

**CITY OF LOGANVILLE, GEORGIA**

**FINANCIAL STATEMENTS AS OF**  
**JUNE 30, 2021 AND**  
**INDEPENDENT AUDITOR'S REPORT**



# CITY OF LOGANVILLE, GEORGIA

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**CITY OF LOGANVILLE, GEORGIA**

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August 12, 2022

## **INDEPENDENT AUDITOR'S REPORT**

Honorable Mayor and Members of City Council  
City of Loganville, Georgia

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Loganville, Georgia as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.





## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Loganville, Georgia as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows, and the budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information and pages 4 through 10, the schedule of changes in the net pension liability and related ratios on page 50, the schedule of contributions on page 51, the schedule of changes in the total OPEB liability and related ratios on page 52, schedule of OPEB contributions on page 53, and the notes to the required supplementary information on pages 54 through 56 be presented to supplement the basic financial statements. Such information, 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 Loganville, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, budgetary comparison schedules, the component unit financial statements, the schedule of projects constructed with special sales tax proceeds and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 220 Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, budgetary comparison schedules, the component unit financial statements, the schedule of projects constructed with special sales tax proceeds and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, the budgetary comparison schedules, the component unit financial statements, the schedule of projects constructed with special sales tax proceeds and schedule of expenditures of federal awards are fairly stated in all material respects, in relation to the basic financial statements taken as a whole.



### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2022, on our consideration of the City of Loganville, 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 Loganville, 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 the City of Loganville, Georgia's internal control over financial reporting and compliance.

*McNair, McLeMore, Middlebrooks & Co., LLC*

MCNAIR, MCLEMORE, MIDDLEBROOKS & CO., LLC



## **MANAGEMENT'S DISCUSSION & ANALYSIS**



**CITY OF LOGANVILLE, GEORGIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

As management of the City of Loganville, Georgia we present management's analysis of the City's financial condition and activities for the fiscal year ended June 30, 2021. This information should be read and considered in conjunction with the financial statements.

**Financial Highlights**

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of fiscal year 2021 by \$57,946,749 (total net position). Of this amount, \$18,442,244 (unrestricted net position) was available for use to meet the City's ongoing obligations to its citizens and creditors.
- The City's total net position increased by \$5,633,017.
- At the close of fiscal year 2021, the City's governmental funds reported combined ending fund balances of \$18,327,880. Of this amount, \$10,168,465 or 55 % is available for spending at the government's discretion (unassigned fund balance). Nonspendable fund balance totals \$1,046,671. The remaining balance, \$7,112,744 is available for spending according to the guidelines of the source of the funds.
- At the end of the fiscal year, the unassigned fund balance for the general fund was \$10,168,465.

**Overview of the Financial Statements**

Management's Discussion and Analysis (MD&A) serves as an introduction to the City of Loganville's basic financial statements. The City's basic financial statements include the government-wide financial statements, fund financial statements, and notes to the financial statements. The MD&A should be read and considered with the basic audited financial statements and supplementary information.

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with an overview of the City's finances in a manner similar to commercial enterprises.

The statement of net position presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows, with the difference being 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 presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected property taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish between functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, judicial, public safety, public works, culture and recreation and housing and development. The business-type activities of the City include water and sewer and the solid waste management.

**CITY OF LOGANVILLE, GEORGIA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into governmental funds and proprietary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the general fund which is considered a major fund. The data from the seven other governmental funds, the non-major funds, is aggregated into a single presentation. The individual fund data for these funds is located in the combining statements elsewhere in this report.

The City adopts an annual appropriated budget for the general fund and all special revenue funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget. The City does not have a debt service fund. The City adopted a project length budget for all Capital project funds. Budgetary comparisons for these non-major funds are included as supplementary information.

**Proprietary funds.** The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its solid waste operations and water and sewer system operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information on the Water and Sewer Fund, and the Solid Waste Fund. These two funds are considered to be major funds of the City.

**Notes to the financial statements.** The notes provide information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes provide information about the City's accounting policies, significant account balances and activities, material risks, obligations, commitments, contingencies and subsequent events, if any.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information regarding the City's pension plan and other post employment benefits.



**CITY OF LOGANVILLE, GEORGIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. The assets and deferred outflows exceeded the liabilities and deferred inflows at the close of fiscal year 2021 at \$57,946,749.

One component of net position, which may be used to meet the City's ongoing obligations to its citizens and creditors, is unrestricted in the amount of \$18,442,244, 32%. Another component of the City's net position is net investment in capital assets (e.g. land, buildings, infrastructure, machinery and equipment); less any related debt used to acquire those assets that is still outstanding, which comprises \$30,921,369 or 54%. The City uses these capital assets to provide services to its citizens; consequently these assets are not available for future spending. Although the City's net 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.

An additional portion of the City's net position, \$8,583,136, 14% represents resources that are subject to external restrictions on how they may be used and debt service.

(See Chart Next Page)

**CITY OF LOGANVILLE, GEORGIA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

**City of Loganville Net Position**  
**June 30, 2021**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Totals</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<u><b>Assets</b></u>						
Current assets	\$ 19,508,197	\$ 14,671,160	\$ 12,002,341	\$ 16,097,558	\$ 31,510,538	\$ 30,768,718
Restricted assets	-	-	3,484,052	7,127,899	3,484,052	7,127,899
Capital assets	14,206,133	14,627,481	36,266,815	30,826,300	50,472,948	45,453,781
Total Assets	33,714,330	29,298,641	51,753,208	54,051,757	85,467,538	83,350,398
<u><b>Deferred Outflows of Resources</b></u>						
Deferred outflows related to pension and OPEB	3,143,463	3,237,894	461,032	482,935	3,604,495	3,720,829
Deferred charge of refunding	-	-	18,762	63,792	18,762	63,792
Total Deferred Outflows of Resources	3,143,463	3,237,894	479,794	546,727	3,623,257	3,784,621
<u><b>Liabilities</b></u>						
Current and other liabilities	1,758,359	1,471,985	2,576,712	5,582,985	4,335,071	7,054,970
Noncurrent liabilities	7,121,221	7,233,341	19,423,021	20,339,347	26,544,242	27,572,688
Total liabilities	8,879,580	8,705,326	21,999,733	25,922,332	30,879,313	34,627,658
<u><b>Deferred Inflows of Resources</b></u>						
Deferred inflows related to pensions	217,029	163,368	47,704	30,261	264,733	193,629
<u><b>Net Position</b></u>						
Net investment in capital assets	12,395,673	12,547,198	18,525,696	16,747,763	30,921,369	29,294,961
Restricted for:						
Capital outlay	6,745,647	-	1,726,592	873,326	8,472,239	873,326
Tourism	45,889	-	-	-	-	-
Law enforcement	65,008	-	-	-	65,008	-
Unrestricted	8,508,967	11,120,643	9,933,277	11,024,802	18,442,244	22,145,445
Total Net Position	\$ 27,761,184	\$ 23,667,841	\$ 30,185,565	\$ 28,645,891	\$ 57,946,749	\$ 52,313,732

At the end of the current fiscal year, the City is able to report positive balances in all categories of net position, both for the government as whole, as well as for its separate governmental and business-type activities.

**Revenues.** Property Taxes of \$6,837,359 and sales tax of \$1,808,636 accounted for 71% of total general revenues.

Capital grants and contributions totaled \$3,870,959.

**Expenses.** The total expense for the governmental activities is \$13,285,150. The largest single expenditure activity is public safety. Public safety includes the police department and the fire department. The total public safety expense is \$6,116,367 or 46% of total governmental activity expense.

Total program revenues and general revenues exceeded expenses by \$4,093,343.

**CITY OF LOGANVILLE, GEORGIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**City of Loganville Changes in Net Position  
For the Fiscal Year Ended June 30, 2021**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Totals</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b><u>Revenues</u></b>						
Program Revenues						
Charges for service	\$ 1,322,747	\$ 1,517,449	\$ 10,615,993	\$ 10,363,160	\$ 11,938,740	\$ 11,880,609
Operating grants and contributions	1,158	282,195	-	-	1,158	282,195
Capital grants and contributions	3,870,959	2,521,652	173,610	44,471	4,044,569	2,566,123
General revenues						
Property taxes	6,837,359	6,563,432	-	-	6,837,359	6,563,432
Sales tax	1,808,636	1,461,213	-	-	1,808,636	1,461,213
Other Taxes	2,788,402	2,569,984	-	-	2,788,402	2,569,984
Investment earnings	39,681	148,315	4,763	220,853	44,444	369,168
Miscellaneous	409,551	231,588	-	-	409,551	231,588
Total revenue	<u>17,078,493</u>	<u>15,295,828</u>	<u>10,794,366</u>	<u>10,628,484</u>	<u>27,872,859</u>	<u>25,924,312</u>
<b><u>Expenses</u></b>						
General government	2,821,465	2,868,471	-	-	2,821,465	2,868,471
Judicial	411,392	434,997	-	-	411,392	434,997
Public safety	6,116,367	6,077,092	-	-	6,116,367	6,077,092
Public works	2,923,206	2,204,413	-	-	2,923,206	2,204,413
Culture and recreation	246,188	139,676	-	-	246,188	139,676
Housing and development	720,149	677,215	-	-	720,149	677,215
Interest and fiscal charges	46,383	50,079	-	-	46,383	50,079
Water and sewer	-	-	7,037,313	7,368,321	7,037,313	7,368,321
Solid waste	-	-	1,917,379	1,866,326	1,917,379	1,866,326
Total Expenses	<u>13,285,150</u>	<u>12,451,943</u>	<u>8,954,692</u>	<u>9,234,647</u>	<u>22,239,842</u>	<u>21,686,590</u>
Increase in net position before transfers	3,793,343	2,843,885	1,839,674	1,393,837	5,633,017	4,237,722
Transfers	300,000	400,000	(300,000)	(400,000)	-	-
Increase in net position	4,093,343	3,243,885	1,539,674	993,837	5,633,017	4,237,722
Net position - beginning	23,667,841	20,423,956	28,645,891	27,652,054	52,313,732	48,076,010
Net position - ending	<u>\$ 27,761,184</u>	<u>\$ 23,667,841</u>	<u>\$ 30,185,565</u>	<u>\$ 28,645,891</u>	<u>\$ 57,946,749</u>	<u>\$ 52,313,732</u>

***Business-type activities.*** Business-type activities increased the City's net position by \$1,539,674 or 28% of the increase in the government's net position.

***Revenues.*** Water and sewer operating revenue was \$8,268,052. Solid Waste operating revenue was \$2,347,941. Water and sewer revenue is derived from the sale of water and sewer services to the citizens of the City. Solid waste is garbage collection services.

***Expenses.*** Water and sewer expense was \$7,037,313. Solid waste expense was \$1,917,379.

### **Financial Analysis of the Government's Funds**

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

**CITY OF LOGANVILLE, GEORGIA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$18,327,880. Of this amount, \$10,168,465 constitutes unassigned fund balance, which is available for spending at the government's discretion. Other fund balances in the amount of \$1,046,671 and \$256,200 are set aside for non-spendable items and assigned items, respectively. The remainder of the fund balance \$6,856,544 is reported as restricted fund balance.

The general fund is the chief operating fund of the City. At the June 30, 2021, unassigned fund balance of the general fund was \$10,168,465. As a measure of the general fund's liquidity, it may be useful to compare both the unassigned fund balance and total fund balances to total fund expenditures. The total fund balance is 99% and the unassigned fund balance is 89% of total general fund expenditures.

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

Unrestricted net position of the Water and Sewer Fund at June 30, 2021 amounted to \$6,970,202 and those of the Solid Waste Fund amounted to \$2,963,075. The total change in Water and Sewer net position was an increase of \$1,407,886 and the change in Solid Waste net position was \$131,788.

### **Capital Assets and Debt Administration**

**Capital Assets.** The City's net investment in capital assets for its governmental and business-type activities as of June 30, 2021 amounts to \$30,921,369 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, infrastructure, building and improvements, equipment and vehicles.

