

THE CITY OF
Austell
GEORGIA

City of Austell,



Georgia

**Annual Comprehensive Financial Report
For the
Fiscal Year Ended
June 30, 2022**

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, 2022

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JUNE 30, 2022

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INTRODUCTORY SECTION

(Unaudited)

THE CITY OF
Austell
GEORGIA

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

June 12, 2023

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, 2022.

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, 2022.

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 7,797. 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 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 is required to hold public hearings on the proposed annual budget and to 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 individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and ARPA 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 their downtown area with new restaurants and retail stores. The City has begun to host and sponsor festivals and community activities with the close of the Covid-19 pandemic. As of June 30, 2022, the City has yet to realize the full economic effect the pandemic has had on its economy. However, the economic effect has been somewhat mitigated with funding from the CARES Act and the American Rescue Plan Act.

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 eighth 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 working alongside it's 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 maintenance and expansion of its infrastructure, as well as upgrading technical services to provide more effective public safety services. Currently, there are two pump stations connected to our sewer system that need to be eliminated. Funding for these items will be through reserves and ARPA funds. 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 fiscal year ended June 30, 2021. This represents the twenty-fourth year the City has received this prestigious award. In order 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 a period of 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 to 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 in a responsible and progressive manner.

Respectfully submitted,



Denise
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, 2021

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

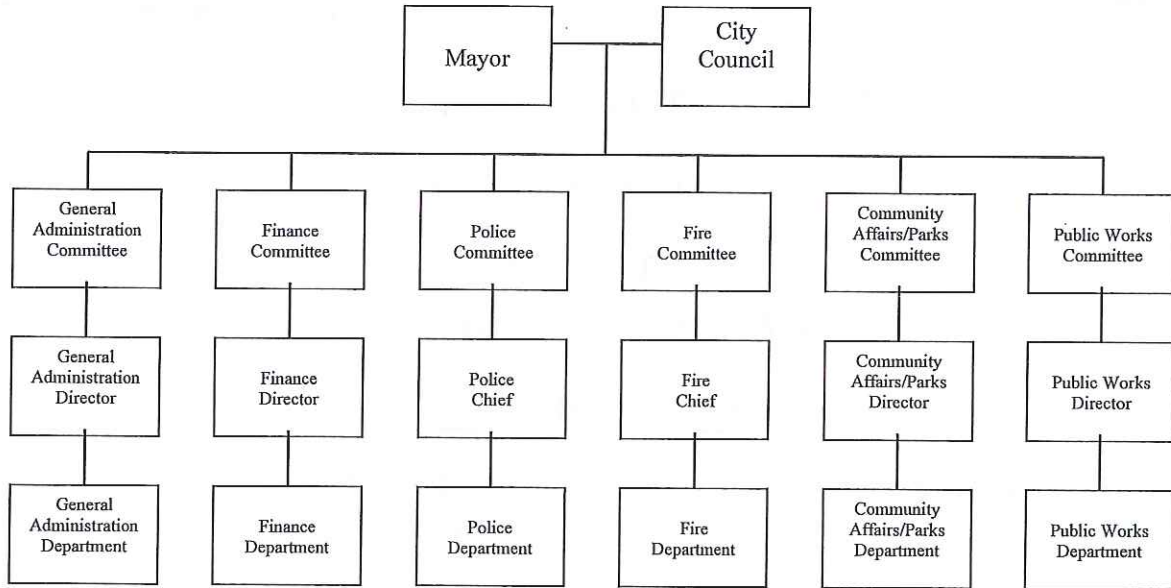
Darrell Weaver
*Community Development/
Parks Director*

Natalie Poulk
Acting 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

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, 2022, 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, 2022, 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, 2022, 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 and budgetary schedules 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 combining and individual fund financial statements and the budgetary schedules are 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 June 12, 2023, 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
June 12, 2023



City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

Management's discussion and analysis provides 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 \$32,234,843 (net position). Of this amount, \$5,607,214 (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 \$1,966,527 compared to a decrease of (\$16,719) 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 \$16,660,715. This represents an increase from the prior fiscal year of approximately \$1,575,148 due primarily to the increase in franchise fee revenues and SPLOST.
- At the end of the current fiscal year, unassigned fund balance of the General Fund was \$7,923,782 or 83% of total current fiscal year General Fund expenditures. In the prior year, unassigned fund balance was \$6,314,928 or 68% of General Fund expenditures. An additional \$1,000,000 appropriated for the removal of two pump stations is still allocated for next year.

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.

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

- 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.
- 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 six (6) 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), and 2017 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, 2022

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 information that is more detailed. 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 \$32,234,843 at the close of the most recent fiscal year.

A portion of the City's net position (57%) 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 \$8,188,639 which is restricted for capital construction, law enforcement activities, tourism and development, and community enhancements as compared to \$7,896,673 of restricted net position of the prior fiscal year. The remaining balance of unrestricted net position \$5,607,214 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, 2022

Net Position

As noted earlier, the City's combined net position totals \$32,234,843 (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 2022 and 2021:

Condensed Statement of Net Position
June 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets						
Current assets	\$ 18,120,405	\$ 16,138,027	\$ 889,197	\$ 748,215	\$ 19,009,602	\$ 16,886,242
Capital assets	11,749,031	10,710,984	7,229,690	7,736,673	18,978,721	18,447,657
Other noncurrent assets	-	-	-	-	-	-
Total Assets	<u>29,869,436</u>	<u>26,849,011</u>	<u>8,118,887</u>	<u>8,484,888</u>	<u>37,988,323</u>	<u>35,333,899</u>
Deferred Outflows						
Deferred pension outflows	<u>1,090,868</u>	<u>1,286,707</u>	<u>274,425</u>	<u>323,690</u>	<u>1,365,293</u>	<u>1,610,397</u>
Total Assets and Deferred Outflows	<u>30,960,304</u>	<u>28,135,718</u>	<u>8,393,312</u>	<u>8,808,578</u>	<u>39,353,616</u>	<u>36,944,296</u>
Liabilities						
Current liabilities	1,328,434	761,403	729,493	529,573	2,057,927	1,290,976
Long-term liabilities	<u>1,893,744</u>	<u>3,489,216</u>	<u>956,208</u>	<u>1,379,364</u>	<u>2,849,952</u>	<u>4,868,580</u>
Total Liabilities	<u>3,222,178</u>	<u>4,250,619</u>	<u>1,685,701</u>	<u>1,908,937</u>	<u>4,907,879</u>	<u>6,159,556</u>
Deferred Inflows						
Deferred Inflows	<u>1,502,042</u>	<u>412,623</u>	<u>708,852</u>	<u>103,801</u>	<u>2,210,894</u>	<u>516,424</u>
Total Liabilities and Deferred Inflows	<u>4,724,220</u>	<u>4,663,242</u>	<u>2,394,553</u>	<u>2,012,738</u>	<u>7,118,773</u>	<u>6,675,980</u>
Net Position:						
Net investment in capital assets	11,749,031	10,710,984	6,689,959	7,185,242	18,438,990	17,896,226
Restricted	8,188,639	7,896,673	-	-	8,188,639	7,896,673
Unrestricted	<u>6,298,414</u>	<u>4,864,819</u>	<u>(691,200)</u>	<u>(389,402)</u>	<u>5,607,214</u>	<u>4,475,417</u>
Total Net Position	<u>\$ 26,236,084</u>	<u>\$ 23,472,476</u>	<u>\$ 5,998,759</u>	<u>\$ 6,795,840</u>	<u>\$ 32,234,843</u>	<u>\$ 30,268,316</u>

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

Changes in Net Position

Governmental and business-type activities increased the City's net position by \$1,966,527.

The following table provides a summary of the City's changes in net position:

Condensed Changes in Net Position
June 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues:						
Charges for services	\$ 740,108	\$ 839,121	\$ 6,345,378	\$ 6,000,426	\$ 7,085,486	\$ 6,839,547
Operating grants and contributions	704,086	582,378	-	-	704,086	582,378
Capital grants and contributions	2,044,845	2,330,058	112,100	74,712	2,156,945	2,404,770
General revenues:						
Property taxes	1,259,070	1,128,278	-	-	1,259,070	1,128,278
Other taxes/ownership fees	9,525,550	7,640,066	-	-	9,525,550	7,640,066
Penalties & Interest	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Unrestricted investment earnings	21,601	11,210	-	-	21,601	11,210
Gain on sale of capital asset	78,062	-	-	-	78,062	-
Miscellaneous	3,700	4,181	-	-	3,700	4,181
Total Revenues	14,377,022	12,535,292	6,457,478	6,075,138	20,834,500	18,610,430
Expenses						
General government	1,780,234	1,674,709	-	-	1,780,234	1,674,709
Public Safety and Courts	6,727,613	6,974,753	-	-	6,727,613	6,974,753
Public works	1,362,302	1,480,200	-	-	1,362,302	1,480,200
Culture and recreation	1,141,685	1,082,738	-	-	1,141,685	1,082,738
Housing and development	536,187	547,638	-	-	536,187	547,638
Tourism and economic development	8,848	3,519	-	-	8,848	3,519
Interest on long-term debt	-	364	-	-	-	364
Threadmill Complex	-	-	1,244,359	1,262,740	1,244,359	1,262,740
Water and sewer	-	-	5,267,653	4,843,407	5,267,653	4,843,407
Stormwater	-	-	323,832	373,293	323,832	373,293
Solid waste	-	-	475,260	383,788	475,260	383,788
Total Expenses	11,556,869	11,763,921	7,311,104	6,863,228	18,867,973	18,627,149
Change in net position before transfers	2,820,153	771,371	(853,626)	(788,090)	1,966,527	(16,719)
Transfers	(56,545)	(626,445)	56,545	626,445	-	-
Change in Net Position	2,763,608	144,926	(797,081)	(161,645)	1,966,527	(16,719)
Net Position, beginning of fiscal year, adjusted	23,472,476	23,327,550	6,795,840	6,957,485	30,268,316	30,285,035
Net Position, end of fiscal year	\$ 26,236,084	\$ 23,472,476	\$ 5,998,759	\$ 6,795,840	\$ 32,234,843	\$ 30,268,316

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

Governmental Activities

Governmental activities increased the City's net position by \$2,763,608. This can be attributed to increased revenue from franchise fees and property taxes.

Program Revenues for Governmental Activities decreased by 7% compared to 2021.

Governmental Activities
Program Revenues and Expenses
For the Fiscal Years Ended June 30, 2022 and June 30, 2021

	2022	2022	2021	2021
	Revenues	Expenses	Revenues	Expenses
General government	\$564,022	\$1,780,234	\$175,232	\$1,674,709
Public safety & courts	1,054,785	6,727,613	976,828	6,974,753
Public works	1,022,273	1,362,302	1,520,722	1,480,200
Culture and recreation	651,416	1,141,685	688,386	1,082,738
Housing and development	196,543	536,187	390,389	547,638
Tourism and economic development	-	8,848	-	3,519
Interest on long-term debt	-	-	-	364
Totals	<u>\$3,489,039</u>	<u>\$11,556,869</u>	<u>\$3,751,557</u>	<u>\$11,763,921</u>

Governmental Activities
Revenues by Source
For the Fiscal Years Ended June 30, 2022 and June 30, 2021

	2022		2021	
Charges for Service	740,108	5%	839,121	7%
Operating grants and contributions	704,086	5%	582,378	5%
Capital grants and contributions	2,044,845	14%	2,330,058	19%
Property taxes	1,259,070	9%	1,128,278	8%
Other taxes and ownership fees	9,525,550	66%	7,640,066	61%
Unrestricted investment earnings	21,601	0%	11,210	0%
Gain on sale of capital asset	78,062	1%	-	0%
Miscellaneous	3,700	0%	4,181	0%
Totals	<u>\$14,377,022</u>	<u>100%</u>	<u>\$12,535,292</u>	<u>100%</u>

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

Business-Type Activities

Major revenue sources for the proprietary funds were charges for services of \$6,345,378. This is a 6% increase from the previous fiscal year. Expenses for the proprietary funds were \$7,311,104 which is a 6% increase from the previous fiscal year. This increase is mostly the result of water usage, changes to pension benefits, and the lost of a major tenant for Threadmill Complex for the fiscal year 2021.

