222,895</u>	<u>\$ 62,720</u>

**CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY 2005 SPECIAL PURPOSE SALES TAX
FOR THE YEAR ENDED JUNE 30, 2023**

PROJECT	ORIGINAL	EXPENDITURES			ESTIMATED PERCENT COMPLETE
	ESTIMATED COST	BEGINNING OF YEAR	CURRENT YEAR	TO DATE	
STREETS:					
Roads, streets, curbs gutters and sidewalks	\$ 2,042,132	\$ 2,300,479	\$ 184,806	\$ 2,485,285	121.70%
Major projects managed by Cobb County	3,498,000	2,164,428	-	2,164,428	61.88%
PUBLIC SAFETY:					
Radio system	<u>\$ 160,334</u>	<u>\$ 156,742</u>	<u>\$ -</u>	<u>\$ 156,742</u>	97.76%
	<u>\$ 5,700,466</u>	<u>\$ 4,621,649</u>	<u>\$ 184,806</u>	<u>\$ 4,806,455</u>	

Note -

The Cobb County 2005 SPLOST Fund was not presented in the f/y 2020 audit report since all monies maintained by the City had been spent. However, during f/y 2021 the City received a check from the County in the amount of \$444,557 for monies remaining from major street projects that the County was managing. Therefore, the 2005 SPLOST Fund has been reported in the 2023 audit report, which includes monies spent by Cobb County for major street projects.

CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY SPECIAL PURPOSE SALES TAX 2011
FOR THE YEAR ENDED JUNE 30, 2023

	<u>ORIGINAL ESTIMATED COST</u>	<u>BEGINNING OF YEAR</u>	<u>EXPENDITURES CURRENT YEAR</u>	<u>TO DATE</u>	<u>ESTIMATED PERCENT COMPLETE</u>
TIER 1 PROJECTS					
TRANSPORTATION -					
Improvements	\$ 2,137,355	\$ 1,497,166	\$ -	\$ 1,497,166	70.05%
Equipment	665,957	888,285	-	888,285	133.38%
PARKS -					
Improvements	968,046	837,674	-	837,674	86.53%
Equipment	200,000	375,078	-	375,078	187.54%
PUBLIC SAFETY -					
Improvements	5,828	5,850	-	5,850	100.38%
Equipment	<u>695,000</u>	<u>1,391,925</u>	<u>201,004</u>	<u>1,592,929</u>	229.20%
TOTAL TIER 1 PROJECTS	<u>4,672,186</u>	<u>4,995,978</u>	<u>201,004</u>	<u>5,196,982</u>	
TIER 2 PROJECTS					
TRANSPORTATION -					
Improvements	1,740,000	-	-	-	0.00%
PARKS -					
Other projects	725,000	-	-	-	0.00%
PUBLIC SAFETY -					
Other projects	435,000	64,142	-	64,142	14.75%
Fire equipment	<u>60,000</u>	<u>8,678</u>	<u>-</u>	<u>8,678</u>	14.46%
TOTAL TIER 2 PROJECTS	<u>2,960,000</u>	<u>72,820</u>	<u>-</u>	<u>72,820</u>	
TOTAL PROJECTS	<u>\$ 7,632,186</u>	<u>\$ 5,068,798</u>	<u>\$ 201,004</u>	<u>\$ 5,269,802</u>	

CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY SPECIAL PURPOSE SALES TAX 2016
FOR THE YEAR ENDED JUNE 30, 2023

PROJECT	ORIGINAL	EXPENDITURES			ESTIMATED
	ESTIMATED COST	BEGINNING OF YEAR	CURRENT YEAR	TO DATE	PERCENT COMPLETE
STREETS:					
Resurfacing	\$ 1,113,486	\$ 1,459,262	\$ -	\$ 1,459,262	131%
Roadway striping	211,032	49,250	4,105	53,355	25%
Curb and gutters	426,093	178,599	-	178,599	42%
Sidewalks	844,128	452,681	59,700	512,381	61%
Roadway drainage systems	193,309	96,762	86,980	183,742	95%
Sign replacement and upgrades	126,619	46,887	21,191	68,078	54%
Maintenance equipment	801,922	909,620	-	909,620	113%
Public works facility improvements	84,413	74,885	-	74,885	89%
Information technology upgrades	168,826	183,829	-	183,829	109%
PARKS PROJECTS:					
Threadmill Complex -					
Roof replacement	450,000	383,074	1,520,115	1,903,189	423%
Other improvements	300,000	357,814	-	357,814	119%
Parks maintenance facility improvements	200,000	132,285	-	132,285	66%
Upgrades to all city parks	431,345	244,541	74,454	318,995	74%
Park equipment	300,000	363,660	-	363,660	121%
PUBLIC SAFETY:					
2 positrons	125,000	126,141	-	126,141	101%
3 equipped patrol vehicles	222,175	171,896	-	171,896	77%
Fire engine	420,000	599,035	-	599,035	143%
Public safety radios	250,000	221,220	-	221,220	88%
Public safety training facility upgrade	56,912	59,614	-	59,614	105%
	<u>\$ 6,725,260</u>	<u>\$ 6,111,055</u>	<u>\$ 1,766,545</u>	<u>\$ 7,877,600</u>	
OTHER FINANCING SOURCES' EXPENDITURES:					
LMIG		340,833	-	340,833	
OTHER DOT GRANT PROJECTS		310,916	-	310,916	
TOTAL EXPENDITURES		<u>\$ 6,762,804</u>	<u>\$ 1,766,545</u>	<u>\$ 8,529,349</u>	

CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY SPECIAL PURPOSE SALES TAX 2022
FOR THE YEAR ENDED JUNE 30, 2023

	ORIGINAL	EXPENDITURES			ESTIMATED
	ESTIMATED COST	BEGINNING OF YEAR	CURRENT YEAR	TO DATE	PERCENT COMPLETE
Fire -					
Fire truck	\$ 1,100,000	\$ 1,138,793	\$ -	\$ 1,138,793	103.53%
Radios	90,000	1,236	-	1,236	1.37%
Equipment	35,000	-	-	-	0.00%
Police -					
Vehicles and equipment	455,509	327,868	30,840	358,708	78.75%
Radios	296,000	2,473	87,739	90,212	30.48%
Public Works -					
Roadway resurfacing	723,074	-	-	-	0.00%
Roadway restriping	115,000	-	-	-	0.00%
Roadway curb and gutter	115,000	-	-	-	0.00%
Sidewalks	307,288	-	-	-	0.00%
Roadway drainage systems	100,000	-	-	-	0.00%
Transportation maint. Equipment	550,000	-	27,990	27,990	5.09%
Water System -					
Upgrade infrastructure	900,000	-	82,056	82,056	9.12%
System wide improvements	475,000	-	-	-	0.00%
Threadmill Complex -					
Cooling tower equipment	750,000	-	-	-	0.00%
Parks and Culture -					
Improvements	400,000	-	-	-	0.00%
Trails	266,625	-	-	-	0.00%
TOTAL PROJECTS	\$ 6,678,496	\$ 1,470,370	\$ 228,625	\$ 1,698,995	

CITY OF AUSTELL, GEORGIA
 SCHEDULE OF PROJECTS FINANCED
 WITH DOUGLAS COUNTY 2017 SPECIAL PURPOSE SALES TAX
 FOR THE YEAR ENDED JUNE 30, 2023

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	CURRENT YEAR	TO DATE	ESTIMATED PERCENT COMPLETE
PARK PROJECTS:					
Suggs Park improvements	\$ 48,000	\$ 64,850	\$ -	\$ 64,850	135%
	<u>\$ 48,000</u>	<u>\$ 64,850</u>	<u>\$ -</u>	<u>\$ 64,850</u>	

A portion of the above expenditures were financed as follows:

Transfers from the General Fund	<u>\$ -</u>	<u>\$ 27,921</u>	<u>\$ -</u>	<u>\$ 27,921</u>
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CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH DOUGLAS COUNTY 2023 SPECIAL PURPOSE SALES TAX
FOR THE YEAR ENDED JUNE 30, 2023

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES			ESTIMATED PERCENT COMPLETE
		BEGINNING OF YEAR	CURRENT YEAR	TO DATE	
PARK PROJECTS:					
Suggs Park improvements and a new police vehicle	\$ 144,000	\$ -	\$ -	\$ -	0%
	<u>\$ 144,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

A portion of the above expenditures were financed as follows:

Transfers from the General Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
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STATISTICAL SECTION

This part of the City of Austell's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

	<u>Page</u>
Financial Trends	68
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	75
These schedules contain information to help the reader assess the City's most significant local revenue sources, property taxes and franchise fees.	
Debt Capacity	81
These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	86
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	89
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant fiscal year. GASB Statement number 54 established a hierarchy of fund balance classifications based primarily on the extent to which governments are bound by constraints placed on resources. The effective date for implementation of GASB 54 was for periods beginning after June 15, 2010. Presentation for fiscal years 2006-2010 are prior to the implementation of GASB Statement No. 54. Fiscal year 2011 was the first fiscal year of implementation for GASB Statement No. 54. Fiscal year 2013 was the first fiscal year of implementation of GASB 63 and 65 and 2015 was the first fiscal year of implementation of GASB 68.

SCHEDULE 1
CITY OF AUSTELL, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net Investment in Capital Assets	\$ 9,356,493	\$ 9,609,100	\$ 10,464,287	\$ 10,846,029	\$ 11,163,437	\$ 11,571,743	\$ 11,210,530	\$ 10,710,984	\$ 11,749,031	\$ 11,123,395
Restricted	6,867,033	7,861,341	7,434,064	6,641,258	5,850,560	5,894,589	6,478,212	7,896,673	8,188,639	7,305,780
Unrestricted	6,217,288	4,518,361	3,385,379	3,744,011	5,377,413	4,436,274	5,638,808	4,864,819	6,298,414	7,850,622
Total Governmental Activities Net Position	\$ 22,440,814	\$ 21,988,802	\$ 21,283,730	\$ 21,231,298	\$ 22,391,410	\$ 21,902,606	\$ 23,327,550	\$ 23,472,476	\$ 26,236,084	\$ 26,279,797
Business-Type Activities										
Net Investment in Capital Assets	\$ 8,267,872	\$ 8,163,991	\$ 7,989,818	\$ 7,952,136	\$ 7,603,255	\$ 7,594,245	\$ 7,559,328	\$ 7,185,242	\$ 6,689,959	\$ 10,019,152
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(3,254,903)	(3,241,479)	(2,646,636)	(2,236,570)	(2,356,307)	(2,288,696)	(601,843)	(389,402)	(691,200)	(1,343,207)
Total Business-Type Activities Net Position	\$ 5,012,969	\$ 4,922,512	\$ 5,343,182	\$ 5,715,566	\$ 5,246,948	\$ 5,305,549	\$ 6,957,485	\$ 6,795,840	\$ 5,998,759	\$ 8,675,945
Primary Government										
Net Investment in Capital Assets	\$ 17,624,365	\$ 17,773,091	\$ 18,454,105	\$ 18,798,165	\$ 18,766,692	\$ 19,165,988	\$ 18,769,858	\$ 17,896,226	\$ 18,438,990	\$ 21,142,547
Restricted	6,867,033	7,861,341	7,434,064	6,641,258	5,850,560	5,894,589	6,478,212	7,896,673	8,188,639	7,305,780
Unrestricted	2,962,383	1,276,882	738,743	1,507,441	3,021,106	2,147,578	5,036,965	4,475,417	5,607,214	6,507,415
Total Primary Government Net Position	\$ 27,453,783	\$ 26,911,314	\$ 26,626,912	\$ 26,946,864	\$ 27,638,358	\$ 27,208,155	\$ 30,285,035	\$ 30,268,316	\$ 32,234,843	\$ 34,955,742

Source: City's comprehensive annual financial reports for each applicable fiscal year.