Major capital asset events during the current fiscal year include the following:

- |                             |           |
|-----------------------------|-----------|
| • Street Improvements       | \$163,117 |
| • 5 2020 Police Vehicles    | \$150,681 |
| • 3 2021 Police Vehicles    | \$111,384 |
| • Sewer System Improvements | \$252,956 |
| • 2020 Water Sewer Truck    | \$30,331  |

**CITY OF LOGANVILLE, GEORGIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

**City of Loganville Capital Assets  
(Net of Depreciation)**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Totals</b>
Land	\$ 2,092,701	\$ 1,000,000	\$ 3,092,701
Construction in Progress	372,696	4,030,979	4,403,675
Building	6,356,857	26,074,390	32,431,247
Site Improvements	138,133	4,556,622	4,694,755
Equipment	550,497	347,820	898,317
Furniture & Fixtures	4,795	-	4,795
Vehicles	1,368,773	257,004	1,625,777
Infrastructure	3,321,681	-	3,321,681
Total	<u>\$ 14,206,133</u>	<u>\$ 36,266,815</u>	<u>\$ 50,472,948</u>

**Long-term debt:**

**City of Loganville Outstanding Debt**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Totals</b>
Revenue Bonds	\$ -	\$ 19,517,341	\$ 19,517,341
OPEB Obligation	2,195,739	-	2,195,739
Net Pension Liability	3,278,641	811,539	4,090,180
Notes & Capital Leases	1,810,460	-	1,810,460
Compensated Absences	416,159	78,614	494,773
Total	<u>\$ 7,700,999</u>	<u>\$ 20,407,494</u>	<u>\$ 28,108,493</u>

During the current fiscal year, the City's governmental funds incurred long-term debt totaling \$2,596,394 and retired debt totaling \$2,656,573. The City's enterprise funds incurred long-term debt totaling \$547,311 and retired debt totaling \$1,501,422.

Readers should refer to the notes to the financial statements for more detail on capital assets and long-term debt activity.

**Economic Factors**

The management of the City of Loganville is not aware of any currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position of the City or results of operations (revenues, expenses, and other changes in net position) of the City.

**Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the City Manager and Treasurer, City of Loganville, P. O. Box 39, Loganville, Georgia, 30052.

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## **FINANCIAL STATEMENTS**

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2021**

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Loganville Development Authority</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 17,928,103	\$ 10,059,523	\$ 27,987,626	\$ 39,771
Investments	59,805	311,148	370,953	-
Receivables, net of allowance				
Taxes	25,164	-	25,164	-
Accounts	-	1,129,020	1,129,020	-
Intergovernmental	481,358	450,878	932,236	-
Internal balances	(32,904)	32,904	-	-
Prepaid items	69,587	18,868	88,455	-
Assets held for resale	977,084	-	977,084	-
Restricted cash and cash equivalents	-	3,484,052	3,484,052	-
Capital assets				
Nondepreciable	2,465,397	5,030,979	7,496,376	-
Depreciable, net of accumulated depreciation	11,740,736	31,235,836	42,976,572	-
<b>Total Assets</b>	<b>33,714,330</b>	<b>51,753,208</b>	<b>85,467,538</b>	<b>39,771</b>
<b>Deferred Outflows of Resources</b>				
Deferred outflows of resources related to pensions	1,862,581	461,032	2,323,613	-
Deferred outflows of resources related to OPEB	1,280,882	-	1,280,882	-
Deferred charge on refunding	-	18,762	18,762	-
<b>Total Deferred Outflows of Resources</b>	<b>\$ 3,143,463</b>	<b>\$ 479,794</b>	<b>\$ 3,623,257</b>	<b>\$ -</b>

The notes to the financial statements are an integral part of this statement.



**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2021**

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Loganville Development Authority</b>
<b>Liabilities</b>				
Accounts payable	\$ 146,258	\$ 741,369	\$ 887,627	\$ -
Accrued expenses	1,026,858	70,742	1,097,600	-
Accrued interest payable	5,465	57,114	62,579	-
Customer deposits	-	723,014	723,014	-
Compensated absences	330,000	54,473	384,473	-
Capital leases	142,576	-	142,576	-
Note payable	107,202	-	107,202	-
Revenue bonds	-	930,000	930,000	-
Noncurrent liabilities				
Compensated absences	86,159	24,141	110,300	-
Capital leases	449,650	-	449,650	-
Note payable	1,111,032	-	1,111,032	-
Revenue bonds	-	18,587,341	18,587,341	-
Net pension liability	3,278,641	811,539	4,090,180	-
Total OPEB liability	2,195,739	-	2,195,739	-
<b>Total Liabilities</b>	<b>8,879,580</b>	<b>21,999,733</b>	<b>30,879,313</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Deferred inflows of resources related to pensions	192,728	47,704	240,432	-
Deferred inflows of resources related to OPEB	24,301	-	24,301	-
<b>Total Deferred Inflows of Resources</b>	<b>217,029</b>	<b>47,704</b>	<b>264,733</b>	<b>-</b>
<b>Net Position</b>				
Net investment in capital assets	12,395,673	18,525,696	30,921,369	-
Restricted for				
Capital outlay	6,745,647	1,726,592	8,472,239	-
Tourism	45,889	-	45,889	-
Law enforcement	65,008	-	65,008	-
Unrestricted	8,508,967	9,933,277	18,442,244	39,771
<b>Total Net Position</b>	<b>\$ 27,761,184</b>	<b>\$ 30,185,565</b>	<b>\$ 57,946,749</b>	<b>\$ 39,771</b>

The notes to the financial statements are an integral part of this statement.

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**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-type Activities	Total	Loganville Development Authority
<b>Primary Government</b>								
Governmental Activities								
General Government	\$ 2,821,465	\$ 959,119	\$ -	\$ -	\$ (1,862,346)	\$ -	\$ (1,862,346)	\$ -
Judicial	411,392	-	-	-	(411,392)	-	(411,392)	-
Public Safety	6,116,367	363,628	1,158	-	(5,751,581)	-	(5,751,581)	-
Public Works	2,923,206	-	-	3,870,959	947,753	-	947,753	-
Culture and Recreation	246,188	-	-	-	(246,188)	-	(246,188)	-
Housing and Development	720,149	-	-	-	(720,149)	-	(720,149)	-
Interest on Long-Term Debt	46,383	-	-	-	(46,383)	-	(46,383)	-
Total Governmental Activities	13,285,150	1,322,747	1,158	3,870,959	(8,090,286)	-	(8,090,286)	-
Business-type Activities								
Water and sewer	7,037,313	8,268,052	-	173,610	-	1,404,349	1,404,349	-
Solid Waste	1,917,379	2,347,941	-	-	-	430,562	430,562	-
Total Business-Type Activities	8,954,692	10,615,993	-	173,610	-	1,834,911	1,834,911	-
<b>Total Primary Government</b>	<b>\$ 22,239,842</b>	<b>\$ 11,938,740</b>	<b>\$ 1,158</b>	<b>\$ 4,044,569</b>	<b>(8,090,286)</b>	<b>1,834,911</b>	<b>(6,255,375)</b>	<b>-</b>
<b>Component Unit</b>								
Loganville Development Authority	\$ 5,934	\$ -	\$ 4,975	\$ -				(959)
<b>Total Component Unit</b>	<b>\$ 5,934</b>	<b>\$ -</b>	<b>\$ 4,975</b>	<b>\$ -</b>				<b>(959)</b>
General Revenues								
Property					6,837,359	-	6,837,359	-
Franchise					826,617	-	826,617	-
Sales					1,808,636	-	1,808,636	-
Other taxes					1,961,785	-	1,961,785	-
Investment earnings					39,681	4,763	44,444	-
Miscellaneous					409,551	-	409,551	-
Transfers					300,000	(300,000)	-	-
Total General Revenues and Transfers					12,183,629	(295,237)	11,888,392	-
<b>Change in Net Position</b>					4,093,343	1,539,674	5,633,017	(959)
<b>Net Position - Beginning</b>					23,667,841	28,645,891	52,313,732	40,730
<b>Net Position - Ending</b>					\$ 27,761,184	\$ 30,185,565	\$ 57,946,749	\$ 39,771

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2021**

	<b>General</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 11,306,365	\$ 6,621,738	\$ 17,928,103
Investments	59,805	-	59,805
Receivables, net of allowance			
Taxes	7,360	17,804	25,164
Intergovernmental	236,016	245,342	481,358
Due from other funds	136,962	-	136,962
Prepaid items	69,587	-	69,587
Assets held for resale	977,084	-	977,084
<b>Total Assets</b>	<b>\$ 12,793,179</b>	<b>\$ 6,884,884</b>	<b>\$ 19,678,063</b>
<b>Liabilities</b>			
Accounts payable	\$ 138,174	\$ 8,084	\$ 146,258
Accrued expenses	1,026,858	-	1,026,858
Due to other funds	149,610	20,256	169,866
<b>Total Liabilities</b>	<b>1,314,642</b>	<b>28,340</b>	<b>1,342,982</b>
<b>Deferred Inflows of Resources</b>			
Unavailable revenue-property taxes	7,201	-	7,201
<b>Fund Balances</b>			
Nonspendable	1,046,671	-	1,046,671
Restricted	-	6,856,544	6,856,544
Assigned	256,200	-	256,200
Unassigned	10,168,465	-	10,168,465
<b>Total Fund Balances</b>	<b>11,471,336</b>	<b>6,856,544</b>	<b>18,327,880</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 12,793,179</b>	<b>\$ 6,884,884</b>	<b>\$ 19,678,063</b>

The accompanying notes are an integral part of these financial statements.

**CITY OF LOGANVILLE, GEORGIA  
RECONCILIATION OF THE BALANCE SHEET  
OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF NET POSITION  
JUNE 30, 2021**

Amounts reported for governmental activities in the Statement of Net Position are different because:

<b>Total Fund Balances - Governmental Funds</b>	<b>\$ 18,327,880</b>
 Capital Assets	
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds.	
Cost of the assets	25,080,758
Accumulated depreciation	(10,874,625)
 Deferred outflows of resources	 3,143,463
 Revenues	
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.	 7,201
 Long-term Liabilities	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Position.	
Long-term liabilities at year-end consist of the following:	
Accrued interest	(5,465)
Compensated absences	(416,159)
Capital leases	(592,226)
Note payable	(1,218,234)
Net pension liability	(3,278,641)
Net OPEB liability	(2,195,739)
 Deferred inflows of resources	 (217,029)
 <b>Total Net Position of Governmental Activities</b>	 <b><u>\$ 27,761,184</u></b>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>General</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues</b>			
Taxes			
Property	\$ 6,831,925	\$ -	\$ 6,831,925
Franchise	826,617	-	826,617
Sales	1,808,636	-	1,808,636
Hotel/motel	-	56,757	56,757
Alcoholic beverage	568,722	-	568,722
Business and occupational	500,103	-	500,103
Insurance premium	836,203	-	836,203
License and permits	338,832	-	338,832
Intergovernmental	569,143	3,297,598	3,866,741
Charges for services	215,619	404,668	620,287
Fines and forfeitures	292,607	71,021	363,628
Investment earnings	14,442	29,457	43,899
Contributions from private sources	1,158	-	1,158
Miscellaneous	371,891	-	371,891
<b>Total Revenues</b>	<b>13,175,898</b>	<b>3,859,501</b>	<b>17,035,399</b>
<b>Expenditures</b>			
Current			
General government	2,384,232	-	2,384,232
Judicial	411,392	-	411,392
Public safety	5,652,199	39,528	5,691,727
Public works	2,048,399	601,665	2,650,064
Culture and recreation	133,238	-	133,238
Housing and development	686,577	29,194	715,771
Debt service			
Principal	269,741	-	269,741
Interest and other charges	53,936	-	53,936
Capital outlay	-	473,259	473,259
<b>Total Expenditures</b>	<b>11,639,714</b>	<b>1,143,646</b>	<b>12,783,360</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,536,184</b>	<b>2,715,855</b>	<b>4,252,039</b>
<b>Other Financing Sources (Uses)</b>			
Proceeds from sale of assets	648	-	648
Insurance recoveries	37,012	-	37,012
Transfers in	846,080	-	846,080
Transfers out	-	(546,080)	(546,080)
<b>Total Other Financing Sources (Uses)</b>	<b>883,740</b>	<b>(546,080)</b>	<b>337,660</b>
<b>Net Change in Fund Balances</b>	<b>2,419,924</b>	<b>2,169,775</b>	<b>4,589,699</b>
<b>Fund Balances - Beginning</b>	<b>9,051,412</b>	<b>4,686,769</b>	<b>13,738,181</b>
<b>Fund Balances - Ending</b>	<b>\$ 11,471,336</b>	<b>\$ 6,856,544</b>	<b>\$ 18,327,880</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