Business-type Activities
Program Revenues and Expenses
For the Fiscal Years Ended June 30, 2022 and June 30, 2021

	2022	2022	2021	2021
	Revenues	Expenses	Revenues	Expenses
Threadmill Complex	\$549,062	\$1,244,359	\$1,040,828	\$1,262,740
Water and Sewer	5,037,381	5,267,653	4,323,116	4,843,407
Stormwater	390,097	323,832	332,875	373,293
Solid Waste	480,938	475,260	378,319	383,788
Totals	<u>\$6,457,478</u>	<u>\$7,311,104</u>	<u>\$6,075,138</u>	<u>\$6,863,228</u>

Business-type Activities
Revenues by Source
For the Fiscal Years Ended June 30, 2022 and June 30, 2021

	2022		2021	
Charges for Service	\$6,345,378	98%	6,000,426	99%
Operating grants and contributions	112,100	2%	74,712	1%
Totals	<u>\$6,457,478</u>	<u>100%</u>	<u>\$6,075,138</u>	<u>100%</u>

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. In particular, 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, 2022, the City's governmental funds reported a combined ending fund balance of approximately \$16.6 million. Of this total, approximately \$7.4 million or 44% 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, 2022, unassigned fund balance of this fund was approximately \$7.9 million, while total fund balance was

City of Austell, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

approximately \$8.9 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 represents 83% of total General Fund expenditures, while total fund balance represents 94% of that same amount.

The fund balance of the General Fund increased by \$1,669,690 during the fiscal year. Gas System ownership fees explain much of the increase.

The fund balance of the ARPA Fund had no change for 2022. Much needed water improvement projects are scheduled to be completed in the upcoming year with ARPA fund.

The fund balance of the 2011 Cobb County SPLOST Fund increased \$840 during the fiscal year. The key factors in this increase are interest revenues. 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 increased by \$553,010 during the fiscal year. The key factors are the completion of transportation projects in prior years and delays in starting new projects due to the Coronavirus pandemic.

The fund balance of the 2022 Cobb County SPLOST Fund decreased by (\$518,191) during the fiscal year. The key factors are the purchase of a new fire truck and police vehicles.

The fund balance of the AACIC fund decreased (\$64,885) 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 decreased by (\$175,623) due to customer usage and increases in the cost of goods sold. The Threadmill, Stormwater, and Solid Waste Funds change in net position was a combined net decrease of (\$621,458), resulting in total net asset decrease of (\$797,081) largely due to the decrease in Threadmill revenue from loss of large tenant.

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 property tax \$156,995 and Franchise fees \$1,946,635. This increase is primarily due to increases in ownership fees from Austell Gas System due to market rate increases for natural gas. This increase combined with property tax increases mitigated a (\$473,834) 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 the effects of the Coronavirus pandemic dissipate.

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, 2022, was \$11,749,031 and \$7,229,690 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, 2022

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 and equipment purchased with SPLOST funds.

At June 30, 2022, the depreciable capital assets for governmental activities were 58% depreciated. The business-type activities are 61% 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 \$11,700 of outstanding lease obligations. At the end of the current fiscal year, the City of Austell had total debt outstanding of \$2,925,979 in which the majority of the debt included \$1,954,297 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 and 9 of the Basic Financial Statements section of this report.

Economic Conditions Affecting the City

Key assumptions for fiscal year 2022 are summarized as follows:

- Continuing with the coronavirus pandemic, the City has made progress to keep the same level of service for its citizens. The City received ARPA funds which has helped to mitigate some of the costs associated with the pandemic.
- 2022 SPLOST referendum was passed allowing the City to continue to improve transportation, enhance parks and purchase needed public safety equipment.
- In 2021, the City had a large tenant move out of the Threadmill Complex that has had a detrimental affect on revenue. Coupled with repairs and maintenance costs for the building, this will have a significant economic impact. The City is actively seeking another large tenant.

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 request 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, 2022

	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	\$ 560,790	\$ -	\$ 560,790	\$ 52,249,955
Investments	2,509,768	-	2,509,768	-
Receivables (net of allowance for uncollectibles)				
Taxes	194,302	-	194,302	-
Accounts	13,996	1,144,104	1,158,100	5,025,026
Other	75,000	-	75,000	-
Due from component unit	6,941,535	-	6,941,535	-
Due from other governments	348,946	-	348,946	-
Internal balances	289,514	(289,514)	-	-
Inventory	-	13,547	13,547	2,371,354
Prepaid items	70,148	21,060	91,208	401,437
Restricted assets -				
Cash	3,517,737	-	3,517,737	-
Investments	3,598,669	-	3,598,669	-
Non-depreciable assets	3,090,533	707,834	3,798,367	752,675
Depreciable assets, net	8,658,498	6,521,856	15,180,354	21,862,414
Total assets	29,869,436	8,118,887	37,988,323	82,662,861
Deferred Outflows				
Deferred pension outflows	1,090,868	274,425	1,365,293	5,838,417
Deferred OPEB outflows	-	-	-	117,090
Total Assets and Deferred Outflows	30,960,304	8,393,312	39,353,616	88,618,368

See accompanying notes to the basic financial statements.

CITY OF AUSTELL, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2022

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Austell Natural Gas System
<u>Liabilities and Deferred Inflows</u>				
Liabilities				
Accounts payable	\$ 271,184	\$ 403,147	\$ 674,331	\$ 3,909,346
Accrued liabilities				
Salaries and wages	164,709	34,366	199,075	267,744
Internal balances			-	
Customer Deposits	1,900	262,348	264,248	1,680,088
Interest	-	-	-	-
Other	-	-	-	-
Due to primary government	-	-	-	7,323,542
Unearned revenue	840,641	3,605	844,246	1,054,475
Compensated absences - current portion	50,000	12,424	62,424	391,104
Debt - current portion	-	13,603	13,603	51,494
Noncurrent liabilities -				
Debt due in more than one year	332,261	563,394	895,655	88,239
Net pension liability	1,561,483	392,814	1,954,297	6,169,487
Total OPEB liability	-	-	-	449,833
Total liabilities	3,222,178	1,685,701	4,907,879	21,385,352
Deferred Inflows				
Deferred pension inflows	1,502,042	377,860	1,879,902	1,844,331
Deferred lease inflows	-	330,992	330,992	-
Deferred OPEB inflows	-	-	-	479,944
Total Liabilities and Deferred Inflows	4,724,220	2,394,553	7,118,773	23,709,627
Net Position				
Net investment in capital assets	11,749,031	6,689,959	18,438,990	22,475,356
Restricted for:				
Capital projects	3,020,364	-	3,020,364	-
Law enforcement activities	8,100	-	8,100	-
Tourism and economic development	-	-	-	-
Community enhancements	5,160,175	-	5,160,175	-
Unrestricted	6,298,414	(691,200)	5,607,214	42,433,385
Total net position	\$ 26,236,084	\$ 5,998,759	\$ 32,234,843	\$ 64,908,741

See accompanying notes to the basic financial statements.

**CITY OF AUSTELL, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 1,780,234	\$ -	\$ 564,022	\$ -
Public safety and courts	6,727,613	439,190	50,595	565,000
Public works	1,362,302	2,922	-	1,019,351
Culture and recreation	1,141,685	140,922	50,000	460,494
Housing and development	536,187	157,074	39,469	-
Tourism and economic development	8,848	-	-	-
Interest on long-term debt	-	-	-	-
Total governmental activities	<u>11,556,869</u>	<u>740,108</u>	<u>704,086</u>	<u>2,044,845</u>
Business-type activities:				
Threadmill	1,244,359	549,062	-	-
Water and sewer	5,267,653	4,925,281	-	112,100
Stormwater	323,832	390,097	-	-
Solid waste	475,260	480,938	-	-
Total business-type activities	<u>7,311,104</u>	<u>6,345,378</u>	<u>-</u>	<u>112,100</u>
Total primary government	<u>\$ 18,867,973</u>	<u>\$ 7,085,486</u>	<u>\$ 704,086</u>	<u>\$ 2,156,945</u>
Component unit:				
Austell Natural Gas System	<u>\$ 75,098,027</u>	<u>\$ 73,720,475</u>	<u>\$ -</u>	<u>\$ -</u>

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
\$ (1,216,212)	\$ -	\$ (1,216,212)	\$ -
(5,672,828)	-	(5,672,828)	-
(340,029)	-	(340,029)	-
(490,269)	-	(490,269)	-
(339,644)	-	(339,644)	-
(8,848)	-	(8,848)	-
-	-	-	-
<u>(8,067,830)</u>	<u>-</u>	<u>(8,067,830)</u>	<u>-</u>
-	(695,297)	(695,297)	-
-	(230,272)	(230,272)	-
-	66,265	66,265	-
-	5,678	5,678	-
-	<u>(853,626)</u>	<u>(853,626)</u>	<u>-</u>
<u>(8,067,830)</u>	<u>(853,626)</u>	<u>(8,921,456)</u>	<u>-</u>
-	-	-	<u>(1,377,552)</u>
1,259,070	-	1,259,070	-
8,539,635	-	8,539,635	-
112,025	-	112,025	-
540,775	-	540,775	-
54,000	-	54,000	-
279,115	-	279,115	-
21,601	-	21,601	25,633
78,062	-	78,062	-
3,700	-	3,700	19,559
10,887,983	-	10,887,983	45,192
<u>(56,545)</u>	<u>56,545</u>	<u>-</u>	<u>-</u>
<u>10,831,438</u>	<u>56,545</u>	<u>10,887,983</u>	<u>45,192</u>
2,763,608	(797,081)	1,966,527	(1,332,360)
<u>23,472,476</u>	<u>6,795,840</u>	<u>30,268,316</u>	<u>66,241,101</u>
<u>\$ 26,236,084</u>	<u>\$ 5,998,759</u>	<u>\$ 32,234,843</u>	<u>\$ 64,908,741</u>

**CITY OF AUSTELL, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

	General Fund	ARPA Fund	2011 Cobb County SPLOST Fund
Assets			
Cash and cash equivalents	\$ 560,790	\$ 338,770	\$ 276,196
Investments	2,509,768	-	-
Receivables (net of allowance for uncollectibles)			
Taxes	193,067	-	-
Accounts	-	-	-
Other	75,000	-	-
Due from other governments	-	-	-
Due from other funds	1,378,699	386,955	-
Due from component unit	6,941,535	-	-
Prepaid items	60,836	-	-
Total assets	<u>11,719,695</u>	<u>725,725</u>	<u>276,196</u>
Liabilities			
Accounts payable	263,463	-	-
Accrued liabilities			
Salaries and wages	155,345	-	-
Customer deposits	1,900	-	-
Unearned revenues	-	725,725	-
Due to other funds	2,133,113	-	1,106
Total liabilities	<u>2,553,821</u>	<u>725,725</u>	<u>1,106</u>
Deferred Inflows			
Unavailable revenues	181,256	-	-
Total liabilities and deferred inflows	<u>2,735,077</u>	<u>725,725</u>	<u>1,106</u>
Fund balances			
Nonsendable -			
Prepaid items	60,836	-	-
Restricted -			
Capital projects	-	-	275,090
Law enforcement activities	-	-	-
Tourism & economic development	-	-	-
Community enhancements	-	-	-
Assigned -			
Appropriated for next year's budget	1,000,000	-	-
Unassigned	7,923,782	-	-
Total fund balances	<u>8,984,618</u>	<u>-</u>	<u>275,090</u>
Total liabilities, deferred inflows and fund balance	<u>\$ 11,719,695</u>	<u>\$ 725,725</u>	<u>\$ 276,196</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
\$ 2,540,285	\$ -	\$ 19,894	\$ 342,592	\$ 4,078,527
-	-	3,598,669	-	6,108,437
-	-	-	1,235	194,302
-	-	-	13,996	13,996
-	-	-	-	75,000
-	348,946	-	-	348,946
-	-	1,541,612	90,576	3,397,842
-	-	-	-	6,941,535
-	-	-	9,312	70,148
<u>2,540,285</u>	<u>348,946</u>	<u>5,160,175</u>	<u>457,711</u>	<u>21,228,733</u>
369	-	-	7,352	271,184
-	-	-	9,364	164,709
-	-	-	-	1,900
-	-	-	114,916	840,641
<u>40,304</u>	<u>867,137</u>	<u>-</u>	<u>66,668</u>	<u>3,108,328</u>
<u>40,673</u>	<u>867,137</u>	<u>-</u>	<u>198,300</u>	<u>4,386,762</u>
-	-	-	-	181,256
<u>40,673</u>	<u>867,137</u>	<u>-</u>	<u>198,300</u>	<u>4,568,018</u>
-	-	-	9,312	70,148
2,499,612	-	-	245,662	3,020,364
-	-	-	8,100	8,100
-	-	-	-	-
-	-	5,160,175	-	5,160,175
-	-	-	-	1,000,000
-	(518,191)	-	(3,663)	7,401,928
<u>2,499,612</u>	<u>(518,191)</u>	<u>5,160,175</u>	<u>259,411</u>	<u>16,660,715</u>
\$ <u>2,540,285</u>	\$ <u>348,946</u>	\$ <u>5,160,175</u>	\$ <u>457,711</u>	\$ <u>21,228,733</u>