SCHEDULE 2
CITY OF AUSTELL, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
Accrual Basis of Accounting

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Program Expenses										
Governmental activities	\$ 9,709,174	\$ 9,550,047	\$ 8,135,109	\$ 8,745,191	\$ 9,828,998	\$ 11,124,044	\$ 11,398,113	\$ 11,765,921	\$ 11,556,869	\$ 13,873,534
Business-type activities	5,139,625	5,299,025	5,672,317	5,771,413	5,953,089	6,712,912	6,766,007	6,863,228	7,311,104	8,087,096
Total primary government program expenses	\$ 14,848,799	\$ 14,849,072	\$ 13,807,426	\$ 14,516,604	\$ 15,782,087	\$ 17,836,956	\$ 18,164,120	\$ 18,627,149	\$ 18,867,973	\$ 21,960,630
Program Revenues										
Governmental activities	\$ 4,918,117	\$ 3,999,348	\$ 2,428,575	\$ 2,845,807	\$ 2,392,779	\$ 2,767,251	\$ 2,373,090	\$ 3,751,557	\$ 3,489,039	\$ 5,130,990
Business-type activities	5,167,434	4,797,281	5,151,692	5,299,120	5,960,747	5,903,638	6,279,305	6,075,138	6,457,478	6,862,915
Total primary government program revenues	\$ 10,085,551	\$ 8,796,629	\$ 7,580,267	\$ 8,144,927	\$ 8,353,526	\$ 8,670,889	\$ 8,652,395	\$ 9,826,695	\$ 9,946,517	\$ 11,993,905
Net (Expense) Revenue										
Governmental activities	\$ (4,791,057)	\$ (5,550,699)	\$ (5,706,534)	\$ (5,899,384)	\$ (7,436,219)	\$ (8,356,793)	\$ (9,025,023)	\$ (8,012,364)	\$ (8,067,830)	\$ (8,742,544)
Business-type activities	27,809	(501,744)	(520,625)	(472,293)	7,658	(809,274)	(486,702)	(788,090)	(853,626)	(1,224,181)
Total primary government net expense	\$ (4,763,248)	\$ (6,052,443)	\$ (6,227,159)	\$ (6,371,677)	\$ (7,428,561)	\$ (9,166,067)	\$ (9,511,725)	\$ (8,800,454)	\$ (8,921,456)	\$ (9,966,725)
General Revenues and Transfers										
Governmental activities	\$ 6,483,453	\$ 6,094,055	\$ 5,001,462	\$ 5,846,952	\$ 8,596,331	\$ 7,867,989	\$ 10,449,967	\$ 8,157,290	\$ 10,831,438	\$ 8,786,257
Business-type activities	383,051	661,686	941,295	844,677	(476,276)	867,875	2,138,638	626,445	56,545	3,901,367
Total primary government	\$ 6,866,504	\$ 6,755,741	\$ 5,942,757	\$ 6,691,629	\$ 8,120,055	\$ 8,735,864	\$ 12,588,605	\$ 8,783,735	\$ 10,887,983	\$ 12,687,624
Change in Net Position										
Governmental activities	\$ 1,692,396	\$ 543,356	\$ (705,072)	\$ (52,432)	\$ 1,160,112	\$ (488,804)	\$ 1,424,944	\$ 144,926	\$ 2,763,608	\$ 43,713
Business-type activities	410,860	159,942	420,670	372,384	(468,618)	58,601	1,651,936	(161,645)	(797,081)	2,677,186
Total primary government	\$ 2,103,256	\$ 703,298	\$ (284,402)	\$ 319,952	\$ 691,494	\$ (430,203)	\$ 3,076,880	\$ (16,719)	\$ 1,966,527	\$ 2,720,899

Source: City's comprehensive annual financial reports for each applicable fiscal year.

SCHEDULE 3
CITY OF AUSTELL, GEORGIA
GOVERNMENT-WIDE EXPENSES
LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
General Government	\$ 800,543	\$ 1,027,466	\$ 940,163	\$ 1,076,352	\$ 1,129,171	\$ 1,427,364	\$ 1,411,996	\$ 1,674,709	\$ 1,780,234	\$ 1,741,132
Public Safety	4,288,329	4,398,624	4,755,040	4,568,337	5,027,628	6,904,142	6,597,564	6,974,753	6,727,613	8,671,870
Public Works	3,856,149	3,172,065	1,380,310	2,032,376	2,551,110	1,305,644	1,826,149	1,480,200	1,362,302	1,603,016
Culture and recreation	673,860	844,926	847,871	818,838	842,291	1,131,991	1,150,694	1,082,738	1,141,685	1,235,401
Tourism and economic development	4,161	4,448	1,804	4,530	4,204	3,788	3,951	3,519	8,848	17,397
Housing and development	64,277	87,523	200,804	238,740	267,797	345,128	405,661	547,638	536,187	593,650
Interest on Long-Term Debt	21,855	14,995	9,117	6,018	6,797	5,987	2,098	364	-	11,068
Total Governmental Activities	\$ 9,709,174	\$ 9,550,047	\$ 8,135,109	\$ 8,745,191	\$ 9,828,998	\$ 11,124,044	\$ 11,398,113	\$ 11,763,921	\$ 11,556,869	\$ 13,873,534
Business-Type Activities										
Threadmill complex	\$ 1,314,778	\$ 1,324,380	\$ 1,259,062	\$ 1,330,940	\$ 1,180,150	\$ 1,468,116	\$ 1,393,291	\$ 1,262,740	\$ 1,244,359	\$ 1,693,847
Water and Sewer	3,256,714	3,180,705	3,508,458	3,682,465	3,928,471	4,225,992	4,538,146	4,843,407	5,267,653	5,280,457
Storm Water Utilities	422,208	412,974	455,082	297,631	348,047	547,018	432,874	373,293	323,832	367,200
Solid Waste	145,925	380,966	449,715	460,377	496,421	471,786	401,696	383,788	475,260	745,592
Total Business-Type Activities	\$ 5,139,625	\$ 5,299,025	\$ 5,672,317	\$ 5,771,413	\$ 5,953,089	\$ 6,712,912	\$ 6,766,007	\$ 6,863,228	\$ 7,311,104	\$ 8,087,096
Total Governmental-Wide Expenses	\$ 14,848,799	\$ 14,849,072	\$ 13,807,426	\$ 14,516,604	\$ 15,782,087	\$ 17,836,956	\$ 18,164,120	\$ 18,627,149	\$ 18,867,973	\$ 21,960,630