**Net Change in Fund Balances - Total Governmental Funds** **\$ 4,589,699**

**Capital Assets**

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

Total capital outlays	740,876
Total depreciation	(1,160,398)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales disposals, donations, trade-ins, annexing) is to decrease net position.	(1,826)
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Deferred outflows of resources related to pensions is not available during the current period is not reported in the funds

Changes in deferred outflows of resources related to pension	(271,995)
Changes in deferred outflows of resources related to OPEB	177,564

Deferred inflows of resources related to pension is not available during the current period is not reported in the funds

Changes in deferred inflows of resources related to pension	(58,976)
Changes in deferred inflows of resources related to OPEB	5,315

**Revenues**

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.	5,352
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**Long-term Debt**

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The adjustments for these items are as follows:

Repayment of principal	269,823
Interest on long-term debt	7,553
Net pension liability	224,980
Total OPEB liability	(415,410)
Compensated absences	(19,214)

<b>Change in Net Position of Governmental Activities</b>	<b><u><u>\$ 4,093,343</u></u></b>
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The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Taxes				
Property	\$ 6,730,000	\$ 6,730,000	\$ 6,831,925	\$ 101,925
Franchise	797,000	797,000	826,617	29,617
Sales	1,300,000	1,300,000	1,808,636	508,636
Alcoholic beverage	424,000	424,000	568,722	144,722
Business and occupational	470,000	470,000	500,103	30,103
Insurance premium	800,000	800,000	836,203	36,203
License and permits	228,500	228,500	338,832	110,332
Intergovernmental	905,000	905,000	569,143	(335,857)
Charges for services	136,500	136,500	215,619	79,119
Fines and forfeitures	501,000	501,000	292,607	(208,393)
Investment earnings	15,000	15,000	14,442	(558)
Contribution from private sources	3,000	3,000	1,158	(1,842)
Miscellaneous	195,358	195,358	371,891	176,533
<b>Total Revenues</b>	<b>12,505,358</b>	<b>12,505,358</b>	<b>13,175,898</b>	<b>670,540</b>
<b>Expenditures</b>				
Current				
General government				
Council	103,100	103,100	88,958	14,142
Executive	468,510	468,510	445,276	23,234
Board of elections/registrations	150	150	150	-
Administration	606,447	606,447	493,595	112,852
Data processing (IT)	621,450	621,450	601,862	19,588
Buildings and plant	906,622	906,622	754,391	152,231
Judicial				
Municipal court	515,620	515,620	411,392	104,228
Public safety				
Police	3,128,318	3,128,318	3,010,365	117,953
Fire administration	\$ 2,825,442	\$ 2,825,442	\$ 2,641,834	\$ 183,608

The notes to the financial statements are an integral part of this statement.



**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
Public works				
Administration	\$ 543,025	\$ 543,025	\$ 471,002	\$ 72,023
Highways and streets	1,178,201	1,178,201	1,006,995	171,206
Maintenance and shop	640,716	640,716	570,402	70,314
Culture and recreation				
Library	133,240	133,240	133,238	2
Housing and development				
Planning and Zoning	374,609	374,609	369,937	4,672
Tourism - City Events	341,850	341,850	316,640	25,210
Debt service				
Principal	269,742	269,742	269,741	1
Interest and other charges	53,937	53,937	53,936	1
<b>Total Expenditures</b>	<u>12,710,979</u>	<u>12,710,979</u>	<u>11,639,714</u>	<u>1,071,265</u>
<b>Excess (deficiency) of revenue over (under) expenditure</b>	<u>(205,621)</u>	<u>(205,621)</u>	<u>1,536,184</u>	<u>(1,741,805)</u>
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of assets	-	-	648	648
Insurance recoveries	-	-	37,012	37,012
Transfers in	530,000	530,000	846,080	316,080
<b>Total Other Financing Sources (Uses)</b>	<u>530,000</u>	<u>530,000</u>	<u>883,740</u>	<u>353,740</u>
<b>Net Change in Fund Balances</b>	<u>324,379</u>	<u>324,379</u>	<u>2,419,924</u>	<u>(1,388,065)</u>
<b>Fund Balances - Beginning</b>	<u>9,051,412</u>	<u>9,051,412</u>	<u>9,051,412</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 9,375,791</u>	<u>\$ 9,375,791</u>	<u>\$ 11,471,336</u>	<u>\$ 2,095,545</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2021**

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Water and Sewer Fund</b>	<b>Solid Waste Fund</b>	<b>Total</b>
<b>Assets</b>			
Current assets			
Cash and cash equivalents	\$ 7,113,190	\$ 2,946,333	\$ 10,059,523
Investments	311,148	-	311,148
Accounts receivable, net	836,531	292,489	1,129,020
Due from other funds	149,610	-	149,610
Due from other governments	450,878	-	450,878
Prepaid items	18,868	-	18,868
<b>Total Current Assets</b>	<b>8,880,225</b>	<b>3,238,822</b>	<b>12,119,047</b>
Noncurrent assets			
Restricted cash and cash equivalents	3,484,052	-	3,484,052
Capital assets			
Nondepreciable	5,030,979	-	5,030,979
Depreciable, net	31,235,836	-	31,235,836
<b>Total Noncurrent Assets</b>	<b>39,750,867</b>	<b>-</b>	<b>39,750,867</b>
<b>Total Assets</b>	<b>48,631,092</b>	<b>3,238,822</b>	<b>51,869,914</b>
<b>Deferred Outflows of Resources</b>			
Deferred outflows of resources related to pensions	461,032	-	461,032
Deferred charge on refunding	18,762	-	18,762
<b>Total Deferred Outflows of Resources</b>	<b>\$ 479,794</b>	<b>\$ -</b>	<b>\$ 479,794</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2021**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Water and Sewer</b>	<b>Solid Waste</b>	
	<b>Fund</b>	<b>Fund</b>	<b>Total</b>
<b>Liabilities</b>			
Current liabilities			
Accounts payable	\$ 582,328	\$ 159,041	\$ 741,369
Accrued expenses	70,742	-	70,742
Due to other funds	-	116,706	116,706
Accrued interest payable	57,114	-	57,114
Customer deposits payable	723,014	-	723,014
Compensated absences	54,473	-	54,473
Revenue bond payable	930,000	-	930,000
<b>Total Current Liabilities</b>	<b>2,417,671</b>	<b>275,747</b>	<b>2,693,418</b>
Noncurrent Liabilities			
Compensated absences	24,141	-	24,141
Revenue bonds	18,587,341	-	18,587,341
Net pension liability	811,539	-	811,539
<b>Total Noncurrent Liabilities</b>	<b>19,423,021</b>	<b>-</b>	<b>19,423,021</b>
<b>Total Liabilities</b>	<b>21,840,692</b>	<b>275,747</b>	<b>22,116,439</b>
<b>Deferred Inflows of Resources</b>			
Deferred inflows of resources related to pensions	47,704	-	47,704
<b>Net Position</b>			
Net investment in capital assets	18,525,696	-	18,525,696
Restricted for system improvements	1,726,592	-	1,726,592
Unrestricted	6,970,202	2,963,075	9,933,277
<b>Total Net Position</b>	<b>\$ 27,222,490</b>	<b>\$ 2,963,075</b>	<b>\$ 30,185,565</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Water and Sewer</b>	<b>Solid Waste</b>	
	<b>Fund</b>	<b>Fund</b>	<b>Total</b>
<b>Operating Revenues</b>			
Charges for sales and services	\$ 8,263,029	\$ 2,347,941	\$ 10,610,970
Miscellaneous	5,023	-	5,023
<b>Total Operating Revenues</b>	<b>8,268,052</b>	<b>2,347,941</b>	<b>10,615,993</b>
<b>Operating Expenses</b>			
Salaries and benefits	2,421,611	-	2,421,611
Purchased/contracted services	505,748	-	505,748
Supplies and materials	2,880,189	1,917,379	4,797,568
Amortization	45,030	-	45,030
Depreciation	1,013,428	-	1,013,428
<b>Total Operating Expenses</b>	<b>6,866,006</b>	<b>1,917,379</b>	<b>8,783,385</b>
<b>Operating Income (Loss)</b>	<b>1,402,046</b>	<b>430,562</b>	<b>1,832,608</b>
<b>Non-Operating Revenue (Expenses)</b>			
Interest income	3,537	1,226	4,763
Interest expense	(644,385)	-	(644,385)
Insurance proceeds	22,200	-	22,200
Intergovernmental	450,878	-	450,878
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(167,770)</b>	<b>1,226</b>	<b>(166,544)</b>
<b>Income Before Contributions and Transfers</b>	<b>1,234,276</b>	<b>431,788</b>	<b>1,666,064</b>
Capital contributions	173,610	-	173,610
Transfers out	-	(300,000)	(300,000)
<b>Total Other Financing (Uses)</b>	<b>173,610</b>	<b>(300,000)</b>	<b>(126,390)</b>
<b>Change in Net Position</b>	<b>1,407,886</b>	<b>131,788</b>	<b>1,539,674</b>
<b>Net Position - Beginning</b>	<b>25,814,604</b>	<b>2,831,287</b>	<b>28,645,891</b>
<b>Net Position - Ending</b>	<b>\$ 27,222,490</b>	<b>\$ 2,963,075</b>	<b>\$ 30,185,565</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Water and Sewer Fund</b>	<b>Solid Waste Fund</b>	<b>Total</b>
<b>Cash Flows from Operating Activities</b>			
Receipts from customers and users	\$ 7,728,264	\$ 2,371,362	\$ 10,099,626
Payments to vendors for goods and services	(6,882,060)	(1,999,402)	(8,881,462)
Payments to employees	(2,361,507)	-	(2,361,507)
Net Cash Provided by (Used for) Operating Activities	(1,515,303)	371,960	(1,143,343)
<b>Cash Flows from Noncapital Financing Activities</b>			
Transfers from to other funds	-	(300,000)	(300,000)
<b>Cash Flows from Capital and Related Financing Activities</b>			
Acquisition and construction of capital assets	(6,280,333)	-	(6,280,333)
Interest and fiscal charges on notes and bonds	(714,604)	-	(714,604)
Intergovernmental revenue	450,878	-	450,878
Principal payments on bonds	(900,000)	-	(900,000)
Insurance proceeds	22,200	-	22,200
Net Cash Provided by (Used for) Capital and Related Financing Activities	(7,421,859)	-	(7,421,859)
<b>Cash Flows for Investing Activities</b>			
Interest received	3,537	1,226	4,763
Purchases of investments	(251)	541,116	540,865
Net Cash Provided (Used) in Investing Activities	3,286	542,342	545,628
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(8,933,876)	614,302	(8,319,574)
<b>Cash and Cash Equivalents - Beginning</b>	19,531,118	2,332,031	21,863,149
<b>Cash and Cash Equivalents - Ending</b>	<u>\$ 10,597,242</u>	<u>\$ 2,946,333</u>	<u>\$ 13,543,575</u>
<b>Reconciliation of Cash and Cash Equivalents</b>			
Current assets	\$ 7,113,190	\$ 2,946,333	\$ 10,059,523
Restricted assets	3,484,052	-	3,484,052
<b>Total Cash and Cash Equivalents</b>	<u>\$ 10,597,242</u>	<u>\$ 2,946,333</u>	<u>\$ 13,543,575</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF LOGANVILLE, GEORGIA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Water and Sewer</b>	<b>Solid Waste</b>	
	<b>Fund</b>	<b>Fund</b>	<b>Total</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</b>			
Operating Income (Loss)	\$ 1,402,046	\$ 430,562	\$ 1,832,608
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>			
Depreciation	1,013,428	-	1,013,428
Amortization	45,030	-	45,030
Accounts receivable, net	(55,185)	23,421	(31,764)
Due from other funds	(149,610)	-	(149,610)
Due from other governments	(450,878)	-	(450,878)
Prepaid items	(414)	-	(414)
Deferred outflows of resources related to pensions	21,903	-	21,903
Accounts payable	(2,936,397)	(3,016)	(2,939,413)
Accrued expenses	7,084	-	7,084
Due to other funds	(409,702)	(79,007)	(488,709)
Compensated absences	(5,191)	-	(5,191)
Customer deposits payable	(33,725)	-	(33,725)
Net pension liability	18,865	-	18,865
Deferred inflows of resources related to pensions	17,443	-	17,443
Total Adjustments	(2,917,349)	(58,602)	(2,975,951)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (1,515,303)</b>	<b>\$ 371,960</b>	<b>\$ (1,143,343)</b>
<b>Noncash Investing, Capital and Financing Activities</b>			
<b>Capital Contributions</b>	<b>\$ 173,610</b>	<b>\$ -</b>	<b>\$ 173,610</b>

The notes to the financial statements are an integral part of this statement.