CITY OF AUSTELL, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

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

Total fund balances -- total governmental funds	\$ 16,660,715
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	11,749,031
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	181,256
Deferred inflows and outflows related to the net pension obligation is not a current asset or liability:	
Deferred outflows	1,090,868
Deferred inflows	(1,502,042)
Long-term liabilities are not due in the current period and therefore are not reported in the funds:	
Capital leases	-
Accrued interest	-
Compensated absences	(382,261)
Net pension obligation	(1,561,483)
	(1,561,483)
Net position of governmental activities	\$ 26,236,084

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, 2022

	General Fund	ARPA Fund	2011 Cobb County SPLOST Fund
Revenues:			
Taxes	\$ 10,761,274	\$ -	\$ -
Licenses and permits	146,073	-	-
Intergovernmental	183,045	613,045	-
Charges for services	30,709	-	-
Fines and Forfeitures	238,614	-	-
Contributions and donations	51,877	-	-
Investment income	7,048	-	840
Miscellaneous	144,623	-	-
Total revenues	<u>11,563,263</u>	<u>613,045</u>	<u>840</u>
Expenditures:			
Current			
General government	1,182,755	478,972	-
Judicial	255,841	-	-
Public safety	5,738,211	-	-
Public works	969,932	-	-
Culture and recreation	871,216	-	-
Housing and development	454,805	-	-
Tourism and economic development	-	-	-
Capital outlay	105,520	134,073	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	<u>9,578,280</u>	<u>613,045</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	1,984,983	-	840
Other Financing Sources (Uses):			
Transfers	(444,087)	-	-
Disposition of capital assets	128,794	-	-
Total other financing sources (uses)	<u>(315,293)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,669,690	-	840
Fund balance - beginning of the year	<u>7,314,928</u>	<u>-</u>	<u>274,250</u>
Fund balance - end of year	<u>\$ 8,984,618</u>	<u>\$ -</u>	<u>\$ 275,090</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
\$ -	\$ -	\$ -	\$ 20,819	\$ 10,782,093
-	-	-	-	146,073
923,607	952,179	-	175,000	2,846,876
-	-	-	183,791	214,500
-	-	-	-	238,614
-	-	-	-	51,877
7,333	-	13,427	1,128	29,776
-	-	-	3,206	147,829
<u>930,940</u>	<u>952,179</u>	<u>13,427</u>	<u>383,944</u>	<u>14,457,638</u>
-	-	65,662	-	1,727,389
-	-	-	-	255,841
-	-	-	540,017	6,278,228
-	-	12,650	49,336	1,031,918
-	-	-	-	871,216
-	-	-	-	454,805
-	-	-	8,848	8,848
377,930	1,470,370	-	238,601	2,326,494
-	-	-	-	-
-	-	-	-	-
<u>377,930</u>	<u>1,470,370</u>	<u>78,312</u>	<u>836,802</u>	<u>12,954,739</u>
553,010	(518,191)	(64,885)	(452,858)	1,502,899
-	-	-	387,542	(56,545)
-	-	-	-	128,794
-	-	-	387,542	72,249
553,010	(518,191)	(64,885)	(65,316)	1,575,148
<u>1,946,602</u>	<u>-</u>	<u>5,225,060</u>	<u>324,727</u>	<u>15,085,567</u>
<u>\$ 2,499,612</u>	<u>\$ (518,191)</u>	<u>\$ 5,160,175</u>	<u>\$ 259,411</u>	<u>\$ 16,660,715</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, 2022

Net change in fund balances - total governmental funds	\$ 1,575,148
<p>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</p>	
Capital outlay	2,172,451
Depreciation expense	(1,084,797)
<p>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.</p>	
Net book value of assets disposed of	(49,609)
<p>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.</p>	
	(159,800)
<p>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.</p>	
Repayment of long term debt	-
Debt issuance	-
<p>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.</p>	
Change in net pension obligation and related deferred items	287,624
Change in accrued interest payable	-
Change in compensated absences	22,591
	22,591
Change in net position of governmental activities	\$ 2,763,608

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, 2022

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
Revenues				
General property taxes	\$ 1,075,500	\$ 1,075,500	\$ 1,232,495	\$ 156,995
Sales and excise taxes	54,000	54,000	54,728	728
Franchise taxes	6,593,000	6,593,000	8,539,635	1,946,635
Occupational and premium taxes	675,000	675,000	652,800	(22,200)
Other taxes	269,000	269,000	265,406	(3,594)
Penalties and interest	4,300	4,300	16,210	11,910
Licenses and permits	199,700	199,700	146,073	(53,627)
Intergovernmental	131,000	176,000	183,045	7,045
Charges for services	24,800	24,800	30,709	5,909
Fines and forfeitures	712,448	712,448	238,614	(473,834)
Interest income	5,000	5,000	7,048	2,048
Contributions and donations	-	-	51,877	51,877
Miscellaneous	149,000	149,000	144,623	(4,377)
Total Revenues	<u>9,892,748</u>	<u>9,937,748</u>	<u>11,563,263</u>	<u>1,625,515</u>
Expenditures				
General government -				
Legislative	459,436	459,436	418,245	41,191
General administrative	828,788	1,818,788	831,110	987,678
Total general government	<u>1,288,224</u>	<u>2,278,224</u>	<u>1,249,355</u>	<u>1,028,869</u>
Municipal court	277,020	277,020	255,841	21,179
Public safety -				
Police administration	2,661,921	2,706,921	2,702,554	4,367
Custody of prisoners	547,075	547,075	525,186	21,889
Fire administration	2,600,184	2,600,184	2,516,386	83,798
Total public safety	<u>5,809,180</u>	<u>5,854,180</u>	<u>5,744,126</u>	<u>110,054</u>
Public works -				
Highways and streets	807,659	807,659	678,042	129,617
Street lighting	172,500	172,500	176,306	(3,806)
Inmate detail	-	-	-	-
Maintenance and shop	174,390	174,390	146,625	27,765
Community Gardens	6,000	6,000	1,964	4,036
Total public works	<u>1,160,549</u>	<u>1,160,549</u>	<u>1,002,937</u>	<u>157,612</u>
Culture and recreation -				
Community center	45,900	45,900	31,287	14,613
Other facilities	5,000	5,000	230	4,770
Playgrounds	-	-	-	-
Special activities	65,300	65,300	32,866	32,434
Innovation center	47,400	47,400	14,239	33,161
Employee gym	35,320	35,320	22,020	13,300
Parks administration	817,780	817,780	770,574	47,206
Total culture and recreation	<u>1,016,700</u>	<u>1,016,700</u>	<u>871,216</u>	<u>145,484</u>
Housing and development -				
Protective inspection	54,550	54,550	54,048	502
Planning and zoning	292,079	292,079	277,066	15,013
City owned property	30,000	40,000	37,244	2,756
Code enforcement	129,192	129,192	86,447	42,745
Total housing and development	<u>505,821</u>	<u>515,821</u>	<u>454,805</u>	<u>61,016</u>
Total Expenditures	<u>10,057,494</u>	<u>11,102,494</u>	<u>9,578,280</u>	<u>1,524,214</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(164,746)	(1,164,746)	1,984,983	3,149,729
Other Financing Sources (Uses):				
Transfers	(842,254)	157,746	(444,087)	(601,833)
Disposition of capital assets	7,000	7,000	128,794	121,794
Total Other Financing				
Sources (Uses)	(835,254)	164,746	(315,293)	(480,039)
Net Change in Fund Balances	(1,000,000)	(1,000,000)	1,669,690	2,669,690
Fund balance - beginning of year	7,314,928	7,314,928	7,314,928	-
Fund balance - end of year	<u>\$ 6,314,928</u>	<u>\$ 6,314,928</u>	<u>\$ 8,984,618</u>	<u>\$ 2,669,690</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, 2022

	Budget		Actual	Variance
	Original	Final		
Revenues				
Intergovernmental	\$ 2,677,539	\$ 696,000	\$ 613,045	\$ (82,955)
Miscellaneous revenue	-	-	-	-
Total revenues	<u>2,677,539</u>	<u>696,000</u>	<u>613,045</u>	<u>(82,955)</u>
Expenditures				
Special pay bonus	-	430,000	428,972	1,028
Innovation Center contribution	-	50,000	50,000	-
Fire Department - equipment	-	135,000	134,073	927
General Government	-	68,000	-	68,000
Public works capital outlay	1,677,539	13,000	-	13,000
Total expenditures	<u>1,677,539</u>	<u>696,000</u>	<u>613,045</u>	<u>82,955</u>
Excess of revenues over (under) expenditures	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers	(1,000,000)	-	-	-
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2022

	BUSINESS ACTIVITIES - ENTERPRISE FUNDS				Total
	Threadmill Complex Fund	Water and Sever Fund	Stormwater Fund	Nonmajor Solid Waste Fund	
<u>ASSETS AND DEFERRED OUTFLOWS</u>					
Current assets					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-
Receivables					
Accounts	334,413	528,843	220,305	60,543	1,144,104
Due from other funds	-	-	113,970	-	113,970
Prepaid items	4,136	13,792	3,132	-	21,060
Inventory	-	13,547	-	-	13,547
Total current assets	<u>338,549</u>	<u>556,182</u>	<u>337,407</u>	<u>60,543</u>	<u>1,292,681</u>
Non-current assets					
Capital assets					
Nondepreciable	488,140	219,694	-	-	707,834
Depreciable	8,493,153	3,124,230	5,015,107	-	16,632,490
	8,981,293	3,343,924	5,015,107	-	17,340,324
Accumulated depreciation	(5,057,108)	(2,484,617)	(2,568,909)	-	(10,110,634)
Total capital assets	<u>3,924,185</u>	<u>859,307</u>	<u>2,446,198</u>	<u>-</u>	<u>7,229,690</u>
Total assets	<u>4,262,734</u>	<u>1,415,489</u>	<u>2,783,605</u>	<u>60,543</u>	<u>8,522,371</u>
DEFERRED OUTFLOWS					
Deferred pension outflows	68,265	180,219	25,941	-	274,425
Total assets and deferred outflows	<u>4,330,999</u>	<u>1,595,708</u>	<u>2,809,546</u>	<u>60,543</u>	<u>8,796,796</u>
<u>LIABILITIES AND DEFERRED INFLOWS</u>					
Current liabilities					
Accounts payable	79,281	277,885	510	45,471	403,147
Customer deposits	28,108	234,240	-	-	262,348
Accrued liabilities	8,165	23,104	3,097	-	34,366
Debt payable - current portion	-	13,603	-	-	13,603
Unearned revenues	3,605	-	-	-	3,605
Compensated absences	2,264	9,255	905	-	12,424
Due to other funds	403,484	-	-	-	403,484
Total current liabilities	<u>524,907</u>	<u>558,087</u>	<u>4,512</u>	<u>45,471</u>	<u>1,132,977</u>
Non-current liabilities					
Debt payable - due in more than one year	-	526,128	-	-	526,128
Compensated absences	6,791	27,760	2,715	-	37,266
Net pension liability	97,715	257,967	37,132	-	392,814
Total non-current liabilities	<u>104,506</u>	<u>811,855</u>	<u>39,847</u>	<u>-</u>	<u>956,208</u>
Total liabilities	<u>629,413</u>	<u>1,369,942</u>	<u>44,359</u>	<u>45,471</u>	<u>2,089,185</u>
DEFERRED INFLOWS					
Deferred lease inflows	330,992	-	-	-	330,992
Deferred pension inflows	93,995	248,147	35,718	-	377,860
Total deferred inflows	<u>424,987</u>	<u>248,147</u>	<u>35,718</u>	<u>-</u>	<u>708,852</u>
Total liabilities and deferred inflows	<u>1,054,400</u>	<u>1,618,089</u>	<u>80,077</u>	<u>45,471</u>	<u>2,798,037</u>
<u>NET POSITION</u>					
Invested in capital assets	3,924,185	319,576	2,446,198	-	6,689,959
Unrestricted	(647,586)	(341,957)	283,271	15,072	(691,200)
Total net position	<u>\$ 3,276,599</u>	<u>\$ (22,381)</u>	<u>\$ 2,729,469</u>	<u>\$ 15,072</u>	<u>\$ 5,998,759</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, 2022