Source: City's comprehensive annual financial reports for each applicable fiscal year

SCHEDULE 4
CITY OF AUSTELL, GEORGIA
GOVERNMENT-WIDE PROGRAM REVENUES
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Charges for Service										
General Government	\$ 7,037	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Judicial	515,859	-	-	-	-	-	-	-	-	-
Public Safety	136,735	742,034	554,763	604,183	600,942	523,685	460,239	380,993	439,190	533,886
Public Works	63,144	-	-	-	-	-	-	3,082	2,922	3,800
Solid Waste Management	3,773	-	-	-	-	-	-	-	-	-
Culture and recreation	-	46,324	101,491	127,370	122,669	125,931	112,911	145,188	140,922	54,053
Housing and development	-	36,261	40,274	49,151	69,254	81,908	127,144	309,858	157,074	348,478
Operating Grants and Contributions	590	10,509	265,947	119,960	120,262	115,392	125,979	582,378	704,086	214,866
Capital Grants and Contributions	4,190,979	3,164,220	1,466,100	1,945,143	1,479,652	1,920,335	1,546,817	2,330,058	2,044,845	3,975,907
Total Governmental Activities	\$ 4,918,117	\$ 3,999,348	\$ 2,428,575	\$ 2,845,807	\$ 2,392,779	\$ 2,767,251	\$ 2,373,090	\$ 3,751,557	\$ 3,489,039	\$ 5,130,990
Business-Type Activities										
Charges for Service										
Threadmill Complex	\$ 1,197,590	\$ 1,234,876	\$ 1,208,874	\$ 1,239,607	\$ 1,281,453	\$ 1,284,035	\$ 1,287,218	\$ 1,040,828	\$ 549,062	\$ 524,603
Water and Sewer	3,478,282	2,834,536	3,114,423	3,310,074	3,764,746	3,803,508	4,183,719	4,248,404	4,925,281	5,108,423
Stormwater	406,280	399,617	399,486	309,709	320,634	321,301	324,727	332,875	390,097	402,638
Solid Waste	85,282	301,257	352,184	381,530	403,165	424,094	372,037	378,319	480,938	684,978
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions	-	26,995	76,725	58,200	190,749	70,700	111,604	74,712	112,100	142,273
Total Business-Type Activities	\$ 5,167,434	\$ 4,797,281	\$ 5,151,692	\$ 5,299,120	\$ 5,960,747	\$ 5,903,638	\$ 6,279,305	\$ 6,075,138	\$ 6,457,478	\$ 6,862,915
Total Government-Wide Program Revenues	10,085,551	8,796,629	7,580,267	8,144,927	8,353,526	8,670,889	8,652,395	9,826,695	9,946,517	11,993,905

Source: City's comprehensive annual financial reports for each applicable fiscal year.

SCHEDULE 5
CITY OF AUSTELL, GEORGIA
GENERAL AND OTHER REVENUES
 Last Ten Fiscal Years
 (Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Taxes										
Property	\$ 576,380	\$ 547,923	\$ 632,335	\$ 628,527	\$ 719,486	\$ 878,889	\$ 895,655	\$ 1,128,278	\$ 1,259,070	\$ 1,448,756
Sales and Use	64,639	54,000	54,002	54,000	54,000	54,000	54,000	54,000	54,000	42,144
Franchise taxes and ownership fees	5,598,620	5,268,203	4,297,921	5,144,315	6,290,340	6,713,242	6,051,456	6,645,525	8,539,635	8,890,270
Other	552,349	581,536	656,935	695,835	800,753	855,170	914,427	940,541	931,915	1,100,572
Penalties and Interest	18,782	1,536	10,490	13,665	-	-	-	-	-	-
Intergovernmental	-	103,665	107,624	-	-	-	-	-	-	-
Unrestricted Investment Earnings	-	116,931	110,209	105,448	138,214	124,249	130,682	11,210	21,601	351,025
Miscellaneous	55,734	81,830	73,241	49,839	117,262	110,314	33,539	4,181	78,062	5,322
Gain on sale of capital assets	-	-	-	-	-	-	4,508,843	-	3,700	839,053
Transfers	(383,051)	(661,569)	(941,295)	(844,677)	476,276	(867,875)	(2,138,635)	(626,445)	(56,545)	(3,890,885)
Total Governmental Activities	\$ 6,483,453	\$ 6,094,055	\$ 5,001,462	\$ 5,846,952	\$ 8,596,331	\$ 7,867,989	\$ 10,449,967	\$ 8,157,290	\$ 10,831,438	\$ 8,786,257
Business-Type Activities										
Unrestricted Investment Income	\$ -	\$ 117	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,482
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	383,051	661,569	941,295	844,677	(476,276)	867,875	2,138,635	626,445	56,545	3,890,885
Total Business-Type Activities	\$ 383,051	\$ 661,686	\$ 941,295	\$ 844,677	\$ (476,276)	\$ 867,875	\$ 2,138,638	\$ 626,445	\$ 56,545	\$ 3,901,367
Total Government-Wide General and Other Revenue	\$ 6,866,504	\$ 6,755,741	\$ 5,942,757	\$ 6,691,629	\$ 8,120,055	\$ 8,735,864	\$ 12,588,605	\$ 8,783,735	\$ 10,887,983	\$ 12,687,624

Source: City's comprehensive annual financial reports for each applicable fiscal year.