## **NOTES TO THE FINANCIAL STATEMENTS**





## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

##### A. Reporting entity

The City of Loganville, Georgia (hereinafter the “City”) was incorporated under the laws of the State of Georgia in 1887 and operates under a mayor-council form of government. The City provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation, culture-recreation, public improvements, planning and zoning, general and administrative services, and water utilities.

The accounting policies of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governments. The following is a summary of the City’s more significant policies applied in the preparation of the accompanying financial statements.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Loganville, Georgia (the primary government) and its component units. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The component unit discussed below is included in the City’s reporting entity because of the significance of its operational and financial relationships with the City. In conformity with generally accepted accounting principles, as set forth in the Statement of Governmental Accounting Standards Board (GASB) No. 61 The Financial Reporting Entity: Omnibus, an amendment of GASB Statement No. 14 and 34, the City’s relationship with other governments and agencies have been examined. The component unit column in the combined financial statements includes the financial date for the Loganville Development Authority, as of June 30, 2021. The financial information for the component unit is reported in columns separate from the City’s financial information to emphasize that it is legally separate from the City.

##### **Loganville Development Authority**

The Loganville Development Authority, (the “Authority”) was created to revitalize and redevelop the central business district of the City. The Authority’s governing board is appointed by the City Council. The Authority has not issued separate financial statement for this year.

##### B. Government-wide and fund financial statements

The government-wide financial statements (Statement of Net Position and the Statement of Activities) report information on all of the activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which

## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments 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 properly included among program revenues are reported instead as general revenues.

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.

#### **C. Measurement focus, basis of accounting and financial statement presentation**

The government-wide financial statements are reported using the flow of economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary 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 year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 with 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 generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, local option sales taxes, franchise taxes, other taxes, licenses and permits, intergovernmental revenues, interest and charges for services 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 revenues are considered to be measurable and available only when cash is received by the City.

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

The City reports the following major governmental funds:

General Fund – 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 City reports the following major proprietary funds:

Water and Sewer Fund – accounts for the operations of maintenance of the City’s water and wastewater services to the residents and businesses of the City.

Solid Waste Fund – accounts for the operation and maintenance of the City’s trash collection, leaf and limb collection and recycling.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges for services or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Other revenue sources not properly included with program revenues are reported as general revenues of the City.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 City’s enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expense not meeting this definition are reported as nonoperating revenues and expenses.

**D. Deposits and Investments**

***Deposits***

The City’s cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

***Investments***

Investments for the City are reported at fair value.

## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

#### **E. Receivables**

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received including property taxes, amounts due from other funds and grants.

In the fund financial statements, deferred revenue accounts are used to offset receivables to the extent revenue is not recognized under the City's policy.

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

#### **F. Interfund Receivables, Payables, Advances and Transfers**

In the fund financial statements balances that are representative of lending / borrowing arrangements outstanding at the end of the fiscal year are referred to as "interfund receivables/interfund payables" or "advances to/from other funds." In the government-wide financial statements these balances are netted and reported as "internal balances."

#### **G. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

#### **H. Restricted Assets and Reserves**

Resources set aside in proprietary funds for repayment of bonds, emergency uses, renewal or extension, and system improvements in the amounts of \$3,484,052 is classified as restricted assets because its use is limited by bond covenants and state laws. A corresponding portion of net position is segregated by its classification in the amount of \$1,757,460 for unspent bond proceeds and interest earned on those proceeds is included in net investment in capital assets and \$1,726,592 as restricted for system improvements.

#### **I. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000. Infrastructure with an individual cost that is equal to or exceeds \$25,000 is recorded as a capital asset. General infrastructure assets (roads, bridges and other infrastructure assets) acquired prior to July 1, 2003 are not reported in the basic financial statements. Capital assets are valued at historical costs or estimated historical cost if actual cost is not available. Donated capital assets are valued at their acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Preliminary and interim costs incurred by governmental funds for capital projects are reported as "construction in progress." Cost related to abandoned projects are expensed when the project is abandoned.

## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

Capital assets are depreciated over their estimated useful lives using the straight-line method. These estimated useful lives are as follows:

<u>Asset Class</u>	<u>Years</u>
Computer equipment and heavy machinery	5
Furniture and fixtures	10
Vehicles	4-10
Lines and mains	20-50
Buildings	20-50
Land improvements	10-25
Infrastructure	15-99

#### **J. Compensated Absences**

Annual leave is earned by all permanent City employees and may be accumulated and carried over to a maximum of 240 hours per employee. The City accrues the cost of annual leave when the leave is earned. This cost is accrued in the government-wide and proprietary fund financial statements.

Sick leave is earned by all full-time City employees and 720 hours may be accumulated. Employees leaving the City are not entitled to payment for accumulated sick leave.

#### **K. Deferred Outflows/inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualify for reporting in this category. The first is the deferred charge on refunding reported in the government-wide statement of net position and proprietary fund statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second is the deferred outflow of resources related to pensions and is reported in the government-wide statement of net position and the proprietary funds statement of net position. Deferred outflows of resources related to pensions are relative to the pension plan's differences between actual and expected experience, change in assumptions, and accumulation of contributions subsequent to the measurement date. The third is the deferred outflow of resources related to OPEB is reported in the government-wide statement of net position only. Deferred outflows of resources of the OPEB are relative to the accumulation of contributions subsequent to the measurement date. This amount is deferred and will be recognized as a reduction of the net pension liability in future years.

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 position that applies to a

## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items, which arise under a modified accrual basis of accounting that qualifies for reporting in this category. The first item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source, property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The second item is the deferred inflow of resources related to pensions and is reported in the government-wide statement of net position and the proprietary fund statement of net position. Deferred inflows of resources related to pensions are relative to the differences between expected and actual experience and the net difference between projected and actual earnings on the pension plan investments. This amount is deferred and will be recognized as a reduction of the net pension liability in future years.

#### **L. Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position.

The costs related to long-term debt (whose proceeds are used for refunding) are characterized as deferred refunding costs and are netted against outstanding long-term debt. Deferred refunding costs are amortized over the shorter of the remaining life of the refunded debt or the life of the new debt. Deferred refunding costs are amortized using the straight line method.

#### **M. Fund Equity**

In the financial statements, governmental funds report the following classifications of fund balance:

- Nonspendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted – amounts are restricted when constraints have been placed on the use of resources by (a) externally imposed by creditors, grantors, contributors or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of Mayor and Council. Mayor and Council approve committed resources through a motion and vote during the voting session of Council meetings. The Mayor and Council also may modify or rescind the commitment.
- Assigned – amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, Mayor and Council have authorized the City Manager or his designee to assign fund balances.
- Unassigned – amounts that have not been assigned to other funds and that are not restricted, committed or assigned to specific purposes within the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

### *Fund balance 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:

- Committed
- Assigned
- Unassigned

The City does not have a formal minimum fund balance policy.

The following is a summary of the fund balance classifications as of June 30, 2021:

	<b>General Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Totals</b>
<b>Fund Balances</b>			
Nonspendable			
Prepays	\$ 69,587	\$ -	\$ 69,587
Assets held for resale	977,084	-	977,084
Restricted for			
Law enforcement	-	65,008	65,008
Capital outlay	-	6,745,647	6,745,647
Tourism	-	45,889	45,889
Assigned			
Law enforcement	3,200	-	3,200
Recreation	3,000	-	3,000
Retirement funding	250,000	-	250,000
Unassigned	10,168,465	-	10,168,465
Total fund balances	<u>\$ 11,471,336</u>	<u>\$ 6,856,544</u>	<u>\$ 18,327,880</u>

### *Net position flow assumption*

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### Budgetary information

An annual appropriated budget is adopted by ordinance for all fund types. Budgets are prepared on the modified accrual basis for governmental fund types and on the accrual basis for proprietary fund types and are consistent with generally accepted accounting principles. All annual appropriations lapse at the end of the fiscal year with the exception of the Capital Projects Funds.

Prior to the first of July of each year, all department heads submit a request for appropriations to the city manager so that a budget may be prepared. Appropriated budgets are compiled by the city manager, finance officer and department heads. Before the first day of June, the proposed budget is presented to the mayor and council for review. After holding a public hearing, a final budget is prepared and adopted no later than June 30. Budgetary control is maintained at the department level. Department heads, with the approval of the city manager, may transfer appropriations within their department. Interdepartmental transfers require the approval of city council.

### NOTE 3 – DEPOSITS AND INVESTMENTS

#### A. Custodial Credit Risk – Deposits

The custodial credit risk for deposits is the risk that, in the event of a bank failure, the City's deposits may not be recovered. The City's bank balances of deposits as of June 30, 2021, are entirely insured or collateralized with securities held by the City's agent in the City's name.

State statutes require banks holding public funds to secure these funds by FDIC insurance, securities pledged at par value, and surety bonds at face value in combined aggregate totaling not less than 110 percent of the public funds held.

At June 30, 2021 the Loganville Development Authority, a discretely presented component unit's bank balances were entirely insured or collateralized with securities held by the Authority's agent in the Authority's name.

#### B. Investments

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Value</u>
Office of State Treasurer (Georgia Fund 1)	AAA rated	\$ 370,953

State statutes authorize the City to invest in obligation of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool.



**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**Custodial Credit Risk**

For an investment, the custodial credit risk is the risk that in the event of the failure of the counter-party to a transaction, an entity will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. As of June 30, 2021, the City had no bank balances exposed to custodial credit risk.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk**

Georgia laws (O.C.G.A. 36-83-4 and 36-82-7) limit investments of the City. The City has no investment policy that would further limit its investment choices. As of June 30, 2021, the City's investment in the Office of the State Treasurer was rated AAAs/S1+ by Standard and Poor's.

**Fair Value Measurements**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

This hierarchy consists of three broad levels: Level 1 inputs are quoted prices in active markets for identical assets or liabilities. Level 2 inputs are quoted at market process for similar assets or liabilities, or quoted prices for identical or similar assets or liabilities in markets that are not active, or other than quoted prices that are not observable. Level 3 inputs are unobservable inputs, such as a property valuation or an appraisal.

As of June 30, 2021, the City has investments in Georgia Fund 1, which are not subject to level disclosure.

**NOTE 4 – ASSETS HELD FOR RESALE**

The City has purchased multiple properties in an effort to begin the process of revitalizing the downtown area. The intent of the City is to resale the properties. The City's total investment in assets held for resale is \$977,084.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 5 – PROPERTY TAXES

State law requires that property taxes be based on assessed value, which is 40 percent of market value. All real and personal property (including motor vehicles) is valued as of January 1 of each year and must be returned for tax purposes on March 1. With the exception of motor vehicles and property of public utilities, which are valued by the State Revenue Department, all assessments are made by the Board of Tax Assessors of Walton and Gwinnett County.

Exemptions are permitted for certain inventories. A homestead exemption is allowed for each taxpayer that is a homeowner and resides in the household as of January 1. There are other exemptions provided by state and local laws.