	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	\$ -	\$ 4,753,670	\$ -	\$ -	\$ 4,753,670
Sanitation fees	-	-	-	480,938	480,938
Stormwater fees	-	-	389,892	-	389,892
Rents and royalties	547,862	-	-	-	547,862
Miscellaneous	1,200	171,611	205	-	173,016
Total operating revenues	<u>549,062</u>	<u>4,925,281</u>	<u>390,097</u>	<u>480,938</u>	<u>6,345,378</u>
OPERATING EXPENSES					
Personal services and benefits	297,094	1,128,225	140,537	-	1,565,856
Contractual services	283,563	297,162	60,975	475,144	1,116,844
Supplies	337,554	3,555,329	14,032	116	3,907,031
Depreciation and amortization	313,325	124,105	101,288	-	538,718
Other	12,823	79,971	7,000	-	99,794
Total operating expenses	<u>1,244,359</u>	<u>5,184,792</u>	<u>323,832</u>	<u>475,260</u>	<u>7,228,243</u>
Operating income (loss)	<u>(695,297)</u>	<u>(259,511)</u>	<u>66,265</u>	<u>5,678</u>	<u>(882,865)</u>
NON-OPERATING INCOME (EXPENSES)					
Interest revenue	-	-	-	-	-
Interest expense	-	(82,861)	-	-	(82,861)
Total non-operating revenues (expenses)	<u>-</u>	<u>(82,861)</u>	<u>-</u>	<u>-</u>	<u>(82,861)</u>
Income before transfers and capital contributions	(695,297)	(342,372)	66,265	5,678	(965,726)
Capital contributions -					
SPLOST Funds	-	-	-	-	-
Developers	-	112,100	-	-	112,100
Loss on disposal of capital assets	-	-	-	-	-
Transfers	-	54,649	-	1,896	56,545
Change in net position	(695,297)	(175,623)	66,265	7,574	(797,081)
Net position - beginning of year	3,971,896	153,242	2,663,204	7,498	6,795,840
Net position - end 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>

See accompanying notes to the basic financial statements.

**CITY OF AUSTELL, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	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	\$ 528,212	\$ 4,888,657	\$ 367,711	\$ 458,288	\$ 6,242,868
Cash paid to suppliers for goods	(673,568)	(4,170,691)	(176,891)	(460,184)	(5,481,334)
Cash paid to employees	(230,922)	(789,941)	(72,534)	-	(1,093,397)
Net cash flows from operating activities	<u>(376,278)</u>	<u>(71,975)</u>	<u>118,286</u>	<u>(1,896)</u>	<u>(331,863)</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	-	54,649	-	1,896	56,545
Interest paid	-	-	-	-	-
Change in due to/from other funds	403,484	-	(113,970)	-	289,514
Net cash flows from non-capital financing activities	<u>403,484</u>	<u>54,649</u>	<u>(113,970)</u>	<u>1,896</u>	<u>346,059</u>
Cash flows from capital financing activities					
Purchases / construction of capital assets	(27,206)	(213)	(4,316)	-	(31,735)
Capital contributions	-	112,100	-	-	112,100
Principal payments on long-term debt	-	(11,700)	-	-	(11,700)
Proceeds from disposition of capital assets	-	-	-	-	-
Interest paid	-	(82,861)	-	-	(82,861)
Net cash flows from capital financing activities	<u>(27,206)</u>	<u>17,326</u>	<u>(4,316)</u>	<u>-</u>	<u>(14,196)</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, 2022**

**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)	\$ (695,297)	\$ (259,511)	\$ 66,265	\$ 5,678	\$ (882,865)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	313,325	124,105	101,288	-	538,718
(Increase) decrease in receivables	8,580	(41,988)	(22,386)	(22,650)	(78,444)
(Increase) decrease in prepaid items	(4,136)	(13,792)	(3,132)	-	(21,060)
(Increase) decrease in inventories	-	-	-	-	-
(Increase) decrease in deferred pension outflows	12,255	32,353	4,657	-	49,265
Increase (decrease) in accounts payable	54,287	174,387	(17,435)	15,076	226,315
Increase (decrease) in customer deposits	4,003	5,364	-	-	9,367
Increase (decrease) in deferred pension inflows	68,174	179,979	25,906	-	274,059
Increase (decrease) in net pension liability	(98,427)	(259,849)	(37,402)	-	(395,678)
Increase (decrease) in accrued liabilities	(5,609)	(13,023)	525	-	(18,107)
Increase (decrease) in unearned revenues	(33,433)	-	-	-	(33,433)
Total adjustments	<u>319,019</u>	<u>187,536</u>	<u>52,021</u>	<u>(7,574)</u>	<u>551,002</u>
Net cash from operating activities	<u>\$ (376,278)</u>	<u>\$ (71,975)</u>	<u>\$ 118,286</u>	<u>\$ (1,896)</u>	<u>\$ (331,863)</u>
Non-Cash Transactions -					
Contributions of capital assets from other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2022

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.

A. 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 fund 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, 2022, 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 \$8,188,639 of restricted net position of which \$3,028,464 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, 2022 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.

(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 April 2023.
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, 2022.

(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, 2022 are summarized as follows:

<u>Cash and investments</u>	<u>Amount</u>
Cash and Cash Equivalents	\$ 4,078,527
Investments -	
Georgia Fund 1	6,108,437
Certificates of Deposit	-
	<u>\$ 10,186,964</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	\$ 6,108,437	43 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, 2022, \$3,813,294 of the City’s bank balance of \$4,263,137 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ -
Collateralized with securities held by the pledging financial institution or its agent	<u>3,813,294</u>
Total	<u>\$ 3,813,294</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, 2022, for the City’s individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Funds

	General Fund	2022 Cobb County SPLOST Fund	ARPA Fund	Other Nonmajor Funds	Total
Receivables					
Taxes	\$ 330,622	\$ -	\$ -	\$ 1,235	\$ 331,857
Accounts	-	-	-	13,996	13,996
Due from other governments	-	348,946	-	-	348,946
Other	75,000	-	-	-	75,000
Gross Receivables	405,622	348,946	-	15,231	769,799
Less: Allowance for Uncollectibles	(137,555)	-	-	-	(137,555)
Net Total Receivables	\$ 268,067	\$ 348,946	\$ -	\$ 15,231	\$ 632,244

Proprietary Funds

	Threadmill Complex	Water and Sewer	Stormwater Management	Solid Waste	Total
Accounts	\$ 347,236	\$ 680,843	\$ 302,305	\$ 78,543	\$ 1,408,927
Intergovernmental	-	-	-	-	-
Gross Receivable	347,236	680,843	302,305	78,543	1,408,927
Less: Allowance for Uncollectibles	(12,823)	(152,000)	(82,000)	(18,000)	(264,823)
Net Total Receivable	\$ 334,413	\$ 528,843	\$ 220,305	\$ 60,543	\$ 1,144,104

(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, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 1,892,730	\$ -	\$ -	\$ 1,892,730
Construction in progress	<u>49,310</u>	<u>1,148,493</u>	<u>-</u>	<u>1,197,803</u>
Total	<u>1,942,040</u>	<u>1,148,493</u>	<u>-</u>	<u>3,090,533</u>
Capital assets being depreciated:				
Buildings and improvements	6,895,429	-	-	6,895,429
Infrastructure	5,575,116	136,300	-	5,711,416
Furniture and fixtures	211,045	-	-	211,045
Machinery and equipment	2,854,211	259,921	-	3,114,132
Computer equipment	245,610	-	-	245,610
Vehicles	<u>3,822,478</u>	<u>627,736</u>	<u>(137,377)</u>	<u>4,312,837</u>
Total capital assets being depreciated	<u>19,603,889</u>	<u>1,023,957</u>	<u>(137,377)</u>	<u>20,490,469</u>
Less accumulated depreciation for:				
Buildings and improvements	4,075,016	118,524	-	4,193,540
Infrastructure	1,267,788	305,282	-	1,573,070
Furniture and fixtures	113,922	30,452	-	144,374
Machinery and equipment	2,330,948	265,466	-	2,596,414
Computer equipment	147,701	25,816	-	173,517
Vehicles	<u>2,899,570</u>	<u>339,257</u>	<u>(87,771)</u>	<u>3,151,056</u>
Total accumulated depreciation	<u>10,834,945</u>	<u>1,084,797</u>	<u>(87,771)</u>	<u>11,831,971</u>
Total capital assets being depreciated, net	<u>8,768,944</u>	<u>(60,840)</u>	<u>(49,606)</u>	<u>8,658,498</u>
Governmental capital assets, net	<u>\$ 10,710,984</u>	<u>\$ 1,087,653</u>	<u>\$ (49,606)</u>	<u>\$ 11,749,031</u>

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

General Government	\$ 138,054
Public Safety	413,937
Public Works	260,746
Culture and recreation	<u>272,060</u>
Total depreciation expense	<u>\$ 1,084,797</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	161,981	213	-	162,194
Total	<u>707,621</u>	<u>213</u>	<u>-</u>	<u>707,834</u>
Capital assets being depreciated:				
Infrastructure	7,007,158	4,316	-	7,011,474
Buildings and improvements	8,395,577	27,206	-	8,422,783
Machinery and equipment	883,414	-	-	883,414
Vehicles	327,321	-	(20,917)	306,404
Computer equipment	9,530	-	(1,115)	8,415
Total capital assets being depreciated	<u>16,623,000</u>	<u>31,522</u>	<u>(22,032)</u>	<u>16,632,490</u>
Less accumulated depreciation for:				
Infrastructure	4,365,169	394,826	-	4,759,995
Buildings and improvements	4,685,735	62,276	-	4,748,011
Machinery and equipment	269,951	54,095	-	324,046
Vehicles	264,622	26,814	(21,269)	270,167
Computer equipment	8,471	707	(763)	8,415
Total capital assets being depreciated	<u>9,593,948</u>	<u>538,718</u>	<u>(22,032)</u>	<u>10,110,634</u>
Total capital assets being depreciated, net	<u>7,029,052</u>	<u>(507,196)</u>	<u>-</u>	<u>6,521,856</u>
Business-Type Activities capital assets, net	<u>\$ 7,736,673</u>	<u>\$ (506,983)</u>	<u>\$ -</u>	<u>\$ 7,229,690</u>

Depreciation expense was charged to functions/programs as follows:

Threadmill complex	\$ 313,325
Water and sewer	124,105
Stormwater	<u>101,288</u>
Total depreciation expense	<u>\$ 538,718</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	\$ -	\$ -	\$ 752,675
Construction in progress	112,253	-	(112,253)	-
Total	<u>864,928</u>	<u>-</u>	<u>(112,253)</u>	<u>752,675</u>
Capital assets being depreciated:				
Infrastructure	98,839,065	1,833,641	(194,837)	100,477,869
Furniture, fixtures, and equipment	3,247,024	95,573	(4,215)	3,338,382
Vehicles	1,664,938	97,095	(149,691)	1,612,342
Total capital assets being depreciated	<u>103,751,027</u>	<u>2,026,309</u>	<u>(348,743)</u>	<u>105,428,593</u>
Less accumulated depreciation:	<u>79,950,014</u>	<u>3,964,908</u>	<u>(348,743)</u>	<u>83,566,179</u>
Total capital assets being depreciated, net	<u>23,801,013</u>	<u>(1,938,599)</u>	<u>-</u>	<u>21,862,414</u>
Austell Natural Gas System capital assets, net	<u>\$ 24,665,941</u>	<u>\$ (1,938,599)</u>	<u>\$ (112,253)</u>	<u>\$ 22,615,089</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. OPERATING LEASES

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 that is significant and meets the definition of a lease under the new GASB Statement. The lease obligation and related asset are reported in the Water and Sewer Fund and is 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, 2022 the City has recorded a lease receivable and a related deferred inflow of \$330,992. 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 \$669,084,

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:

	Leases		
	Principal	Interest	Total
2023	\$ 141,458	\$ 19,762	\$ 161,220
2024	108,865	9,930	118,795
2025	56,848	3,985	60,833
2026	8,109	1,491	9,600
2027	8,729	871	9,600
2028	6,983	217	7,200
	<u>\$ 330,992</u>	<u>\$ 36,256</u>	<u>\$ 367,248</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, 2022:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Current Portion</u>
Governmental Activities					
Lease Obligations	\$ -	\$ -	\$ -	\$ -	\$ -
Compensated Absences	<u>404,853</u>	<u>310,859</u>	<u>(333,451)</u>	<u>382,261</u>	<u>50,000</u>
Total Governmental-Type Activity Long-Term Debt	<u>\$ 404,853</u>	<u>\$ 310,859</u>	<u>\$ (333,451)</u>	<u>\$ 382,261</u>	<u>\$ 50,000</u>
Business-Type Activities					
Lease Obligations	\$ 551,431	\$ -	\$ (11,700)	\$ 539,731	\$ 13,603
Compensated Absences	<u>68,188</u>	<u>58,846</u>	<u>(77,344)</u>	<u>49,690</u>	<u>12,424</u>
Total Business-Type Activity Long-Term Debt	<u>\$ 619,619</u>	<u>\$ 58,846</u>	<u>\$ (89,044)</u>	<u>\$ 589,421</u>	<u>\$ 26,027</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 Water and Sewer Fund.

Direct Borrowings –

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 \$76,228 as of June 30, 2022. The imputed interest rate associated with the lease agreement is 15.17%

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

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 13,603	\$ 80,957	\$ 94,560
2024	15,817	78,744	94,561
2025	18,390	76,170	94,560
2026	21,382	73,178	94,560
2027	24,861	69,699	94,560
2028-2032	199,859	272,943	472,802
2033-2036	<u>245,819</u>	<u>69,383</u>	<u>315,202</u>
Total	<u>\$ 539,731</u>	<u>\$ 721,074</u>	<u>\$1,260,805</u>

(See Independent Auditor's Report)

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

7. LONG-TERM DEBT – (Continued)

Austell Natural Gas System

Long-term debt activity for the fiscal year ended July 31, 2022, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Current Portion</u>
Austell Natural Gas System					
Compensated absences	\$ 436,540	\$ 421,023	\$ (466,459)	\$ 391,104	\$ 391,104
Financed purchases from direct borrowings	<u>188,417</u>	<u>-</u>	<u>(48,684)</u>	<u>139,733</u>	<u>51,494</u>
Total	<u>\$ 624,957</u>	<u>\$ 421,023</u>	<u>\$ (515,143)</u>	<u>\$ 530,837</u>	<u>\$ 442,598</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, 2022 is \$207,548 and there has been \$91,358 of accumulated depreciation as of fiscal year-end. Annual depreciation of \$34,592 is included in depreciation expense.

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, 2022 is \$45,337 and there has been \$14,872 of accumulated depreciation as of fiscal year-end. Annual depreciation (\$9,062) of these assets is included in depreciation expense.

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>
2023	\$ 51,494	\$ 9,038	\$ 60,532
2024	54,383	4,989	59,372
2025	29,442	1,229	30,671
2026	<u>4,414</u>	<u>97</u>	<u>4,511</u>
Total	<u>\$ 139,733</u>	<u>\$ 15,353</u>	<u>\$ 155,086</u>

(See Independent Auditor’s Report)

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

8. INTER-FUND TRANSACTIONS

The composition of interfund receivable and payable balances at June 30, 2022 were as follows:

Payable From	Payable To					Total
	General	ARPA	Austell Area Community Council	Multiple Grant	Stormwater	
General	\$ -	\$ 386,955	\$ 1,541,612	\$ 90,576	\$ 113,970	\$2,133,113
Douglas County Splost	1,388					1,388
Cobb Co Splost 2005	65,280					65,280
Cobb Co Splost 2011	1,106					1,106
Cobb Co Splost 2016	40,304					40,304
Cobb Co Splost 2022	867,137	-	-	-	-	867,137
Threadmill Complex	403,484	-	-	-	-	403,484
Total	\$ 1,378,699	\$ 386,955	\$ 1,541,612	\$ 90,576	\$ 113,970	\$3,511,812

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 2022.

Due to/from primary government and component units:

Payable To	Payable From
	Austell Natural Gas System
General	\$ 6,941,535

At June 30, 2022, Austell Natural Gas System owed the primary government \$6,941,535. However, the Gas System reported a payable of \$7,323,542. The difference is a result of the Gas System's fiscal year-end being July 31, 2022 and reporting \$382,007 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, 2022, were as follow:

Transfer To	Transfer From			Total
	General	Threadmill	Stormwater	
Non-major	\$ 387,542	\$ -	\$ -	\$ 387,542
Water & Sewer	54,649	-	-	54,649
Solid waste	<u>1,896</u>	<u>-</u>	<u>-</u>	<u>1,896</u>
Total	<u>\$ 444,087</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 444,087</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.

(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, 2022, the date of the most recent actuarial valuation, there were 218 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	56
Terminated vested participants not yet receiving benefits	54
Active employees - vested	68
Active employees - nonvested	<u>40</u>
 Total	 <u>218</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 2022, the actuarially determined contribution rate was 13.54% of covered payroll.

For fiscal year ended June 30, 2022, the City’s recommended and actual contribution was \$767,178 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, 2022 and included in the government-wide statement of activities amounted to \$271,252.

(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, 2022, the City reported a liability of \$1,954,295 for its net pension liability. The net pension liability was measured as of September 30, 2021 and was determined by an actuarial valuation as of January 1, 2022. The changes in the Net Pension Liability for the year ended September 30, 2021 (the measurement date) were as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at beginning of year	\$16,467,781	\$12,544,926	\$3,922,855
Changes for the year-			
Service cost	330,557	-	330,557
Interest	1,215,919	-	1,215,919
Differences between expected and actual experience	60,652	-	60,652
Contributions - Employer	-	558,466	(558,466)
Net investment income	-	3,047,207	(3,047,207)
Benefit payments, including refunds of employee contributions	(622,603)	(622,603)	-
Administrative expense	-	(29,985)	29,985
Other	-	-	-
Net Changes	<u>984,525</u>	<u>2,953,085</u>	<u>(1,968,560)</u>
Balance at end of year	<u>\$17,452,306</u>	<u>\$15,498,011</u>	<u>\$1,954,295</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, 2022.

(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, 2022, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	\$ 330,557
Interest on The Pension Liability (TPL)	1,215,919
Administrative expenses	29,985
Expected return on assets	(921,718)
Deferred Inflows -	
Expensed portion of current year period differences between expected and actual experience in TPL	12,132
Expensed portion of current year period assumption changes	-
Expensed portion of current year period differences between projected and actual investment earnings	(425,097)
Current year recognition of deferred inflows and outflows established in prior years.	<u>29,474</u>
 Total expense	 <u>\$ 271,252</u>

\$575,384 reported as deferred outflows of resources related to pensions resulting from the City's contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. 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
2023	\$ 378,518	\$ (514,602)	\$ (136,084)
2024	279,065	(463,936)	(184,871)
2025	120,196	(476,266)	(356,070)
2026	<u>12,130</u>	<u>(425,098)</u>	<u>(412,968)</u>
	<u>\$ 789,909</u>	<u>\$ (1,879,902)</u>	<u>\$ (1,089,993)</u>

Outstanding balances of deferred outflows/inflows of resources related to pensions as of June 30, 2022 are as follows:

	Outflows	Inflows
Contributions subsequent to the measurement date	\$ 575,384	\$ -
Demographic	789,909	-
Investment	-	(1,701,740)
Assumption change	-	(178,162)
Total	<u>\$ 1,365,293</u>	<u>\$ (1,879,902)</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, 2022 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, 2022 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, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	45.00%	6.55%
International equity	20.00%	7.30%
Global fixed income	5.00%	0.50%
Real estate	10.00%	3.65%
Domestic fixed income	20.00%	0.40%
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	Current Rate	1% Increase
	<u>6.375%</u>	<u>7.375%</u>	<u>8.375%</u>
Net Pension Liability	\$ 4,400,435	\$ 1,954,297	\$ (65,895)

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, Mass Mutual. 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, 2022, there were 79 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, 2022 were \$100,720.

(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:

The City settled a lawsuit in fiscal year 2022 in which the plaintiff claimed that the City had terminated his employment in violation of the Georgia Whistleblower Act. The plaintiff was asking the Court to award damages and attorney fees and cost of litigation. After conducting a thorough analysis of the claims, management and legal counsel concluded that the City did not violate the Whistleblower Act. Liability, and that any liability resulting from the lawsuit would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the City. The settlement resulting from this issue amounted to \$75,000.

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, 2022 was \$75,000.

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 \$10,697 for the fiscal year ended June 30, 2022. Of this amount, 62.5%, or \$6,686, 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 \$8,848, 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, 2022, the following funds had a negative fund balance:

2022 Cobb County SPLOST Fund	\$ 518,191
Water and Sewer Fund	22,381
Non-Major Governmental Funds - Hotel / Motel Tax Fund	3,663

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. SUBSEQUENT EVENTS

In July 2021 the City entered into an intergovernmental agreement with the State of Georgia, Governor’s Office of Planning and Budget for participation in the American Rescue Plan Act. This Act was passed by the U. S. Congress to help the Nation recover from the effects of the Coronavirus (Covid-19). The City received the first of two payments in July 2021 in the amount of \$1,338,769. The second payment was received in July 2022. The grant funds are to be spent on eligible projects under the grant agreement by December 31, 2024.

(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									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total Pension Liability										
Service cost	\$ 330,557	\$ 303,231	\$ 273,317	\$ 168,863	\$ 193,792	\$ 163,813	\$ 167,487	\$ 186,539		
Interest	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	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	(622,603)	(534,055)	(410,366)	(334,059)	(274,649)	(350,707)	(222,611)	(200,875)		
Net changes in total pension liability	984,525	1,421,816	1,251,577	3,169,879	145,370	819,311	748,745	273,097		
Total pension liability - beginning	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	\$ 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	\$ 558,466	\$ 423,736	\$ 312,665	\$ 337,873	\$ 268,902	\$ 281,446	\$ 292,687	\$ 345,081		
Net investment income	3,047,207	1,104,757	340,666	1,029,505	1,360,742	916,794	88,656	817,473		
Benefit payments	(622,603)	(534,055)	(410,366)	(334,059)	(274,649)	(350,707)	(222,611)	(200,875)		
Administrative expense	(29,985)	(30,831)	(26,864)	(30,389)	(28,732)	(17,350)	(19,975)	(16,055)		
Other	-	-	-	-	-	-	-	-		
Net change in fiduciary net position	2,953,085	963,607	216,101	1,002,930	1,326,263	830,183	138,757	945,624		
Plan fiduciary net position - beginning	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	\$ 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	\$ 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	88.80%	76.18%	76.97%	82.39%	97.53%	86.23%	84.95%	90.53%		
Covered payroll	\$ 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	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									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contributions	767,178	670,159	338,928	303,911	311,874	289,231	278,851	297,299		
Contributions in relation to the actuarially determined contribution	(767,178)	(670,159)	(338,928)	(303,911)	(311,874)	(289,231)	(278,851)	(297,299)		
Contribution deficiency (excess)	-	-	-	-	-	-	-	-		
Covered payroll	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	14.58%	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, 2022

Note 1

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	Remaining amortization period varies for the bases, with a net effective amortization period of 15 years
Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the fair value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.