SCHEDULE 6
CITY OF AUSTELL, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable:										
Prepays Items	\$ 368,413	\$ 354,080	\$ 206,603	\$ 105,160	\$ 184,089	\$ 12,766	\$ 53,152	\$ -	\$ 60,836	\$ 18,973
Inventory	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	1,000,000	1,000,000	-	1,000,000	939,415
Unassigned	5,057,467	5,156,013	3,897,217	4,134,921	5,971,615	5,388,064	7,054,727	7,314,928	7,923,782	9,849,942
Total General Fund	\$ 5,425,880	\$ 5,510,093	\$ 4,103,820	\$ 4,240,081	\$ 6,155,704	\$ 6,400,830	\$ 8,107,879	\$ 7,314,928	\$ 8,984,618	\$ 10,808,330
All Other Governmental Funds										
Nonspendable for:										
Prepaid Items	\$ 47,270	\$ 41,864	\$ 40,216	\$ 259,798	\$ 24,463	\$ 1,980	\$ 8,232	\$ -	\$ 9,312	\$ 2,710
Advances to other funds	3,672,000	-	-	-	-	-	-	-	-	-
Restricted										
Capital Projects	3,045,772	2,104,555	1,889,409	1,286,422	555,121	576,799	1,178,240	2,665,438	3,020,364	2,068,431
Law enforcement activities	145,229	290,835	97,287	118,894	38,572	39,359	4,774	6,169	8,100	14,434
Tourism and Promotion	4,032	3,277	4,980	3,689	2,659	1,142	-	6	-	-
Community enhancements	688,500	5,462,674	5,442,388	5,232,253	5,254,208	5,277,289	5,295,198	5,225,060	5,160,175	5,222,895
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	(131,963)	(130,213)	(136,408)	(245,330)	(19,793)	(82,133)	(126,034)	(521,854)	(245,645)
Total All Other Governmental Funds	\$ 7,602,803	\$ 7,771,242	\$ 7,344,067	\$ 6,764,648	\$ 5,629,693	\$ 5,876,776	\$ 6,404,311	\$ 7,770,639	\$ 7,676,097	\$ 7,062,845

Source: City's comprehensive annual financial report for each applicable fiscal year.

Note: Beginning for fiscal year 2011, fund balance is reported under categories using the classifications provided by GASB No. 54

SCHEDULE 7
CITY OF AUSTELL, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Taxes	\$ 6,936,519	\$ 6,510,245	\$ 5,633,841	\$ 6,526,477	\$ 7,873,766	\$ 8,506,291	\$ 7,929,005	\$ 8,749,192	\$ 10,782,093	\$ 11,476,492
Licenses and Permits	67,808	36,261	40,274	49,151	68,954	81,908	112,942	239,904	146,073	274,085
Fines and forfeitures	515,859	593,532	404,558	451,287	450,502	346,308	274,042	191,728	238,614	317,591
Charges for Services	142,881	148,502	150,206	152,896	150,740	171,441	201,750	262,300	214,500	220,094
Intergovernmental	4,058,452	3,065,865	1,588,772	1,962,922	1,577,783	1,868,771	1,809,859	2,837,359	2,846,876	4,142,173
Investment Earnings	132,527	116,731	110,259	105,448	138,441	124,250	135,163	15,672	28,651	375,795
Contributions and donations	590	194,851	14,137	39,701	6,761	52,018	6,450	51,543	51,877	49,310
Miscellaneous	55,734	129,299	106,774	200,446	210,487	162,334	145,726	148,399	148,954	140,230
Total All Governmental Funds	11,910,370	10,795,286	8,048,821	9,488,328	10,477,434	11,313,321	10,614,937	12,496,097	14,457,638	16,995,770
Expenditures										
General Government	862,705	938,690	851,848	949,533	980,611	1,093,664	1,205,837	1,355,147	1,727,389	1,609,165
Public Safety	3,974,904	4,047,226	4,372,289	4,111,375	4,564,347	5,283,178	5,803,718	6,375,617	6,278,228	7,418,867
Judicial	176,700	198,709	203,573	193,973	208,051	223,917	241,239	270,201	255,841	307,546
Public Works	3,649,359	2,959,247	854,184	1,369,883	883,311	940,151	1,102,229	997,844	1,031,918	1,129,985
Solid waste management	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Tourism and economic development	4,161	4,448	1,804	4,530	4,204	3,788	3,951	3,518	8,848	17,398
Culture and recreation	617,025	694,264	681,735	629,503	710,179	807,585	855,317	1,058,820	871,216	873,342
Housing and development	64,277	124,041	344,477	201,016	234,911	312,207	394,586	613,162	454,805	565,034
Debt Service										
Principal	265,919	314,452	212,918	64,490	63,036	65,167	55,406	45,092	-	26,493
Interest	21,855	14,995	6,800	6,018	7,473	5,342	3,139	1,606	-	-
Capital Outlay										
Total Expenditures	10,451,674	10,168,718	9,566,447	9,555,770	10,215,018	10,426,253	10,829,498	11,394,626	12,954,739	17,928,221
Excess (Deficit) of Revenue Over Expenditures	1,458,696	626,568	(1,517,626)	(67,442)	262,416	887,068	(214,561)	1,101,471	1,502,899	(932,451)
Other Financing Sources (Uses)										
Proceeds from long-term debt	-	-	303,888	-	-	-	-	-	-	1,395,918
Proceeds from sale of capital assets	-	-	72,089	57,703	29,051	92,842	4,587,779	73,638	128,794	533,534
Transfer in	611,803	519,526	190,942	345,063	489,201	(487,701)	427,672	529,246	387,542	619,136
Transfer out	(994,854)	(893,442)	(882,741)	(778,482)	-	-	(2,566,306)	(1,130,978)	(444,087)	(405,677)
Total Other Financing Sources (Uses)	(383,051)	(373,916)	(315,822)	(375,716)	518,252	(394,859)	2,449,145	(528,094)	72,249	2,142,911
Net Change in Fund Balance	\$ 1,075,645	\$ 252,652	\$ (1,833,448)	\$ (443,158)	\$ 780,668	\$ 492,209	\$ 2,234,584	\$ 573,377	\$ 1,575,148	\$ 1,210,460
Debt service expenditures to noncapital expenditures	2.89%	3.45%	2.88%	0.89%	0.78%	0.80%	0.58%	0.44%	0.00%	0.22%

Source: City's comprehensive annual financial reports for each applicable fiscal year.