Upon completion of all assessments and tax returns, the information is turned over to the County Tax Commissioners for compilation of the tax digest. The completed tax digests must be submitted to the State Revenue Commissioners for approval. The State Revenue Commissioners must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40 percent) of fair market value. The Commissioners have the option to withhold certain state funding if the mandated 40 percent level is not reached. The City distributes tax notices and collects tax payments.

	<b>Real/Personal Property (Excluding Vehicles)</b>	<b>Motor Vehicles</b>
Assessment date	January 1	January 1
Levy date	September 8	January 1
Due date and collection date	November 8	Staggered

Property taxes receivable have been reduced to their estimated net realizable value. Estimated uncollectible amounts are based upon historical experience rates and result in a direct reduction of the related revenue amount at the end of the period.

### NOTE 6 – RECEIVABLES

	<b>Governmental Funds</b>			<b>Business-Type Activities</b>		
<b>Receivables:</b>	<b>General</b>	<b>Nonmajor Funds</b>	<b>Total</b>	<b>Water &amp; Sewer</b>	<b>Solid Waste</b>	<b>Total</b>
Taxes	\$ 16,034	\$ 17,804	\$ 33,838	\$ -	\$ -	\$ -
Accounts	-	-	-	929,043	322,737	1,251,780
Gross receivables	16,034	17,804	33,838	929,043	322,737	1,251,780
Less: allowance for uncollectibles	(8,674)	-	(8,674)	(92,512)	(30,248)	(122,760)
<b>Net Total Receivables</b>	<b>\$ 7,360</b>	<b>\$ 17,804</b>	<b>\$ 25,164</b>	<b>\$ 836,531</b>	<b>\$ 292,489</b>	<b>\$ 1,129,020</b>

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 7 – DUE FROM OTHER GOVERNMENTS**

Amounts due from other governments at June 30, 2021 are as follows:

<b>Fund</b>	<b>State</b>	<b>County</b>	<b>Total</b>
General	\$ 155,878	\$ 80,138	\$ 236,016
Water & Sewer	-	450,878	450,878
Nonmajor Funds	-	245,342	245,342
<b>Total</b>	<b>\$ 155,878</b>	<b>\$ 776,358</b>	<b>\$ 932,236</b>

**NOTE 8 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Interfund balances at June 30, 2021 consisted of the following amounts:

<b>Receivable Fund</b>	<b>Payable Fund</b>	<b>Amount</b>
General Fund	Nonmajor Governmental Funds	\$ 20,256
General Fund	Solid Waste Fund	116,706
Water and Sewer Fund	General Fund	149,610
		<u>\$ 286,572</u>

The outstanding balances between funds results mainly from the timing difference between the dates that reimbursable expenditures occur and the date payments between funds are made. The City expects to repay all interfund balances with one year.

	<b>Transfers in:</b>
	<b>General</b>
<b>Transfers out:</b>	<b>Fund</b>
Solid Waste Fund	\$ 300,000
Nonmajor governmental funds	546,080
	<u>\$ 846,080</u>

The Solid Waste Fund transferred \$300,000 to the General Fund to assist with general administrative costs.

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 – CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2021 was as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Transfers</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>					
Nondepreciable Capital Assets					
Land	\$ 2,092,701	\$ -	\$ -	\$ -	\$ 2,092,701
Construction in progress	132,181	266,774	-	(26,259)	372,696
Total nondepreciable capital assets	2,224,882	266,774	-	(26,259)	2,465,397
Depreciable Capital Assets					
Infrastructure	7,689,264	163,117	-	-	7,852,381
Site improvements	358,143	-	-	-	358,143
Buildings	8,318,373	-	-	-	8,318,373
Machinery and equipment	1,365,755	17,290	-	-	1,383,045
Vehicles	4,345,245	293,695	(6,389)	26,259	4,658,810
Furniture and fixtures	44,609	-	-	-	44,609
Total depreciable capital assets	22,121,389	474,102	(6,389)	26,259	22,615,361
Less accumulated depreciation for					
Infrastructure	(4,090,548)	(440,152)	-	-	(4,530,700)
Site improvements	(198,833)	(21,177)	-	-	(220,010)
Buildings	(1,767,617)	(193,899)	-	-	(1,961,516)
Machinery and equipment	(682,569)	(149,979)	-	-	(832,548)
Vehicles	(2,941,250)	(353,350)	4,563	-	(3,290,037)
Furniture and fixtures	(37,973)	(1,841)	-	-	(39,814)
Total accumulated depreciation	(9,718,790)	(1,160,398)	4,563	-	(10,874,625)
Total depreciable capital assets, net	12,402,599	(686,296)	(1,826)	26,259	11,740,736
<b>Governmental activities capital assets, net</b>	<b>\$ 14,627,481</b>	<b>\$ (419,522)</b>	<b>\$ (1,826)</b>	<b>\$ -</b>	<b>14,206,133</b>
		Less related long-term debt outstanding			(1,810,460)
		<b>Net investment in capital assets</b>			<b>\$ 12,395,673</b>

Depreciation expense was charged to functions/programs of the governmental activities as follows:

<b>Governmental Activities</b>	
General government	\$ 403,929
Public safety	424,739
Public works	326,552
Culture and recreation	800
Housing and development	4,378
<b>Total governmental activities depreciation expense</b>	<b>\$ 1,160,398</b>

**CITY OF LOGANVILLE, GEORGIA**

**NOTES TO THE FINANCIAL STATEMENTS**

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Transfers</b>	<b>Ending Balance</b>
<b>Business-Type Activities</b>					
Nondepreciable Capital Assets					
Land	\$ 1,000,000	\$ -	\$ -	\$ -	\$ 1,000,000
Construction in progress	12,750,466	1,942,085		(10,661,572)	4,030,979
Total nondepreciable capital assets	13,750,466	1,942,085	-	(10,661,572)	5,030,979
Depreciable Capital Assets					
Site improvements and infrastructure	8,046,074	184,645	-	-	8,230,719
Buildings	19,324,270	4,202,192	-	10,661,572	34,188,034
Machinery and equipment	1,375,021	94,710	-	-	1,469,731
Vehicles	915,057	30,311	-	-	945,368
Total depreciable capital assets	29,660,422	4,511,858	-	10,661,572	44,833,852
Less: accumulated depreciation for					
Site improvements and infrastructure	(3,299,832)	(374,265)	-	-	(3,674,097)
Buildings	(7,588,165)	(525,479)	-	-	(8,113,644)
Machinery and equipment	(1,065,246)	(56,665)	-	-	(1,121,911)
Vehicles	(631,345)	(57,019)	-	-	(688,364)
Total accumulated depreciation	(12,584,588)	(1,013,428)	-	-	(13,598,016)
Total capital assets, being depreciated, net	17,075,834	3,498,430	-	10,661,572	31,235,836
<b>Business-type activities capital assets, net</b>	<b>\$30,826,300</b>	<b>\$ 5,440,515</b>	<b>\$ -</b>	<b>\$ -</b>	<b>36,266,815</b>
					Less related long-term debt outstanding (19,517,341)
					Plus unspent bond proceeds and interest 1,757,460
					Plus related deferred amounts from refunding 18,762
					<b>Net investment in capital assets</b>
					<b>\$ 18,525,696</b>

Depreciation expense was charged to functions/programs of the business-type activities as follows:

<b>Business-Type Activities</b>	
Water and Sewer Fund	<u>\$ 1,013,428</u>
<b>Total business-type activities depreciation expense</b>	<b><u>\$ 1,013,428</u></b>

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 10 – LONG-TERM DEBT**

Long-term liability activity for the fiscal year ended June 30, 2021, was as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
<b>Governmental Activities</b>					
Compensated Absences	\$ 396,945	\$ 347,967	\$ (328,753)	\$ 416,159	\$ 330,000
Net Pension Liability	3,503,621	1,756,994	(1,981,974)	3,278,641	-
Total OPEB Liability	1,780,329	491,433	(76,023)	2,195,739	-
Capital Leases	731,298	-	(139,072)	592,226	142,576
Note Payable	1,348,985	-	(130,751)	1,218,234	107,202
<b>Total Governmental Activities</b>	<b>\$ 7,761,178</b>	<b>\$ 2,596,394</b>	<b>\$ (2,656,573)</b>	<b>\$ 7,700,999</b>	<b>\$ 579,778</b>
<b>Business-Type Activities</b>					
Compensated Absences	\$ 83,805	\$ 52,688	\$ (57,879)	\$ 78,614	\$ 54,473
Net Pension Liability	792,674	494,623	(475,758)	811,539	-
Bonds Payable:					
2018 Series	15,030,000	-	(405,000)	14,625,000	425,000
2019 Series	4,235,000	-	(495,000)	3,740,000	505,000
Premium on Bonds	1,220,126	-	(67,785)	1,152,341	67,785
<b>Total Business-Type Activities</b>	<b>\$ 21,361,605</b>	<b>\$ 547,311</b>	<b>\$ (1,501,422)</b>	<b>\$ 20,407,494</b>	<b>\$ 1,052,258</b>

The governmental activities, compensated absences, net pension liability and total OPEB liability are generally liquidated by the general fund. For business-type activities, compensated absences and net pension liability are liquidated by the applicable fund.

**A. Governmental Activities**

**Capital Leases**

In 2015, the City entered into a lease agreement as lessee for financing the acquisition of a fire truck valued at \$1,375,777. The equipment has a twelve-year estimated useful life. As of June 30, 2021, accumulated depreciation and current year depreciation expense totaled \$776,758 and \$122,646, respectively.

The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of the inception. The interest rate for the lease is 2.52 percent. The equipment is included in the governmental activities statement of net position.

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

Annual debt service requirements to maturity for the capital lease are as follows:

<b>Fiscal Year Ending</b>	<b>Governmental Activities</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>June 30,</b>			
2022	\$ 142,576	\$ 14,924	\$ 157,500
2023	146,169	11,331	157,500
2024	149,852	7,648	157,500
2025	153,629	3,871	157,500
<b>Total</b>	<b>\$ 592,226</b>	<b>\$ 37,774</b>	<b>\$ 630,000</b>

**Note Payable**

In 2017, the City entered into a loan agreement with Branch Banking and Trust Company for the financing of the new City Hall. The loan agreement is in the amount of \$1,600,000 for 15 years with an interest rate of 2.190 percent. As of July 2017, the building was completed with a total cost of \$1,673,255.

Annual debt service requirements to maturity for the note payable are as follows:

<b>Fiscal Year Ending</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>June 30,</b>			
2022	\$ 107,202	\$ 59,051	\$ 166,253
2023	109,569	56,684	166,253
2024	111,988	54,265	166,253
2025	114,461	51,792	166,253
2026	116,988	51,792	168,780
2027-2031	624,847	219,917	844,764
2032	33,179	35,837	69,016
<b>Total</b>	<b>\$ 1,218,234</b>	<b>\$ 529,338</b>	<b>\$ 1,747,572</b>

**B. Business-type Activities**

**Water and Sewer Revenue Bonds**

The Water and Sewer Fund has revenue bonds payable solely from revenues generated by fund activities. The bond indentures contain restrictions on the use of the bond proceeds and fund revenues as well as providing for sinking funds, renewal and extension funds and minimum fund operating requirements (revenue bond coverage). The revenue bonds have a first lien on and pledge of the water and sewer fund's net operating revenue. As of June 30, 2021, the City believes it was in compliance with all such significant financial limitations and restrictions.

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

***Series 2018 Revenue Bonds***

On June 28, 2018, the City issued Series 2018 Revenue Bonds in the amount of \$15,775,000. The bonds are due at various annual maturities through fiscal year 2038 with various yields ranging from 3 percent to 5 percent. The proceeds from the 2018 Bond Series were used to defease outstanding 2012 Revenue Bonds of \$2,725,000 and to fund the construction of the \$14 million wastewater treatment facility expansion project. The Series 2012 Revenue Bonds are considered defeased as of June 30, 2018. The result of this transaction is an increase in future debt service payments of \$15,010,791 and an economic loss of \$153,851. As of June 30, 2021 the outstanding principal on the Series 2018 Bonds is \$14,625,000.