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 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 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 referendum.

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, 2022**

	Special Revenue Funds			
	Confiscated Asset Fund	Emergency Telephone System Fund	Hotel / Motel Tax Fund	Multiple Grant Fund
Assets				
Cash	\$ 31,127	\$ -	\$ -	\$ -
Receivables -				
Taxes	-	-	1,235	-
Accounts	-	13,996	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	90,576
Prepaid items	-	9,312	-	-
Total assets	<u>31,127</u>	<u>23,308</u>	<u>1,235</u>	<u>90,576</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	-	1,254	4,898	-
Accrued liabilities	-	9,364	-	-
Unearned revenues	26,405	-	-	88,511
Due to other funds	-	-	-	-
Total liabilities	<u>26,405</u>	<u>10,618</u>	<u>4,898</u>	<u>88,511</u>
Fund balances				
Nonspendable -				
Prepaid items	-	9,312	-	-
Restricted -				
Capital projects	-	-	-	2,065
Law enforcement activities	4,722	3,378	-	-
Tourism and economic development	-	-	-	-
Unassigned	-	-	(3,663)	-
Total fund balances	<u>4,722</u>	<u>12,690</u>	<u>(3,663)</u>	<u>2,065</u>
Total liabilities and fund balances	<u>\$ 31,127</u>	<u>\$ 23,308</u>	<u>\$ 1,235</u>	<u>\$ 90,576</u>

Capital Projects Funds		
2005 Cobb County SPLOST Fund	2017 Douglas County SPLOST Fund	Total Nonmajor Governmental Funds
\$ 304,511	\$ 6,954	\$ 342,592
-	-	1,235
-	-	13,996
-	-	-
-	-	90,576
-	-	9,312
<u>304,511</u>	<u>6,954</u>	<u>457,711</u>
1,200	-	7,352
-	-	9,364
-	-	114,916
<u>65,280</u>	<u>1,388</u>	<u>66,668</u>
<u>66,480</u>	<u>1,388</u>	<u>198,300</u>
-	-	9,312
238,031	5,566	245,662
-	-	8,100
-	-	-
-	-	(3,663)
<u>238,031</u>	<u>5,566</u>	<u>259,411</u>
<u>\$ 304,511</u>	<u>\$ 6,954</u>	<u>\$ 457,711</u>

CITY OF AUSTELL, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2022

SPECIAL REVENUE FUND

	Confiscated Asset Fund	Emergency Telephone System Fund	Hotel / Motel Tax Fund	Multiple Grant Fund
Revenues:				
Taxes	\$ -	\$ -	\$ 10,697	\$ -
Charges for services	-	183,791	-	-
Intergovernmental	-	-	-	175,000
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	1,706	1,500
	<u>-</u>	<u>-</u>	<u>1,706</u>	<u>1,500</u>
Total revenues	<u>-</u>	<u>183,791</u>	<u>12,403</u>	<u>176,500</u>
Expenditures:				
Current				
Public safety	1,447	538,570	-	-
Public works	-	-	-	49,336
Culture and recreation	-	-	-	-
Tourism and economic development	-	-	8,848	-
Capital outlay				
Administrative	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,447</u>	<u>538,570</u>	<u>8,848</u>	<u>49,336</u>
Excess (deficiency) of revenues over expenditures	(1,447)	(354,779)	3,555	127,164
Other Financing Sources (Uses):				
Transfers	-	372,542	(7,224)	(5,697)
Capital lease proceeds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>372,542</u>	<u>(7,224)</u>	<u>(5,697)</u>
Net change in fund balances	(1,447)	17,763	(3,669)	121,467
Fund balance - beginning of year	<u>6,169</u>	<u>(5,073)</u>	<u>6</u>	<u>(119,402)</u>
Fund balance - end of year	<u>\$ 4,722</u>	<u>\$ 12,690</u>	<u>\$ (3,663)</u>	<u>\$ 2,065</u>

Capital Projects Funds		
2005 Cobb County SPLOST Fund	2017 Douglas County SPLOST Fund	Total Nonmajor Governmental Funds
\$ -	\$ 10,122	\$ 20,819
-	-	183,791
-	-	175,000
-	-	-
1,125	3	1,128
-	-	3,206
<u>1,125</u>	<u>10,125</u>	<u>383,944</u>
-	-	540,017
-	-	49,336
-	-	-
-	-	8,848
-	-	-
-	-	-
207,680	-	207,680
-	30,921	30,921
<u>207,680</u>	<u>30,921</u>	<u>836,802</u>
(206,555)	(20,796)	(452,858)
-	27,921	387,542
-	-	-
-	27,921	387,542
(206,555)	7,125	(65,316)
444,586	(1,559)	324,727
<u>\$ 238,031</u>	<u>\$ 5,566</u>	<u>\$ 259,411</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, 2022**

	Budget		Actual	Variance
	Original	Final		
Revenues				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)
Miscellaneous revenue	-	-	-	-
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Expenditures				
Public safety	<u>5,000</u>	<u>5,000</u>	<u>1,447</u>	<u>3,553</u>
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>1,447</u>	<u>3,553</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(1,447)</u>	<u>(1,447)</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	-	-	(1,447)	(1,447)
Fund balance - beginning of year	<u>6,169</u>	<u>6,169</u>	<u>6,169</u>	<u>-</u>
Fund balance - end of year	<u>\$ 6,169</u>	<u>\$ 6,169</u>	<u>\$ 4,722</u>	<u>\$ (1,447)</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, 2022

	Budget		Actual	Variance
	Original	Final		
Revenues				
Charges for services	\$ 175,000	\$ 175,000	\$ 183,791	\$ 8,791
Miscellaneous revenue	-	-	-	-
Total revenues	<u>175,000</u>	<u>175,000</u>	<u>183,791</u>	<u>8,791</u>
Expenditures				
Public safety	658,642	658,642	538,570	120,072
Total expenditures	<u>658,642</u>	<u>658,642</u>	<u>538,570</u>	<u>120,072</u>
Excess of revenues over (under) expenditures	<u>(483,642)</u>	<u>(483,642)</u>	<u>(354,779)</u>	<u>128,863</u>
Other Financing Sources (Uses)				
Transfers	483,642	483,642	372,542	(111,100)
Total other financing sources (uses)	<u>483,642</u>	<u>483,642</u>	<u>372,542</u>	<u>(111,100)</u>
Net change in fund balance	-	-	17,763	17,763
Fund balance - beginning of year	<u>(5,073)</u>	<u>(5,073)</u>	<u>(5,073)</u>	<u>-</u>
Fund balance - end of year	<u>\$ (5,073)</u>	<u>\$ (5,073)</u>	<u>\$ 12,690</u>	<u>\$ 17,763</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, 2022

	Budget		Actual	Variance
	Original	Final		
Revenues				
Taxes	\$ 5,000	\$ 17,500	\$ 10,697	\$ (6,803)
Miscellaneous revenue	-	-	1,706	1,706
Total revenues	<u>5,000</u>	<u>17,500</u>	<u>12,403</u>	<u>(5,097)</u>
Expenditures				
Current				
Tourism and economic development	5,000	17,500	8,848	8,652
Total expenditures	<u>5,000</u>	<u>17,500</u>	<u>8,848</u>	<u>8,652</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>3,555</u>	<u>3,555</u>
Other Financing Sources (Uses)				
Transfers	-	-	(7,224)	(7,224)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(7,224)</u>	<u>(7,224)</u>
Net change in fund balance	-	-	(3,669)	(3,669)
Fund balance - beginning of year	<u>6</u>	<u>6</u>	<u>6</u>	<u>-</u>
Fund balance - end of year	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ (3,663)</u>	<u>\$ (3,669)</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, 2022**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
Intergovernmental	\$ 360,000	\$ 360,000	\$ 175,000	\$ (185,000)
Miscellaneous	-	-	1,500	1,500
Total Revenues	<u>360,000</u>	<u>360,000</u>	<u>176,500</u>	<u>(183,500)</u>
EXPENDITURES				
General Government	-	-	-	-
Police	-	-	-	-
Public Works	360,000	360,000	49,336	310,664
Culture and Recreation	-	-	-	-
Planning & Zoning	-	-	-	-
Total Expenditures	<u>360,000</u>	<u>360,000</u>	<u>49,336</u>	<u>310,664</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>127,164</u>	<u>127,164</u>
Other Financing Sources (Uses):				
Transfers	-	-	(5,697)	(5,697)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(5,697)</u>	<u>(5,697)</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>121,467</u>	<u>121,467</u>
Fund balance - beginning of year	<u>(119,402)</u>	<u>(119,402)</u>	<u>(119,402)</u>	<u>-</u>
Fund balance- end of year	<u>\$ (119,402)</u>	<u>\$ (119,402)</u>	<u>\$ 2,065</u>	<u>\$ 121,467</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, 2022

	Budget		Actual	Variance
	Original	Final		
Revenues				
Interest income	\$ 50,000	\$ 50,000	\$ 13,427	\$ (36,573)
Miscellaneous revenue	-	-	-	-
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>13,427</u>	<u>(36,573)</u>
Expenditures				
General government	50,000	50,000	65,662	(15,662)
Public works	-	-	12,650	(12,650)
Public safety	-	-	-	-
Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>78,312</u>	<u>(28,312)</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(64,885)</u>	<u>(64,885)</u>
Other Financing Sources (Uses)				
Transfers	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	(64,885)	(64,885)
Fund balance - beginning of year	<u>5,225,060</u>	<u>5,225,060</u>	<u>5,225,060</u>	<u>-</u>
Fund balance - end of year	<u>\$ 5,225,060</u>	<u>\$ 5,225,060</u>	<u>\$ 5,160,175</u>	<u>\$ (64,885)</u>

**CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY 2005 SPECIAL PURPOSE SALES TAX
FOR THE YEAR ENDED JUNE 30, 2022**

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES			ESTIMATED PERCENT COMPLETE
		BEGINNING OF YEAR	CURRENT YEAR	TO DATE	
STREETS:					
Roads, streets, curbs gutters and sidewalks	\$ 2,042,132	\$ 2,092,799	\$ 207,680	\$ 2,300,479	112.65%
Major projects managed by Cobb County	3,498,000	2,164,428	-	2,164,428	61.88%
PUBLIC SAFETY:					
Radio system	\$ 160,334	\$ 156,742	\$ -	\$ 156,742	97.76%
	<u>\$ 5,700,466</u>	<u>\$ 4,413,969</u>	<u>\$ 207,680</u>	<u>\$ 4,621,649</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 2022 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, 2022

	<u>ORIGINAL ESTIMATED COST</u>	<u>BEGINNING OF YEAR</u>	<u>EXPENDITURES</u>		<u>ESTIMATED PERCENT COMPLETE</u>
			<u>CURRENT YEAR</u>	<u>TO DATE</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	695,000	1,391,925	-	1,391,925	200.28%
 TOTAL TIER 1 PROJECTS	 <u>4,672,186</u>	 <u>4,995,978</u>	 <u>-</u>	 <u>4,995,978</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	60,000	8,678	-	8,678	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>\$ -</u>	 <u>\$ 5,068,798</u>	

CITY OF AUSTELL, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH COBB COUNTY SPECIAL PURPOSE SALES TAX 2016
FOR THE YEAR ENDED JUNE 30, 2022