SCHEDULE 8
CITY OF AUSTELL, GEORGIA
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
Modified Accrual Basis

Fiscal Year Ended June 30,	Taxes (2)	Licenses and Permits	Inter- Governmental	Charges for Service	Fines and Forfeitures	Interest Income	Contributions and Donations from Private	Miscellaneous	Total
2014	6,936,519	67,808	4,058,452	142,881	515,859	132,527	590	55,734	11,910,370
2015	6,510,245	36,261	3,065,865	148,502	593,532	116,731	194,851	129,299	10,795,286
2016	5,633,841	40,274	1,588,772	150,206	404,558	110,259	14,137	106,774	8,048,821
2017	6,526,477	49,151	1,962,922	152,896	451,287	105,448	39,701	200,446	9,488,328
2018	7,873,766	68,954	1,577,783	150,740	450,502	138,441	6,761	210,487	10,477,434
2019	8,506,291	81,908	1,868,771	171,441	346,308	124,250	52,018	162,334	11,313,321
2020	7,929,005	112,942	1,809,859	201,750	274,042	135,163	6,450	145,726	10,614,937
2021	8,749,192	239,904	2,837,359	262,300	191,728	15,672	51,543	148,399	12,496,097
2022	10,782,093	146,073	2,846,876	214,500	238,614	28,651	51,877	148,954	14,457,638
2023	11,476,492	274,085	4,142,173	220,094	317,591	375,795	49,310	140,230	16,995,770

Source: City's comprehensive annual financial reports for each applicable fiscal year.

(1) General Fund, Special Revenue Funds, and Capital Projects Funds.

(2) Includes ownership fees received from Austell Natural Gas System. Increase from 2013 to 2014 due to Franchise tax rate increase from 8% to 9% which is paid by the Austell Natural Gas System.

SCHEDULE 9
CITY OF AUSTELL, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE - ALL TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Tax Year/Fiscal Year	Residential Property	Commercial Property	Industrial Property	Mobile Home	Motor Vehicle Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2013/2014	71,739,299	41,768,814	34,197,475	208,014	11,131,680	3,497,206	155,548,076	4.00
2014/2015	84,431,889	42,706,606	14,533,006	205,404	8,053,150	3,277,880	146,652,175	3.06
2015/2016	89,432,769	42,558,103	14,433,030	204,009	6,044,990	2,682,248	149,990,653	3.06
2016/2017	106,926,444	44,250,188	25,517,319	194,698	4,415,100	3,661,253	177,642,496	3.25
2017/2018	122,359,415	49,052,115	25,438,729	189,426	3,233,800	2,562,544	197,710,941	3.25
2018/2019	139,532,847	49,296,899	25,162,890	184,816	2,481,830	2,693,940	213,965,342	3.25
2019/2020	157,925,152	52,236,312	25,397,540	179,582	1,923,890	5,542,041	232,120,435	3.25
2020/2021	174,187,746	57,541,085	29,086,156	173,793	1,521,340	5,634,981	256,875,139	3.25
2021/2022	207,844,366	76,810,755	29,777,409	168,480	1,383,500	5,689,960	310,294,550	3.25
2022/2023	294,204,599	95,076,408	32,543,815	163,156	1,363,120	5,741,773	417,609,325	3.25

Source: Cobb County Tax Assessor

Note: Property is assessed at 40% of its fair market value.

SCHEDULE 10
CITY OF AUSTELL, GEORGIA
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
LAST TEN CALENDAR YEARS
 (Rate per \$1,000 of assessed value)

<u>Function / Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Cobb County Direct Rates										
General	7.32	7.12	6.66	6.76	8.46	8.46	8.46	8.46	8.46	8.46
Debt Service	0.33	0.33	0.23	0.13	0.13	0.13	0.13	0.13	0.13	-
Total Direct Rates	7.65	7.45	6.89	6.89	8.59	8.59	8.59	8.59	8.59	8.46
School District										
Cobb County Board of Education	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.70
Austell	3.06	3.06	3.06	3.25	3.25	3.25	3.25	3.25	3.25	3.25
State of Georgia	0.10	0.05	-	-	-	-	-	-	-	-
Total	29.71	29.46	28.85	29.04	30.74	30.74	30.74	30.74	30.74	30.41

Source: Cobb County Tax Assessor. Overlapping rates are those of local and county governments that apply to property owners within the City of Austell.

SCHEDULE 11
CITY OF AUSTELL, GEORGIA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT CALENDAR YEAR AND TEN YEARS AGO

	2023			2013		
	Taxable		Percentage of Total City	Taxable		Percentage of Total City
Sweetwater Paper Board Co.	18,086,094	1	4.3%			
Star Paper Tube, Inc	13,800,748	2	3.3%			
LIT Industrial Limited Partnership	11,916,320	3	2.9%			
Regions Equipment Finance Corp	9,842,110	4	2.4%			
Norfolk Southern Railway	8,527,894	5	2.0%			
Austell Box Board Corp	7,495,009	6	1.8%			
Georgia Power Company	3,824,742	7	0.9%			
Target Container	2,489,754	8	0.6%			
Austell Box Board Corp	2,440,392	9	0.6%			
Sweetwater Paper Board Co.	2,179,972	10	0.5%			
Austell Boxboard Corp				9,188,694	1	5.9%
Sweetwater Paper Board Co.				6,735,781	2	4.3%
Star Paper Tube, Inc				1,127,760	3	0.7%
Sweetwater Lumber & Land Inc.				1,049,466	4	0.7%
Reserve Alloys LLC				846,391	5	0.5%
Efficiency Lodge				811,577	6	0.5%
CCF Georgia Assets				758,216	7	0.5%
Shea Traylor JV				683,254	8	0.4%
K & A Development LLC				660,048	9	0.4%
2989 Humphries Rd LLC				650,000	10	0.4%
Total	<u>\$ 80,603,035</u>		<u>19%</u>	<u>\$ 22,511,187</u>		<u>14%</u>
	417,609,325			155,548,076		