***Series 2019 Revenue Bonds***

On June 28, 2019, the City issued Series 2019 Revenue Bonds in the amount of \$4,500,000. The bonds have a maturity date of June 1, 2028 with an interest rate of 1.81 percent. The proceeds from the 2019 Bond Series were used to fund the construction of the wastewater treatment facility expansion project. As of June 30, 2021, the outstanding principal on the Series 2019 Bonds is \$3,740,000.

The following summarizes the debt service requirements of the revenue bonds.

<b>Fiscal Year Ending</b>			
<b>June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 930,000	\$ 685,594	\$ 1,615,594
2023	960,000	657,004	1,617,004
2024	995,000	625,432	1,620,432
2025	1,025,000	592,430	1,617,430
2026	1,060,000	558,246	1,618,246
2027-2031	5,115,000	2,250,518	7,365,518
2032-2036	5,680,000	1,219,200	6,899,200
2037-2038	2,600,000	157,100	2,757,100
Total	<u>\$ 18,365,000</u>	<u>\$ 6,745,524</u>	<u>\$ 25,110,524</u>

**NOTE 11 – HOTEL/MOTEL TAXES**

The City levies and collects a 5 percent lodging tax which is reported in the Hotel/Motel Tax special revenue fund. The City retains approximately 60 percent of the funds collected. During fiscal year 2021, the City collected \$56,757 in hotel motel taxes and expended \$29,194 for tourism related expenditures.

The City has created a tourism department in the general fund and expended \$316,640 for tourism in 2021. Total expenditures relative to tourism for 2021 were more than the current year collection of hotel motel taxes.



## CITY OF LOGANVILLE, GEORGIA

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 12 – PENSION PLAN

##### A. Plan Description

The City's defined benefit pension plan, City of Loganville Retirement Plan, (the Plan) was established by an adoption agreement executed by City Council. The Plan is affiliated with the Georgia Municipal Employees Benefit System (GMEBS) an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Georgia Municipal Association issues a publicly available financial report on GMEBS that includes financial statements and required supplementary information. That report may be obtained by writing to Georgia Municipal Association, 201 Pryor Street, Atlanta, Georgia, 30303-3606.

##### B. Benefits Provided

The GMEBS Plan provides retirement, disability and death benefits to plan members and beneficiaries. Effective January 1, 2017, 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.

##### C. Employees Covered by the Plan

Inactive employees (or their beneficiaries) currently receiving benefits	45
Inactive employees entitled to but not yet receiving benefits	70
Active Employees	<u>131</u>
Total	<u><u>246</u></u>

##### D. Contributions

The plan members are not required to contribute to the plan. The City is required to contribute at an actuarially determined rate; the current rate is 16.00 percent of annual covered payroll. The contribution requirements of the City are established and may be amended by the GMEBS Board of Trustees.

##### E. Net Pension Liability

**Actuarial Assumptions:** The total pension liability as of June 30, 2021 was determined by an actuarial valuation as of January 1, 2021 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increase	2.25%, including inflation adjustment
Investment rate of return	7.375%, On-going basis, based on long-term expected rate of return of pension plan investments

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

Mortality rates were based on the Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25, Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25, and the Sex-distinct Pri-2012 head-count weighted Employee Mortality Table. Plan termination basis (all lives) is based on 1994 Group Annuity Reserving Unisex Table.

The mortality tables (other than the one used for the plan termination basis) are adjusted from 2012 to future years using sex-distinct generational projection under scale SSA2019-2D to reflect expected mortality improvement.

### Changes in the Net Pension Liability:

The changes in the components of the net pension liability of the City for the fiscal year ended June 30, 2021 were as follows:

	<b>Total Pension Liability</b>	<b>Fiduciary Net Position</b>	<b>Net Pension Liability</b>
<b>Balances at June 30, 2020</b>	<b>\$ 19,575,384</b>	<b>\$ 15,279,089</b>	<b>\$ 4,296,295</b>
Changes for the year:			
Service cost	439,934	-	439,934
Interest	1,454,050	-	1,454,050
Difference between expected & actual experience	270,326	-	270,326
Contributions - employer	-	905,401	(905,401)
Net investment income	-	1,492,573	(1,492,573)
Benefit payments	(598,766)	(598,766)	-
Administrative expense	-	(27,549)	27,549
Net changes	1,565,544	1,771,659	(206,115)
<b>Balances at June 30, 2021</b>	<b>\$ 21,140,928</b>	<b>\$ 17,050,748</b>	<b>\$ 4,090,180</b>

The City's net pension liability is recorded in the Government-Wide, Statement of Net Position and in the Water and Sewer Fund Statement of Net Position in the amounts of \$3,278,641 and \$811,539, respectively.

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

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

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, 2020 are summarized in the following table:

<b>Asset Class</b>	<b>Target allocation</b>	<b>Long-term Expected real rate of return</b>
Domestic equity	45.00%	6.40%
International equity	20.00%	7.05%
Domestic fixed income	20.00%	1.15%
Real estate	10.00%	4.50%
Global fixed income	5.00%	1.25%
Cash	0.00%	
<b>Total</b>	<b>100.00%</b>	

**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 employer contributions will be made at the actuarially determined contribution rates. 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 plan members. 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 (6.375 percent) or 1-percentage-point higher 8.375 percent) than the current rate:

	<b>1% Decrease 6.375%</b>	<b>Current discount rate 7.375%</b>	<b>1% Increase 8.375%</b>
Sensitivity of the Net Pension Liability to Changes in the Discount Rate	\$ 7,179,328	\$ 4,090,180	\$ 1,532,012

**Pension plan fiduciary net position:** Detailed information about the pension plan's fiduciary net position is available in the separately issued GMEBS financial report which is publicly available at [www.gmanet.com](http://www.gmanet.com).

### F. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the City reported a net pension liability. The net pension liability was measured as of September 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of January 1, 2021. An expected total pension liability as of September 30, 2020 was determined using standard roll-forward techniques.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2021, the City recognized pension expense relative to GMEBS in the amount of \$1,270,590. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to the Pension from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected & actual experience	\$ 643,987	\$ 42,685
Changes of assumptions	987,238	-
Net difference between projected & actual earnings on pension plan investments	-	197,747
Employer contributions subsequent to the measurement date	692,388	-
<b>Total</b>	<b><u>\$ 2,323,613</u></b>	<b><u>\$ 240,432</u></b>

City contributions subsequent to the measurement date of September 30, 2020 of the net pension liability, but before the end of the City's reporting period, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the pension expense as follows:

<b><u>Year ended June 30:</u></b>	
2022	\$ 409,342
2023	468,381
2024	530,095
2025	(17,025)

### NOTE 13 – SPECIAL FUNDING DEFINED BENEFIT PENSION PLANS

The City's policemen are also covered by the State of Georgia Peace Officers' Annuity and Benefit Fund. The City makes no contribution to this plan. Contributions are collected by the City as the agent for this fund through its municipal court system. This plan is administered through the Peace Officers' Annuity and Benefit Fund of Georgia located at 1210 Greenbelt Parkway in Griffin, Georgia where separate financial statements may be obtained. This plan is considered immaterial to the City's financial statements.

The City's Firemen are eligible to participate in the Georgia Firefighters' Pension Fund, a voluntary pension system. The City makes no contributions to this plan. Contributions are made through monthly dues by eligible firefighters electing to participate in the plan and non-employer contributions which consist of insurance premium taxes collected and remitted by insurers directly to the pension fund in accordance with the law. The plan is administered by the Georgia Firefighters' Pension Fund located at 2171 Eastview Parkway NE in Conyers, Georgia where separate financial statements may be obtained. This plan is considered immaterial to the City's financial statements.

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 14 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

**A. Plan Description**

The City of Loganville provides postemployment medical, prescription drug, and dental benefits to retirees through the City of Loganville's OPEB Plan, a defined benefit, single employer OPEB plan. This plan is established by an adoption agreement executed by City Council. The Plan is administered by the Georgia Municipal Employees Benefit System (GMEBS), a statewide, agent multiple-employer type plan that is administered by the Georgia Municipal Association. The Georgia Municipal Association issues a publicly available financial report on GMEBS that includes financial statements and required supplementary information. That report may be obtained by writing to Georgia Municipal Association, 201 Pryor Street, Atlanta, Georgia, 30303-3606.

**B. Benefits Provided**

For eligible participants that retired prior to 2016, the City pays 100 percent of retiree premium for current retirees under the age of 65 if the employee retires after completing 20 years of service with the City and 75 percent of the spouse premium if the employee retires after completing 21 years of service. Retirees have a premium that is blended with the active premium. For future retirees, the City will provide access to the benefits only, but the retirees will pay 100 percent of the premium.

**C. Employees Covered by Benefits Terms**

At June 30, 2021, the following employees were covered by the benefit terms:

Retired members or beneficiaries currently receiving benefits	5
Vested terminated members entitled to but not yet receiving benefits	-
Active members	<u>130</u>
Total	<u><u>135</u></u>

**D. Contributions**

Membership in the Plan by City retirees is voluntary. The authority to establish and amend the benefit provisions of the OPEB plan rests with the City. The employer does not pre-fund benefits. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis and there is not a trust for accumulating plan assets. The City contributed \$76,023 toward OPEB benefits in the year ended June 30, 2021.

**E. Total OPEB Liability**

At June 30, 2021, the City reported an OPEB liability. The total OPEB liability was measured as of June 30, 2020 and was based on an actuarial valuation as of January 1, 2020. An expected total OPEB liability as of June 30, 2021 was determined using standard roll-forward techniques.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

**Actuarial Assumptions:** The City's total OPEB liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of January 1, 2018 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increase	3.00% to 8.50%, including inflation
Discount Rate	3.50%
Healthcare Cost trend rates	Medical: 7.00% trended down to 4.50% by 2023
	Drug: 7.00% trended down to 4.50% by 2023
	Dental: 3.00%

Mortality rates were based on the Sex-Distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rate multiplied by 1.25.

The actuarial assumptions used in the January 1, 2020 roll-forward valuation measured on June 30, 2020 were based on the results of an experience study for the period July 1, 2015 to June 30, 2020.

**Changes in the Total OPEB liability of the City:** The changes in the total OPEB liability of the City for the year ended June 30, 2021, were as follows:

	<b><u>Total OPEB Liability</u></b>
<b>Balance, June 30, 2020</b>	<b><u>\$ 1,780,329</u></b>
Changes	
Service cost	24,380
Interest	61,846
Differences between expected and actual experience	326,562
Change of assumptions	78,645
Benefit payments	<u>(76,023)</u>
Net change in OPEB liability	<u>415,410</u>
<b>Balance June 30, 2021</b>	<b><u>\$ 2,195,739</u></b>

**Discount Rate:** The discount rate used to measure the total OPEB liability was 2.21 percent. This was a decrease from the prior discount rate of 3.87 percent. This rate was determined using a yield or index rate of 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher, which was 3.50 percent as determined by the Bond Buyer 20-Bond GO Index Rate as of June 30, 2020.

# CITY OF LOGANVILLE, GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

**Sensitivity of the Total OPEB Liability to Changes in the Discount rate:** The following presents the City's total OPEB liability calculated using the discount rate of 2.21 percent, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) or 1-percentage-point higher (3.21 percent) than the current rate:

	<b>1% Decrease 1.21%</b>	<b>Current Discount Rate 2.21%</b>	<b>1% Increase 3.21%</b>
Sensitivity of the Total OPEB Liability to Changes in the Discount Rate	\$ 2,516,300	\$ 2,195,739	\$ 1,933,030

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend rates:**

	<b>1% Decrease</b>	<b>Current Healthcare Cost Trend rates</b>	<b>1% Increase</b>
Sensitivity of the Total OPEB Liability to Changes in the Discount Rate	\$ 1,912,304	\$ 2,195,739	\$ 2,540,374

### F. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the City recognized OPEB expense relative to GMEBS in the amount of \$195,622. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to the OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 295,668	\$ 11,977
Changes of assumptions or other inputs	919,304	12,324
Employer contributions subsequent to the measurement date	65,910	-
	<u>\$ 1,280,882</u>	<u>\$ 24,301</u>

City contributions subsequent to the measurement date of June 30, 2020 of the total OPEB liability, but before the end of the City's reporting period, are reported as deferred outflows of resources and will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the OPEB expense as follows:

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

<u><b>Year ended June 30</b></u>	
2022	\$ 217,200
2023	217,200
2024	217,200
2025	217,200
2026	217,799
Thereafter	104,072

**NOTE 15 – RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts, personal property (i.e., theft, damage and destruction) and injury to employees. The City carries commercial insurance for these various risks. Losses relative to these risks are limited to a \$500 to \$7,500 deductible provided for in the contracts. During the past three years, settlements have not exceeded the coverages.