PROJECT	ORIGINAL	EXPENDITURES			ESTIMATED PERCENT COMPLETE
	ESTIMATED COST	BEGINNING OF YEAR	CURRENT YEAR	TO DATE	
STREETS:					
Resurfacing	\$ 1,113,486	\$ 1,459,262	\$ -	\$ 1,459,262	131%
Roadway striping	211,032	45,174	4,076	49,250	23%
Curb and gutters	426,093	178,599	-	178,599	42%
Sidewalks	844,128	388,231	64,450	452,681	54%
Roadway drainage systems	193,309	96,762	-	96,762	50%
Sign replacement and upgrades	126,619	36,461	10,426	46,887	37%
Maintenance equipment	801,922	620,342	289,278	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	-	383,074	85%
Other improvements	300,000	348,114	9,700	357,814	119%
Parks maintenance facility improvements	200,000	132,285	-	132,285	66%
Upgrades to all city parks	431,345	244,541	-	244,541	57%
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>\$ 5,733,125</u>	<u>\$ 377,930</u>	<u>\$ 6,111,055</u>	
OTHER FINANCING SOURCES' EXPENDITURES:					
LMIG		340,833	-	340,833	
OTHER DOT GRANT PROJECTS		310,916	-	310,916	
TOTAL EXPENDITURES		<u>\$ 6,384,874</u>	<u>\$ 377,930</u>	<u>\$ 6,762,804</u>	

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

	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	327,868	71.98%
Radios	296,000	-	2,473	2,473	0.84%
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	-	-	-	0.00%
Water System -					
Upgrade infrastructure	900,000	-	-	-	0.00%
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	\$ 1,470,370	

CITY OF AUSTELL, GEORGIA
 SCHEDULE OF PROJECTS FINANCED
 WITH DOUGLAS COUNTY 2017 SPECIAL PURPOSE SALES TAX
 FOR THE YEAR ENDED JUNE 30, 2022

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	CURRENT YEAR	TO DATE	ESTIMATED PERCENT COMPLETE
PARK PROJECTS:					
Suggs Park improvements	\$ 48,000	\$ 33,929	\$ 30,921	\$ 64,850	135%
	<u>\$ 48,000</u>	<u>\$ 33,929</u>	<u>\$ 30,921</u>	<u>\$ 64,850</u>	

A portion of the above expenditures were financed as follows:

Transfers from the General Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,921</u>	<u>\$ 27,921</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.

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Financial Trends	67
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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	74
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These schedules contain information to help the reader assess the City's most significant local revenue sources, property taxes and franchise fees.

Debt Capacity	80
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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	85
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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	88
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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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net Investment in Capital Assets	\$ 8,604,518	\$ 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
Restricted	7,561,988	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
Unrestricted	4,567,337	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
Total Governmental Activities Net Position	\$ 20,733,843	\$ 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
Business-Type Activities										
Net Investment in Capital Assets	\$ 8,690,937	\$ 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
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(4,074,253)	(3,254,903)	(3,241,479)	(2,646,636)	(2,236,570)	(2,356,307)	(2,288,696)	(601,843)	(389,402)	(691,200)
Total Business-Type Activities Net Position	\$ 4,616,684	\$ 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
Primary Government										
Net Investment in Capital Assets	\$ 17,295,455	\$ 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
Restricted	7,561,988	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
Unrestricted	493,084	2,962,385	1,276,882	738,743	1,507,441	3,021,106	2,147,578	5,036,965	4,475,417	5,607,214
Total Primary Government Net Position	\$ 25,350,527	\$ 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

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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Program Expenses										
Governmental activities	\$ 8,579,080	\$ 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
Business-type activities	5,167,716	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
Total primary government program expenses	\$ 13,746,796	\$ 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
Program Revenues										
Governmental activities	\$ 4,369,053	\$ 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
Business-type activities	4,980,031	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
Total primary government program revenues	\$ 9,349,084	\$ 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
Net (Expense) Revenue										
Governmental activities	\$ (4,210,027)	\$ (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)
Business-type activities	(187,685)	27,809	(501,744)	(520,625)	(472,293)	7,658	(809,274)	(486,702)	(788,090)	(853,626)
Total primary government net expense	\$ (4,397,712)	\$ (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)
General Revenues and Transfers										
Governmental activities	\$ 6,217,017	\$ 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
Business-type activities	(267,870)	383,051	661,686	941,295	844,677	(476,276)	867,875	2,138,638	626,445	56,545
Total primary government	\$ 5,949,147	\$ 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
Change in Net Position										
Governmental activities	\$ 2,006,990	\$ 1,692,396	\$ 543,356	\$ (705,072)	\$ (52,432)	\$ 1,160,112	\$ (488,804)	\$ 1,424,944	\$ 144,926	\$ 2,763,608
Business-type activities	(455,555)	410,860	159,942	420,670	372,384	(468,618)	58,601	1,651,936	(161,645)	(797,081)
Total primary government	\$ 1,551,435	\$ 2,103,256	\$ 703,298	\$ (284,402)	\$ 319,952	\$ 691,494	\$ (430,203)	\$ 3,076,880	\$ (16,719)	\$ 1,966,527

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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
General Government	\$ 773,771	\$ 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
Public Safety	4,162,807	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
Public Works	2,890,186	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
Solid Waste Management	-	-	-	-	-	-	-	-	-	-
Culture and recreation	680,191	673,860	844,926	847,871	818,838	842,291	1,131,991	1,150,694	1,082,738	1,141,685
Tourism and economic development	4,521	4,161	4,448	1,804	4,530	4,204	3,788	3,951	3,519	8,848
Housing and development	48,896	64,277	87,523	200,804	238,740	267,797	345,128	405,661	547,638	536,187
Interest on Long-Term Debt	18,708	21,855	14,995	9,117	6,018	6,797	5,987	2,098	364	-
Total Governmental Activities	\$ 8,579,080	\$ 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
Business-Type Activities										
Threadmill complex	\$ 1,323,467	\$ 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
Water and Sewer	3,308,126	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
Storm Water Utilities	401,950	422,208	412,974	455,082	297,631	348,047	547,018	432,874	373,293	323,832
Solid Waste	134,173	145,925	380,966	449,715	460,377	496,421	471,786	401,696	383,788	475,260
Total Business-Type Activities	\$ 5,167,716	\$ 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
Total Governmental-Wide Expenses	\$ 13,746,796	\$ 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

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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Charges for Service										
General Government	\$ 7,969	\$ 7,037	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Judicial	596,609	515,859	-	-	-	-	-	-	-	-
Public Safety	130,805	136,735	742,034	554,763	604,183	600,942	523,685	460,239	380,993	439,190
Public Works	19,419	63,144	-	-	-	-	-	-	3,082	2,922
Solid Waste Management	3,910	3,773	-	-	-	-	-	-	-	-
Culture and recreation	-	-	46,324	101,491	127,370	122,669	125,931	112,911	145,188	140,922
Housing and development	-	-	36,261	40,274	49,151	69,254	81,908	127,144	309,858	157,074
Operating Grants and Contributions	310	590	10,509	265,947	119,960	120,262	115,392	125,979	582,378	704,086
Capital Grants and Contributions	3,610,031	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
Total Governmental Activities	\$ 4,369,053	\$ 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
Business-Type Activities										
Charges for Service										
Threadmill Complex	\$ 1,118,192	\$ 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
Water and Sewer	3,417,558	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
Stormwater	360,387	406,280	399,617	399,486	309,709	320,634	321,301	324,727	332,875	390,097
Solid Waste	83,894	85,282	301,257	352,184	381,530	403,165	424,094	372,037	378,319	480,938
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions	-	-	26,995	76,725	58,200	190,749	70,700	111,604	74,712	112,100
Total Business-Type Activities	\$ 4,980,031	\$ 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
Total Government-Wide Program Revenues	9,349,084	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

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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Taxes										
Property	\$ 651,736	\$ 576,380	\$ 547,923	\$ 632,335	\$ 628,527	\$ 719,486	\$ 878,889	\$ 895,655	\$ 1,128,278	\$ 1,259,070
Sales and Use	19,013	64,639	54,000	54,002	54,000	54,000	54,000	54,000	54,000	54,000
Franchise taxes and ownership fees	5,022,783	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
Other	144,820	552,349	581,536	656,935	695,835	800,753	855,170	914,427	940,541	931,915
Penalties and Interest	13,871	18,782	1,536	10,490	13,665	-	-	-	-	-
Intergovernmental	-	-	103,665	107,624	-	-	-	-	-	-
Unrestricted Investment Earnings	3	-	116,931	110,209	105,448	138,214	124,249	130,682	11,210	21,601
Miscellaneous	96,921	55,734	81,830	73,241	49,839	117,262	110,314	33,539	4,181	78,062
Gain on sale of capital assets	-	-	-	-	-	-	-	4,508,843	-	3,700
Transfers	267,870	(383,051)	(661,569)	(941,295)	(844,677)	476,276	(867,875)	(2,138,635)	(626,445)	(56,545)
Total Governmental Activities	\$ 6,217,017	\$ 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
Business-Type Activities										
Unrestricted Investment Income	\$ -	\$ -	\$ 117	\$ -	\$ -	\$ -	\$ -	\$ 3	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(267,870)	383,051	661,569	941,295	844,677	(476,276)	867,875	2,138,635	626,445	56,545
Total Business-Type Activities	\$ (267,870)	\$ 383,051	\$ 661,686	\$ 941,295	\$ 844,677	\$ (476,276)	\$ 867,875	\$ 2,138,638	\$ 626,445	\$ 56,545
Total Government-Wide General and Other Revenue	\$ 5,949,147	\$ 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

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									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable:										
Prepays Items	\$ 191,654	\$ 368,413	\$ 354,080	\$ 206,603	\$ 105,160	\$ 184,089	\$ 12,766	\$ 53,152	\$ -	\$ 60,836
Inventory	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	1,000,000	1,000,000	-	1,000,000
Unassigned	4,163,355	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
Total General Fund	<u>\$ 4,355,009</u>	<u>\$ 5,425,880</u>	<u>\$ 5,510,093</u>	<u>\$ 4,103,820</u>	<u>\$ 4,240,081</u>	<u>\$ 6,155,704</u>	<u>\$ 6,400,830</u>	<u>\$ 8,107,879</u>	<u>\$ 7,314,928</u>	<u>\$ 8,984,618</u>
All Other Governmental Funds										
Nonspendable for:										
Prepaid items	\$ 21,466	\$ 47,270	\$ 41,864	\$ 40,216	\$ 259,798	\$ 24,463	\$ 1,980	\$ 8,232	\$ -	\$ 9,312
Advances to other funds	4,131,000	3,672,000	-	-	-	-	-	-	-	-
Restricted										
Capital Projects	3,385,900	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
Law enforcement activities	40,214	145,229	290,835	97,287	118,894	38,572	39,359	4,774	6,169	8,100
Tourism and Promotion	4,874	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
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	(131,963)	(130,213)	(136,408)	(245,330)	(19,793)	(82,133)	(126,034)	(521,854)
Total All Other Governmental Funds	<u>\$ 7,583,454</u>	<u>\$ 7,602,803</u>	<u>\$ 7,771,242</u>	<u>\$ 7,344,067</u>	<u>\$ 6,764,648</u>	<u>\$ 5,629,693</u>	<u>\$ 5,876,776</u>	<u>\$ 6,404,311</u>	<u>\$ 7,770,639</u>	<u>\$ 7,676,097</u>