Source: Cobb County Tax Assessor

SCHEDULE 12
CITY OF AUSTELL, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

<u>FISCAL YEAR ENDED JUNE 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
					<u>Amount</u>	<u>Percent of Levy</u>
2015	414,329	408,029	98.5%	4,095	412,124	99.5%
2016	414,405	326,280	78.7%	83,903	410,183	99.0%
2017	671,632	589,426	87.8%	77,924	667,350	99.4%
2018	608,446	515,963	84.8%	79,732	595,695	97.9%
2019	639,705	558,775	87.3%	68,253	627,028	98.0%
2020	769,506	720,488	93.6%	36,643	757,131	98.4%
2021	810,910	772,499	95.3%	16,121	788,620	97.3%
2022	870,221	836,721	96.2%	30,607	867,328	99.7%
2023	1,031,256	956,997	92.8%	52,087	1,009,084	97.9%

Source: Cobb County Tax Commissioners Office

**SCHEDULE 13
CITY OF AUSTELL, GEORGIA
GENERAL GOVERNMENTAL FRANCHISE TAX AND OWNERSHIP FEES PERCENTAGES
CURRENT FISCAL YEAR AND FIVE YEARS AGO**

<u>Franchise Tax & Ownership Fees</u>	<u>Current Year Percentage of Gross Sales</u>	<u>2023 Revenue</u>	<u>2018 Revenue</u>
Austell Gas System (ownership)	11%	\$ 8,056,782	\$ 4,653,700
Georgia Power	5%	\$ 636,759	\$ 472,412
Greystone Power	5%	\$ 74,421	\$ 65,716
Comcast Cable TV	5%	72,029	51,003
Bellsouth/AT&T	3%	33,215	32,180
Total		<u>\$ 8,873,206</u>	<u>\$ 5,275,011</u>

Source: City's finance department

SCHEDULE 14
CITY OF AUSTELL, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

FISCAL YEAR	Governmental Activities	Business-Type Activities			Total Primary	Percentage of Personal	Debt Per
	Capital	Water and Sewer Revenue	Threadmill Complex Revenue	Capital			
2014	516,669	-	-	-	516,669	0	76
2015	314,452	-	-	-	314,452	0	45
2016	293,187	-	-	-	293,187	0	41
2017	228,697	-	-	-	228,697	0	32
2018	165,666	-	-	-	165,666	0	23
2019	100,498	-	-	-	100,498	0	14
2020	45,092	-	-	-	45,092	0	6
2021	45,092	551,431	-	-	596,523	0	77
2022	-	539,731	-	-	539,731	0	68
2023	-	526,128	-	-	526,128	0	66

Data Source: <http://www.census.gov>

**SCHEDULE 15
CITY OF AUSTELL, GEORGIA
DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2023**

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping General Obligation Debt:			
2017 Parks	-	1%	\$ -
Total, General Obligation Debt		1%	<u>-</u>
Overlapping Guaranteed Revenue Debt:			
Revenue Bonds	381,355,000	1%	3,813,550
Financed purchase	1,793,953	1%	17,940
Cobb County Parking Deck Certificates	-	1%	-
Cobb County Revenue Anticipation Notes	4,485,000	1%	44,850
Total, overlapping revenue debt	<u>\$ 387,633,953</u>	1%	<u>\$ 3,876,340</u>
Total Overlapping Debt:	<u>\$ 387,633,953</u>		<u>\$ 3,876,340</u>
City Direct Debt:			
Capital Lease			\$ -
	<u>\$ -</u>		<u>\$ -</u>
Total Direct and Overlapping Debt:	<u>387,633,953</u>		<u>3,876,340</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Cobb County Finance Department. Debt outstanding data provided by Cobb County Finance Department and Cobb County School District.

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 Austell, Georgia. This 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.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the Cobb County's total taxable assessed value.

SCHEDULE 16
CITY OF AUSTELL, GEORGIA
LEGAL DEBT MARGIN
LAST TEN CALENDAR YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 15,554,808	\$ 14,665,218	\$ 14,999,065	\$ 17,764,250	\$ 19,771,094	\$ 21,396,534	\$ 23,212,044	\$ 25,687,518	\$ 31,029,455	\$ 41,760,933
Total net debt applicable to limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin	\$ 15,554,808	\$ 14,665,218	\$ 14,999,065	\$ 17,764,250	\$ 19,771,094	\$ 21,396,534	\$ 23,212,044	\$ 25,687,518	\$ 31,029,455	\$ 41,760,933

Source: City's finance department

Note: Legal debt limit is in accordance with the State laws governing bond issuances.

Note 2: The City has no outstanding general obligation debt as of June 30, 2012.

**SCHEDULE 17
CITY OF AUSTELL, GEORGIA
PLEGGED REVENUE COVERAGE-WATER & SEWER FUND
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2015	3,732,283	3,974,645	(242,362)	-	-	-
2016	4,341,158	4,413,255	(72,097)	-	-	-
2017	3,310,074	3,682,465	(372,391)	-	-	-
2018	3,764,746	3,928,471	(163,725)	-	-	-
2019	3,798,132	4,144,510	(346,378)	-	-	-
2020	4,880,483	5,372,716	(492,233)	-	-	-
2021	4,248,404	4,660,819	(412,415)	-	-	-
2022	4,925,281	5,184,792	(259,511)	-	-	-
2023	5,108,423	5,087,523	20,900	-	-	-

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
 Operating expenses do not include interest, depreciation, or amortization expenses.
 All revenue bonds matured February, 2009; therefore, no bond payments were paid subsequent to Fiscal Year 2009.