The City has joined with other municipalities in the state as part of GIRMA and the Worker's Compensation Self-Insurance Fund (WCSIF), public entity risk pools currently operating as a common risk management and insurance program for member local governments. The Georgia Municipal Association administers both risk pools. 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 pools' 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 pools' 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 governments' contract and in accordance with the Workers' Compensation laws of Georgia. The funds are to pay all costs taxed against members in any legal proceedings defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

**NOTE 16 – CONTINGENT LIABILITIES**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

**NOTE 17 – JOINT VENTURES**

Under Georgia law, the City, in conjunction with other cities and counties in the twelve county Northeast Georgia area, is a member of the Northeast Georgia Regional Commission (RC) and is



## **CITY OF LOGANVILLE, GEORGIA**

### **NOTES TO THE FINANCIAL STATEMENTS**

required to pay annual dues thereto. Membership in an RC is required by O.C.G.A. 50-8-34 which provides for the organization structure of the RC in Georgia. RC board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Northeast Georgia Regional Commission  
305 Research Drive  
Athens, Georgia 30610

#### **NOTE 18 – RELATED ORGANIZATIONS**

The Mayor of the City of Loganville, Georgia is responsible for appointing a member to the City of Loganville Housing Authority. The Loganville Housing Authority has a six-member board with staggered terms. The City is also responsible for appointing board members to the O’Kelly Loganville Library Board. The City’s accountability for these organizations does not extend beyond making the appointments.

#### **NOTE 19 – SUBSEQUENT EVENTS**

The City has evaluated subsequent events through August 12, 2022, the date which the financial statements were available to be issued.

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## **REQUIRED SUPPLEMENTARY INFORMATION**



**CITY OF LOGANVILLE, GEORGIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**GEORGIA MUNICIPAL EMPLOYEES BENEFIT SYSTEM**  
**FOR THE FISCAL YEARS ENDED JUNE 30**

**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS**

	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>							
Service cost	\$ 439,934	\$ 395,153	\$ 409,471	\$ 418,665	\$ 407,113	\$ 369,509	\$ 369,372
Interest	1,454,050	1,239,179	1,177,511	1,053,906	969,777	836,265	770,561
Differences between expected and actual experience	270,326	557,852	(170,738)	465,087	135,664	917,512	(26,714)
Changes in assumptions	-	1,558,892	-	259,522	-	-	112,245
Benefit payments, including refunds of employee contributions	(598,766)	(605,848)	(553,531)	(457,050)	(396,979)	(404,141)	(351,177)
<b>Net change in total pension liability</b>	<b>1,565,544</b>	<b>3,145,228</b>	<b>862,713</b>	<b>1,740,130</b>	<b>1,115,575</b>	<b>1,719,145</b>	<b>874,287</b>
<b>Total pension liability - beginning</b>	<b>19,575,384</b>	<b>16,430,156</b>	<b>15,567,443</b>	<b>13,827,313</b>	<b>12,711,738</b>	<b>10,992,593</b>	<b>10,118,306</b>
<b>Total pension liability - ending</b>	<b>\$ 21,140,928</b>	<b>\$ 19,575,384</b>	<b>\$ 16,430,156</b>	<b>\$ 15,567,443</b>	<b>\$ 13,827,313</b>	<b>\$ 12,711,738</b>	<b>\$ 10,992,593</b>
<b>Plan Fiduciary Net Position</b>							
Contributions - employer	\$ 905,401	\$ 1,242,065	\$ 743,211	\$ 688,149	\$ 571,233	\$ 527,013	\$ 508,162
Net investment income	1,492,573	469,015	1,272,072	1,659,233	1,084,978	101,507	957,563
Benefit payments, including refunds of employee contributions	(598,766)	(605,848)	(553,531)	(457,050)	(396,979)	(404,141)	(351,177)
Administrative expense	(27,549)	(26,124)	(27,196)	(28,013)	(16,227)	(17,785)	(13,904)
<b>Net change in fiduciary net position</b>	<b>1,771,659</b>	<b>1,079,108</b>	<b>1,434,556</b>	<b>1,862,319</b>	<b>1,243,005</b>	<b>206,594</b>	<b>1,100,644</b>
<b>Plan fiduciary net position - beginning</b>	<b>15,279,089</b>	<b>14,199,981</b>	<b>12,765,425</b>	<b>10,903,106</b>	<b>9,660,101</b>	<b>9,453,507</b>	<b>8,352,863</b>
<b>Plan fiduciary net position - ending</b>	<b>\$ 17,050,748</b>	<b>\$ 15,279,089</b>	<b>\$ 14,199,981</b>	<b>\$ 12,765,425</b>	<b>\$ 10,903,106</b>	<b>\$ 9,660,101</b>	<b>\$ 9,453,507</b>
<b>Net Pension Liability</b>							
<b>Net pension liability - ending</b>	<b>\$ 4,090,180</b>	<b>\$ 4,296,295</b>	<b>\$ 2,230,175</b>	<b>\$ 2,802,018</b>	<b>\$ 2,924,207</b>	<b>\$ 3,051,637</b>	<b>\$ 1,539,086</b>
Plan's fiduciary net position as a percentage of the total pension liability	80.65%	78.05%	86.43%	82.00%	78.85%	75.99%	86.00%
Covered-employee payroll	\$ 6,143,777	\$ 5,555,067	\$ 4,691,061	\$ 4,967,243	\$ 4,737,027	\$ 4,579,778	\$ 3,878,226
Net pension liability as a percentage of covered-employee payroll	66.57%	77.34%	47.54%	56.41%	61.73%	66.63%	39.69%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**CITY OF LOGANVILLE, GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
GEORGIA MUNICIPAL EMPLOYEES BENEFIT SYSTEM  
FOR THE FISCAL YEARS ENDED JUNE 30**

**SCHEDULE OF PENSION CONTRIBUTIONS**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Actuarially determined contribution	<b>\$ 993,732</b>	\$ 923,188	\$ 774,540	\$ 809,525	\$ 721,106	\$ 535,923	\$ 524,023
Contributions in relation to the actuarially determined contribution	<b>993,732</b>	923,188	774,540	809,525	721,106	535,923	524,023
Contribution deficiency (excess)	<b>\$ -</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered-employee payroll	<b>\$6,210,825</b>	\$5,618,917	\$4,754,696	\$ 5,034,359	\$ 4,813,792	\$ 4,579,778	\$ 3,878,226
Contributions as a percentage of covered-employee payroll	<b>16.00%</b>	16.43%	16.29%	16.08%	14.98%	11.70%	13.51%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**CITY OF LOGANVILLE, GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
GEORGIA MUNICIPAL EMPLOYEES BENEFIT SYSTEM  
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

**SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>Total OPEB Liability</b>				
Service cost	\$ 24,380	\$ 33,215	\$ 6,410	\$ 7,456
Interest	61,846	66,962	12,785	11,171
Differences between expected and actual experience	326,562	(6,454)	(11,421)	19,858
Changes in benefit terms	-	-	75,017	-
Changes in assumptions	78,645	28,612	1,326,444	(24,650)
Benefit payments, including refunds of employee contributions	(76,023)	(78,142)	(47,638)	(47,638)
Net change in total pension liability	415,410	44,193	1,361,597	(33,803)
<b>Total OPEB liability - beginning</b>	<b>1,780,329</b>	<b>1,736,136</b>	<b>374,539</b>	<b>408,342</b>
<b>Total OPEB liability - ending</b>	<b>\$ 2,195,739</b>	<b>\$ 1,780,329</b>	<b>\$ 1,736,136</b>	<b>\$ 374,539</b>
 Covered-employee payroll	 \$ 5,555,067	 \$ 4,691,061	 \$ 4,967,243	 \$ 4,579,778
Total OPEB liability as a percentage of covered-employee payroll	39.53%	37.95%	34.95%	8.18%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**CITY OF LOGANVILLE, GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
GEORGIA MUNICIPAL EMPLOYEES BENEFIT SYSTEM  
FOR THE FISCAL YEARS ENDED JUNE 30**

**SCHEDULE OF OPEB CONTRIBUTIONS**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	76,023	78,142	47,638	47,638
Contribution deficiency (excess)	<u><b>\$ (76,023)</b></u>	<u><b>\$ (78,142)</b></u>	<u><b>\$ (47,638)</b></u>	<u><b>\$ (47,638)</b></u>
City's covered-employee payroll	\$ 5,555,067	\$ 4,691,061	\$ 4,962,292	\$ 4,579,778
Contributions as a percentage of covered payroll	1.37%	1.67%	0.96%	1.04%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.



**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 - PENSION PLAN**

Georgia Municipal Employee Benefit System

*Changes of assumptions*

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

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

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

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

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

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

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

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

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

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

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

*Benefit Changes*

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

Valuation date	The actuarially determined contribution rate was determined as of January 1, 2020, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2021.
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*Methods and assumptions used to determine contribution rates:*

Actuarial cost method	Entry Age Normal
Amortization method	Closed level dollar for the remaining unfunded liability
Remaining amortization period	Remaining amortization period varies for the bases, with a net effective amortization period of 14 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 percent of the amount that the value exceeds or is less than the market value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20 percent of market value.

*Actuarial Assumptions:*

Net Investment Rate of Return	7.375 percent
Projected Salary Increases	2.25 percent plus service based merit increases
Cost of Living Adjustments	0.00 percent

**CITY OF LOGANVILLE, GEORGIA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Retirement Age for inactive vested participants 65 years

Mortality	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25 Sex-distinct Pri-2012 head-count weighed Disable Retiree Mortality Table with rates multiplied by 1.25. 1994 Group Annuity Reserving Unisex Table for Plan termination basis (all lives)
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**NOTE 2 – OPEB PLAN**

Georgia Municipal Employee Benefit System

*Changes of assumptions*

1. The participation rate for future retirees was reduced from 50 percent to 40 percent
2. Medical, prescription drug and dental claims costs were updated to reflect most recent experience.
3. Medical and prescription drug trend rates were updated to reflect most recent experience.
4. The discount rate effective for June 30, 2020 was 2.21 percent and effective for June 30, 2019 was 3.50 percent.

*Benefit Changes*

None.

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**CITY OF LOGANVILLE, 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 service or capital projects.

**Confiscated Assets Fund** – This fund accounts for cash received from the sale of confiscated assets and confiscated assets that are no longer subject to court jurisdiction.

**Hotel/Motel Tax Fund** – This fund accounts for the hotel/motel taxes collected and expenditures relative to tourism.

**CARES Act Grant Fund** – This fund is used to account for federal grant fund received.

**CAPITAL PROJECTS FUNDS**

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

**2017 Special Purpose Local Option Sales Tax Fund** – This fund is used to account for the construction and improvements in accordance with the sales tax referendum.

**2019 Special Purpose Local Option Sales Tax Fund** – This fund is used to account for the construction and improvements in accordance with the sales tax referendum.

**Capital Recovery Impact Fee Construction Fund** – This fund accounts for impact fees charges per the City of Loganville Capital Recovery Fee Ordinance for system improvements to the Water and Sewer Fund.

**CDBG Fund** – This fund is used to account for the Community Development Block Grant proceeds and the expenditures for the Pecan Rd. storm water improvement project.