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									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Taxes	\$ 5,858,320	\$ 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
Licenses and Permits	24,583	67,808	36,261	40,274	49,151	68,954	81,908	112,942	239,904	146,073
Fines and forfeitures	596,609	515,859	593,532	404,558	451,287	450,502	346,308	274,042	191,728	238,614
Charges for Services	137,520	142,881	148,502	150,206	152,896	150,740	171,441	201,750	262,300	214,500
Intergovernmental	3,360,811	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
Investment Earnings	118,685	132,527	116,731	110,259	105,448	138,441	124,250	135,163	15,672	28,651
Contributions and donations	310	590	194,851	14,137	39,701	6,761	52,018	6,450	51,543	51,877
Miscellaneous	96,921	55,734	129,299	106,774	200,446	210,487	162,334	145,726	148,399	148,954
Total All Governmental Funds	10,193,759	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
Expenditures										
General Government	719,992	862,705	938,690	851,848	949,533	980,611	1,093,664	1,205,837	1,355,147	1,727,389
Public Safety	3,823,207	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
Judicial	176,421	176,700	198,709	203,573	193,973	208,051	223,917	241,239	270,201	255,841
Public Works	2,721,570	3,649,359	2,959,247	854,184	1,369,883	883,311	940,151	1,102,229	997,844	1,031,918
Solid waste management	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Tourism and economic development	4,521	4,161	4,448	1,804	4,530	4,204	3,788	3,951	3,518	8,848
Culture and recreation	557,912	617,025	694,264	681,735	629,503	710,179	807,585	855,317	1,058,820	871,216
Housing and development	48,896	64,277	124,041	344,477	201,016	234,911	312,207	394,586	613,162	454,805
Debt Service										
Principal	280,966	265,919	314,452	212,918	64,490	63,036	65,167	55,406	45,092	-
Interest	18,708	21,855	14,995	6,800	6,018	7,473	5,342	3,139	1,606	-
Capital Outlay	1,237,135	814,769	872,646	2,036,819	2,025,449	2,558,895	1,691,254	1,164,076	673,619	2,326,494
Total Expenditures	9,589,328	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
Excess (Deficit) of Revenue Over Expenditures	604,431	1,458,696	626,568	(1,517,626)	(67,442)	262,416	887,068	(214,561)	1,101,471	1,502,899
Other Financing Sources (Uses)										
Proceeds from long-term debt	513,532	-	-	303,888	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	72,089	57,703	29,051	92,842	4,587,779	73,638	128,794
Transfer in	1,210,930	611,803	519,526	190,942	345,063	489,201	(487,701)	427,672	529,246	387,542
Transfer out	(943,060)	(994,854)	(893,442)	(882,741)	(778,482)	-	-	(2,566,306)	(1,130,978)	(444,087)
Total Other Financing Sources (Uses)	781,402	(383,051)	(373,916)	(315,822)	(375,716)	518,252	(394,859)	2,449,145	(528,094)	72,249
Net Change in Fund Balance	\$ 1,385,833	\$ 1,075,645	\$ 252,652	\$ (1,833,448)	\$ (443,158)	\$ 780,668	\$ 492,209	\$ 2,234,584	\$ 573,377	\$ 1,575,148
Debt service expenditures to noncapital expenditures	3.72%	2.89%	3.45%	2.88%	0.89%	0.78%	0.80%	0.58%	0.44%	0.00%

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

<u>Fiscal Year Ended June 30,</u>	<u>Taxes (2)</u>	<u>Licenses and Permits</u>	<u>Inter- Governmental</u>	<u>Charges for Service</u>	<u>Fines and Forfeitures</u>	<u>Interest Income</u>	<u>Contributions and Donations from Private</u>	<u>Miscellaneous</u>	<u>Total</u>
2013	5,858,320	24,583	3,360,811	137,520	596,609	118,685	310	96,921	10,193,759
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

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**

<u>Tax Year/Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Mobile Home</u>	<u>Motor Vehicle Property</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2012/2013	67,459,717	43,204,843	33,676,562	213,288	12,998,120	2,477,617	155,074,913	4.00
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

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>2013</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>
Cobb County Direct Rates										
General	7.52	7.32	7.12	6.66	6.76	8.46	8.46	8.46	8.46	8.46
Debt Service	0.33	0.33	0.33	0.23	0.13	0.13	0.13	0.13	0.13	0.13
Total Direct Rates	7.85	7.65	7.45	6.89	6.89	8.59	8.59	8.59	8.59	8.59
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	18.90
Austell	4.00	3.06	3.06	3.06	3.25	3.25	3.25	3.25	3.25	3.25
State of Georgia	0.15	0.10	0.05	-	-	-	-	-	-	-
Total	30.90	29.71	29.46	28.85	29.04	30.74	30.74	30.74	30.74	30.74

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

	2022			2012		
	Taxable		Percentage of Total City	Taxable		Percentage of Total City
Sweetwater Paper Board Co	19,920,669	1	6.4%			
LIT Industrial Limited Partnership	13,243,120	2	4.3%			
Austell Boxboard Corp	9,664,885	3	3.1%			
Target Container	2,526,721	4	0.8%			
Pointe Eagle Properties, LLC	2,546,000	5	0.8%			
Star Paper Tube, Inc.	1,991,800	6	0.6%			
Sweetwater Lumber & Land, INC	2,878,320	7	0.9%			
GSA Plaza LLC	1,066,248	8	0.3%			
3055 Humphries Hill LLC	891,000	9	0.3%			
RSR Partners, LLC	820,326	10	0.3%			
Austell Boxboard Corp				10,866,493	1	7.0%
Sweetwater Paper Board Co.				8,612,434	2	5.6%
Star Paper Tube, Inc				1,238,956	3	0.8%
2989 Humphries Hill Rd				1,130,403	4	0.7%
Shea Traylor JV				1,104,866	5	0.7%
Sweetwater Lumber & Land Inc.				849,345	6	0.5%
Anderson Clay				824,502	7	0.5%
Efficiency Lodge				808,124	8	0.5%
K & A Development LLC				660,048	9	0.4%
Stansel Patricia I & L C				659,440	10	0.4%
Total	<u>\$ 55,549,089</u>		<u>18%</u>	<u>\$ 26,754,611</u>		<u>17%</u>
	310,294,550			155,074,913		

Source: Cobb County Tax Assessor

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

FISCAL YEAR ENDED JUNE 30,	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Collections in Subsequent Years	Total Collections to Date	
					Amount	Percent of Levy
2014	471,509	450,465	95.5%	2,463	452,928	96.1%
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%	5,015	841,736	96.7%

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>2022 Revenue</u>	<u>2017 Revenue</u>
Austell Gas System (ownership)	11%	\$ 7,806,762	\$ 4,502,173
Georgia Power	5%	\$ 514,040	\$ 470,958
Greystone Power	5%	\$ 72,049	\$ 62,024
Comcast Cable TV	5%	89,783	50,535
Bellsouth/AT&T	3%	33,897	33,464
Total		<u>\$ 8,516,530</u>	<u>\$ 5,119,154</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	Business-Type Activities			Total Primary	Percentage of Personal	Debt Per
	Activities	Water and Sewer Revenue	Threadmill Complex				
	Capital		Revenue	Capital			
2013	782,588	-	-	-	782,588	0.30%	115
2014	516,669	-	-	-	516,669	0.24%	76
2015	314,452	-	-	-	314,452	0.10%	46
2016	293,187	-	-	-	293,187	0.09%	42
2017	228,697	-	-	-	228,697	0.07%	32
2018	165,666	-	-	-	165,666	0.29%	23
2019	100,498	-	-	-	100,498	0.29%	14
2020	45,092	-	-	-	45,092	0.29%	6
2021	-	551,431	-	-	551,431	0.14%	75
2022	-	539,731	-	-	539,731	0.12%	69

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

SCHEDULE 15
CITY OF AUSTELL, GEORGIA
DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2022

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping General Obligation Debt:			
2017 Parks	4,890,063	1%	\$ -
Total, General Obligation Debt		1%	<u>48,901</u>
			<u>48,901</u>
Overlapping Guaranteed Revenue Debt:			
Revenue Bonds	394,329,331	1%	3,943,293
Financed purchase	1,793,953	1%	17,940
Cobb County Parking Deck Certificates	5,955,000	1%	59,550
Cobb County Revenue Anticipation Notes	4,535,845	1%	45,358
Total, overlapping revenue debt	<u>\$ 406,614,129</u>	1%	<u>\$ 4,066,141</u>
Total Overlapping Debt:	<u>\$ 406,614,129</u>		<u>\$ 4,115,042</u>
City Direct Debt:			
Capital Lease	539,731	100%	\$ 539,731
	<u>\$ 539,731</u>		<u>\$ 539,731</u>
Total Direct and Overlapping Debt:	<u><u>412,043,923</u></u>		<u><u>4,703,674</u></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 assesses value that is within the government's boundaries and dividing it by the Cobb County's total taxable assesses value.

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

	<u>2013</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>
Debt limit	\$ 15,507,491	\$ 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
Total net debt applicable to limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin	<u>\$ 15,507,491</u>	<u>\$ 15,554,808</u>	<u>\$ 14,665,218</u>	<u>\$ 14,999,065</u>	<u>\$ 17,764,250</u>	<u>\$ 19,771,094</u>	<u>\$ 21,396,534</u>	<u>\$ 23,212,044</u>	<u>\$ 25,687,518</u>	<u>\$ 31,029,455</u>

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
PLEDGED 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	
2014	3,478,282	3,256,714	221,568	-	-	-
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)	-	-	-

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
PLEGGED REVENUE COVERAGE - THREADMILL COMPLEX FUND
LAST TEN FISCAL YEARS

FISCAL YEAR	Lease	Less: Operating	Net Available	Debt Service (1)		
2013	1,116,721	784,405	332,316	-	-	#DIV/0!
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)	-	-	-

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>
2014	6,782	217,620,816	32,088	6.9%
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%

Source: www.bestplaces.net

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

	2022			2012		
	Number of	% of Total		Number of	% of Total	
Greif	50	41.7%	1	355	36.4%	1
Variety Stores, Inc	14	11.7%	2	65	6.7%	8
Brandit, LLC	14	11.7%	3			
The Alana Tucker Firm, LLC	8	6.7%	4			
Benkel Consulting Services	8	6.7%	5			
Catherines Healthcare Service	7	5.8%	6			
Dowda Plumbing Company	6	5.0%	7			
Connected Carpet Cleaning Serv	5	4.2%	8	32	3.3%	9
Nashville Material & Supply	4	3.3%	9			
Dixie Printing	4	3.3%	10	22		
Old Fashion Foods				95	9.7%	4
Sweetwater Paper Company				87	8.9%	5
Caurastar Corp				87	8.9%	3
Carustar Industries				120	12.3%	6
Austell Gas System					0.0%	2
Garda CL Southeast Inc.				83	8.5%	7
Kassaus				29	3.0%	10
Total Employees	<u>120</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

	<u>2013</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>
General government										
Management services	4	4	2	4	4	2	2	4	6	6
Building	-	1	-	-	-	-	-	2	2	2
Public Safety	55	55	52	52	52	51	49	47	51	51
Municipal court	3	3	3	3	3	3	3	3	3	3
Highways and streets	4	4	8	8	9	9	10	12	12	13
Parks and recreation	3	5	7	6	6	10	12	10	11	11
Water	4	4	12	12	12	12	13	12	12	12
Public Works	16	17	6	6	6	8	7	7	7	7
Threadmill	<u>10</u>	<u>6</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>6</u>	<u>6</u>	<u>6</u>	<u>6</u>	<u>6</u>
Total	<u>99</u>	<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>

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

Function / Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Municipal Court										
Citations issued	4,997	5,686	4,300	3,440	3,825	3,491	2,697	1,666	1,131	1,744
Traffic violations	4,773	5,675	4,300	3,440	3,608	3,194	2,407	1,488	943	1,655
Shoplifting violations	-	11	-	-	2	4	4	4	1	2
Refuse collections										
Refuse collected (tons per day)	2.25	2.25	3.00	5.00	2.25	2.25	2.25	7.31	7.31	7.31
Public Works										
Streets resurfaced (miles)	-	3	-	-	3	3	4	-	-	-
Water										
New connections	-	-	-	-	-	-	-	58	-	-
Average daily consumption	910,000	918,989	551,951	752,800	918,989	866,667	887,671	780,900	766,579	817,175
Stormwater										
Miles of streets swept	102	325	325	325	325	325	325	242	242	242
Storm drains cleaned	582	184	184	184	184	184	184	3,024	3,024	3,024

Sources: Various City Departments

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

Function / Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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
Streetlights	780.0	805.0	805.0	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	11.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0
Acreage	39.0	39.0	39.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0
Playgrounds	7.0	7.0	7.0	1.0	3.0	3.0	3.0	3.0	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	2,464	3,022	3,062	3,231	3,307	3,265	3,284	3,189
Solid Waste Management										
Customers	200.0	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
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

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