SCHEDULE 18
CITY OF AUSTELL, GEORGIA
PLEDGED REVENUE COVERAGE - THREADMILL COMPLEX FUND
LAST TEN FISCAL YEARS

FISCAL YEAR	Lease	Less: Operating	Net Available	Debt Service (1)		
2014	1,197,590	1,185,274	12,316	-	-	-
2015	1,411,919	1,211,925	199,994	-	-	-
2016	1,425,608	1,160,377	265,231	-	-	-
2017	1,239,607	1,246,025	(6,418)	-	-	-
2018	1,281,453	1,089,880	191,573	-	-	-
2019	1,284,035	1,120,441	163,594	-	-	-
2020	1,287,218	1,344,331	(57,113)	-	-	-
2021	1,040,828	941,586	99,242	-	-	-
2022	549,062	1,244,359	(695,297)	-	-	-
2023	524,603	1,087,122	(562,519)	-	-	-

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest, depreciation, or amortization expenses.

(1) Bonds issued during Fiscal Year 2004 and paid off in Fiscal Year 2013.

**SCHEDULE 19
CITY OF AUSTELL, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR ENDED JUNE 30,</u>	<u>City Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2015	6,810	312,899,070	45,947	6.9%
2016	6,985	320,939,795	45,947	6.9%
2017	7,139	327,901,409	45,931	4.7%
2018	7,215	359,667,750	49,850	3.1%
2019	7,213	374,260,931	51,887	3.3%
2020	7,170	357,661,110	49,883	3.1%
2021	7,354	393,814,054	53,551	3.4%
2022	7,797	463,601,823	59,459	2.6%
2023	7,993	512,119,503	64,071	2.4%

Source: www.bestplaces.net

**SCHEDULE 20
CITY OF AUSTELL, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

	2023			2013		
	Number of	% of Total		Number of	% of Total	
Greif- Austell Boxboard	150	20.7%	1	355	36.4%	1
Pratt	123	16.9%	2			
Greif - Carastar	100	13.8%	3	120	12.3%	2
Cumberland Christian Academy	75	10.3%	4			
Greif - sweetwater paperboard	90	12.4%	5	87	8.9%	4
RSR Partners, LLC	63	8.7%	6			
Five Star Food Service	43	5.9%	7			
Wallace BBQ	32	4.4%	8	32	3.3%	8
Martin's	25	3.4%	9			
Parsec	25	3.4%	10	65	6.7%	7
Old Fashion Foods				95	9.7%	3
Caurastar Corp				87	8.9%	5
Garda CL Southeast Inc.				83	8.5%	6
Kassaus				29	3.0%	9
Better Optics				22	2.3%	10
Total Employees	<u>726</u>			<u>975</u>		

Source: City's Occupational Tax database

SCHEDULE 21
CITY OF AUSTELL, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government	4	2	4	4	2	2	4	6	6	7
Management services	1	-	-	-	-	-	2	2	2	7
Building	55	52	52	52	51	49	47	51	51	60
Public Safety	3	3	3	3	3	3	3	3	3	3
Municipal court	4	8	8	9	9	10	12	12	13	12
Highways and streets	5	7	6	6	10	12	10	11	11	8
Parks and recreation	4	12	12	12	12	13	12	12	12	12
Water	17	6	6	6	8	7	7	7	7	8
Public Works	6	7	7	7	6	6	6	6	6	6
Threadmill										
Total	<u>99</u>	<u>97</u>	<u>98</u>	<u>99</u>	<u>101</u>	<u>102</u>	<u>103</u>	<u>110</u>	<u>111</u>	<u>123</u>

SCHEDULE 22
CITY OF AUSTELL, GEORGIA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function / Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Municipal Court										
Citations issued	5,686	4,300	3,440	3,825	3,491	2,697	1,666	1,131	1,744	2,816
Traffic violations	5,675	4,300	3,440	3,608	3,194	2,407	1,488	943	1,655	2,725
Shoplifting violations	11	-	-	2	4	4	4	1	2	10
Refuse collections										
Refuse collected (tons per day)	2.25	3.00	5.00	2.25	2.25	2.25	7.31	7.31	7.31	17.58
Public Works										
Streets resurfaced (miles)	3	-	-	3	3	4	-	-	-	2
Water										
New connections	-	-	-	-	-	-	58	-	-	-
Average daily consumption	918,989	551,951	752,800	918,989	866,667	887,671	780,900	766,579	817,175	729,139
Stormwater										
Miles of streets swept	325	325	325	325	325	325	242	242	242	282
Storm drains cleaned	184	184	184	184	184	184	184	184	184	52

Sources: Various City Departments

SCHEDULE 23
CITY OF AUSTELL, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function / Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public works										
Paved roads (miles)	55.3	55.3	55.3	55.3	55.3	55.3	55.3	55.3	55.3	55.3
Streetslights	805.0	805.0	806.0	806.0	806.0	806.0	806.0	806.0	806.0	806.0
Traffic signals	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0
Parks and recreation										
Number of parks	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0
Acreage	39.0	39.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0
Playgrounds	7.0	7.0	1.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Community centers	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Water										
Storage capacity	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Water tanks	1	1	1	1	1	1	1	1	1	1
Wastewater										
Sanitary sewers (miles)	36.1	36.1	36.1	36.1	36.1	36.1	36.1	36.1	36.1	36.1
Number of service connections	2,464	2,464	3,022	3,062	3,231	3,307	3,265	3,284	3,189	3,429
Solid Waste Management										
Customers	200.0	200.0	2,504.0	2,815.0	2,566.0	2,702.0	3,149.0	3,060.0	3,573.0	3,604.0
Compactor trucks	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Stormwater										
Storm sewers (miles)	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0

Source: City of Austell Public Works Department