**CITY OF LOGANVILLE, GEORGIA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2021**

	<b>Special Revenue Funds</b>			<b>Capital Projects Funds</b>				<b>Total Nonmajor Governmental Funds</b>
	<b>Confiscated Assets</b>	<b>Hotel/ Motel Tax</b>	<b>CARES Act Grant</b>	<b>2017 SPLOST</b>	<b>2019 SPLOST</b>	<b>Capital Recovery Impact Fee</b>	<b>CDBG</b>	
<b>Assets</b>								
Cash and cash equivalents	\$ 65,008	\$ 38,767	\$ -	\$ 1,496,999	\$ 2,914,339	\$ 2,106,625	\$ -	\$ 6,621,738
Receivables, net of allowance								
Taxes	-	17,804	-	-	-	-	-	17,804
Intergovernmental	-	-	-	93,451	151,891	-	-	245,342
<b>Total Assets</b>	<b>\$ 65,008</b>	<b>\$ 56,571</b>	<b>\$ -</b>	<b>\$ 1,590,450</b>	<b>\$ 3,066,230</b>	<b>\$ 2,106,625</b>	<b>\$ -</b>	<b>\$ 6,884,884</b>
<b>Liabilities</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ 8,084	\$ -	\$ -	\$ -	\$ 8,084
Due to other funds	-	10,682	-	9,574	-	-	-	20,256
<b>Total Liabilities</b>	<b>-</b>	<b>10,682</b>	<b>-</b>	<b>17,658</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28,340</b>
<b>Fund Balance</b>								
Restricted	65,008	45,889	-	1,572,792	3,066,230	2,106,625	-	6,856,544
<b>Total Fund Balances</b>	<b>65,008</b>	<b>45,889</b>	<b>-</b>	<b>1,572,792</b>	<b>3,066,230</b>	<b>2,106,625</b>	<b>-</b>	<b>6,856,544</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 65,008</b>	<b>\$ 56,571</b>	<b>\$ -</b>	<b>\$ 1,590,450</b>	<b>\$ 3,066,230</b>	<b>\$ 2,106,625</b>	<b>\$ -</b>	<b>\$ 6,884,884</b>

**CITY OF LOGANVILLE, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Special Revenue Funds			Capital Projects Funds				Total Nonmajor Governmental Funds
	Confiscated Assets	Hotel/ Motel Tax	CARES Act Grant	2017 SPLOST	2019 SPLOST	Capital Recovery Impact Fee	CDBG	
<b>Revenues</b>								
Hotel/motel taxes	\$ -	\$ 56,757	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,757
Intergovernmental	-	-	514,047	530,800	1,765,252	-	487,499	3,297,598
Charges for services	-	-	-	-	-	404,668	-	404,668
Fines and forfeitures	71,021	-	-	-	-	-	-	71,021
Investment income	-	-	-	681	3,537	25,239	-	29,457
<b>Total Revenues</b>	71,021	56,757	514,047	531,481	1,768,789	429,907	487,499	3,859,501
<b>Expenditures</b>								
Current								
Public safety	39,528	-	-	-	-	-	-	39,528
Public works	-	-	-	11,008	63,173	173,610	353,874	601,665
Housing and development	-	29,194	-	-	-	-	-	29,194
Capital outlay	-	-	-	127,823	211,811	-	133,625	473,259
<b>Total Expenditures</b>	39,528	29,194	-	138,831	274,984	173,610	487,499	1,143,646
<b>Excess (deficiency) of revenues over (under) expenditures</b>	31,493	27,563	514,047	392,650	1,493,805	256,297	-	2,715,855
<b>Other financing sources (uses)</b>								
Transfer out	-	(32,033)	(514,047)	-	-	-	-	(546,080)
<b>Net Change in Fund Balances</b>	31,493	(4,470)	-	392,650	1,493,805	256,297	-	2,169,775
<b>Fund Balances - Beginning</b>	33,515	50,359	-	1,180,142	1,572,425	1,850,328	-	4,686,769
<b>Fund Balances - Ending</b>	\$ 65,008	\$ 45,889	\$ -	\$ 1,572,792	\$ 3,066,230	\$ 2,106,625	\$ -	\$ 6,856,544

**CITY OF LOGANVILLE, GEORGIA**  
**CONFISCATED ASSETS SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>Revenues</b>			
Fines and forfeitures	\$ 105,000	\$ 71,021	\$ (33,979)
<b>Total Revenues</b>	<u>105,000</u>	<u>71,021</u>	<u>(33,979)</u>
<b>Expenditures</b>			
Current			
Public safety	105,000	39,528	65,472
<b>Total Expenditures</b>	<u>105,000</u>	<u>39,528</u>	<u>65,472</u>
<b>Net Change in Fund Balance</b>	-	31,493	31,493
<b>Fund Balances - Beginning</b>	<u>33,515</u>	<u>33,515</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 33,515</u>	<u>\$ 65,008</u>	<u>\$ 31,493</u>



**CITY OF LOGANVILLE, GEORGIA**  
**HOTEL/MOTEL TAX SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>Revenues</b>			
Taxes	\$ 60,000	\$ 56,757	\$ (3,243)
<b>Total Revenues</b>	<u>60,000</u>	<u>56,757</u>	<u>(3,243)</u>
<b>Expenditures</b>			
Current			
Housing and development	70,089	29,194	40,895
<b>Total Expenditures</b>	<u>70,089</u>	<u>29,194</u>	<u>40,895</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(10,089)</u>	<u>27,563</u>	<u>37,652</u>
<b>Other financing sources (uses)</b>			
Transfer out	-	(32,033)	(32,033)
<b>Net Change in Fund Balance</b>	(10,089)	(4,470)	5,619
<b>Fund Balance - Beginning</b>	<u>50,359</u>	<u>50,359</u>	<u>-</u>
<b>Fund Balance - Ending</b>	<u>\$ 40,270</u>	<u>\$ 45,889</u>	<u>\$ 5,619</u>

**CITY OF LOGANVILLE, GEORGIA**  
**CARES ACT GRANT REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>Revenues</b>			
Intergovernmental	\$ 514,047	\$ 514,047	\$ -
<b>Total Revenues</b>	<b>514,047</b>	<b>514,047</b>	<b>-</b>
<b>Expenditures</b>			
Current			
Housing and development	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>514,047</b>	<b>514,047</b>	<b>-</b>
<b>Other financing sources (uses)</b>			
Transfer out	(514,047)	(514,047)	-
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance - Beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CITY OF LOGANVILLE, GEORGIA  
SCHEDULE OF PROJECTS CONSTRUCTED WITH  
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS-2017  
PASSED THROUGH FROM GWINNETT COUNTY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Project</b>	<b>Original Estimated Cost</b>	<b>Expenditures</b>		
		<b>Prior Years</b>	<b>Current Year</b>	<b>Total</b>
Recreational Facilities and Equipment	\$ 1,196,902	\$ 34,421	\$ -	\$ 34,421
Transportation	926,471	101,496	-	101,496
Water and Sewer Capital Improvements	380,604	92,709	138,831	231,540
	<u>\$ 2,503,977</u>	<u>\$ 228,626</u>	<u>\$ 138,831</u>	<u>\$ 367,457</u>

**CITY OF LOGANVILLE, GEORGIA  
SCHEDULE OF PROJECTS CONSTRUCTED WITH  
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS-2019  
PASSED THROUGH FROM WALTON COUNTY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Project</b>	<b>Original Estimated Cost</b>	<b>Expenditures</b>		
		<b>Prior Years</b>	<b>Current Year</b>	<b>Total</b>
Transportation	\$ 3,218,898	\$ 90,960	\$ 92,666	\$ 183,626
Public safety	2,354,726	106,155	182,318	288,473
Parks and recreation	226,193	-	-	-
	<u>\$ 5,799,817</u>	<u>\$ 197,115</u>	<u>\$ 274,984</u>	<u>\$ 472,099</u>

**CITY OF LOGANVILLE, GEORIGIA**  
**PECAN RD. INFRASTRUCTURE IMPROVEMENTS**  
**PASS-THRU COMMUNITY DEVELOPMENT BLOCK GRANT**  
**#B-20-UC-13-0004**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Prior Years</b>	<b>Current Year</b>	<b>Total to Date</b>	<b>Project Authorization</b>
<b>Revenues</b>				
Department of Community Affiars	\$ -	\$ 487,499	\$ 487,499	\$ 487,499
Total Revenues	-	487,499	487,499	487,499
<b>Expenditures</b>				
03J - Water/Sewer Improvements	-	487,499	487,499	487,499
Total Expenditures	-	487,499	487,499	487,499
<b>Net change in fund balance</b>	-	-	-	-
<b>Fund Balance, beginning of year</b>	-	-	-	-
<b>Fund Balance, end of year</b>	\$ -	\$ -	\$ -	\$ -

**CITY OF LOGANVILLE, GEORGIA**  
**COMPONENT UNIT - LOGANVILLE DEVELOPMENT AUTHORITY**  
**BALANCE SHEET**  
**JUNE 30, 2021**

<b>Assets</b>	
Cash and cash equivalents	<u>\$          39,771</u>
<b>Total Assets</b>	<u><u>\$          39,771</u></u>
<b>Liabilities</b>	
Accounts payable	<u>\$                  -</u>
<b>Total Liabilities</b>	<u>                  -</u>
<b>Fund Balance</b>	
Unassigned	<u>          39,771</u>
<b>Total Fund Balance</b>	<u>          39,771</u>
<b>Total Liabilities and Fund Balance</b>	<u><u>\$          39,771</u></u>

**CITY OF LOGANVILLE, GEORGIA  
COMPONENT UNIT - LOGANVILLE DEVELOPMENT AUTHORITY  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Revenues</b>	
Miscellaneous	\$ 4,975
<b>Total Revenues</b>	<u>4,975</u>
<b>Expenditures</b>	
Current	
Community Development	<u>5,934</u>
<b>Total Expenditures</b>	<u>5,934</u>
<b>Net Change in Fund Balance</b>	(959)
<b>Fund Balance - Beginning</b>	<u>40,730</u>
<b>Fund Balance - End</b>	<u><u>\$ 39,771</u></u>

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## **SINGLE AUDIT SECTION**



**CITY OF LOGANVILLE, GEORGIA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<b>Federal/Grantor/Pass-Through Grantor/Program or Cluster Title</b>	<b>Assistance Listing Number</b>	<b>Pass-Through Entity Identifying Number</b>	<b>Passed Through to Subrecipients</b>	<b>Federal Expenditures</b>
<b>U.S. Department of Treasury</b>				
Passed through the Georgia Governor's Office of Planning & Budget				
Coronavirus Aid, Relief and Economic Security Act	21.019	14475 - CRF	\$ -	\$ 514,107
Passed through Gwinnett County, Georgia				
Coronavirus Aid, Relief and Economic Security Act	21.019	G-0389-000001-0010	-	357,306
Total Subtotal for CFDA 21.019			-	871,413
Total Pass-Through Programs			-	871,413
Total U.S. Department of Treasury			-	871,413
<b>U.S. Department of Housing and Urban Development</b>				
Passed Through Gwinnett County, Georgia				
Community Development Block Grant	14.218	B-16-UC-13-0004	-	487,499
Total Passed through programs			-	487,499
Total U.S. Department of Housing and Urban Development			-	487,499
<b>U.S. Department of Justice</b>				
Direct Programs				
Federal Forfeiture Program	16.922	GA 0380100	-	38,837
Total U.S. Department of Justice			-	38,837
<b>Total Expenditures of Federal Awards</b>			\$ -	\$ 1,397,749

See accompanying notes to schedule of expenditures of federal awards

**CITY OF LOGANVILLE, GEORGIA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**(1) Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of City of Loganville, Georgia under programs of the federal government for the fiscal year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of City of Loganville, Georgia, it is not intended to and does not present the financial position, changes in net position or cash flows of City of Loganville, Georgia.

**(2) Summary of Significant Account Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**(3) Indirect Cost Rate**

City of Loganville, Georgia has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.



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**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**FINANCIAL STATEMENT FINDINGS**

**2020-001      Capital Recovery Fund/Impact Fees**

*CONDITION*

Impact fees received by the Water Sewer Fund at the end of the fiscal year were not reported until fiscal year 2021.

*UPDATE*

Resolved.

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

NONE REPORTED

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August 12, 2022

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and  
Members of City Council  
City of Loganville, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Loganville, Georgia as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the City of Loganville, Georgia's basic financial statements, and have issued our report thereon dated August 12, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Loganville, Georgia's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Loganville, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Loganville, Georgia's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify and deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.





## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Loganville, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*McNair, McLeMore, Middlebrooks & Co., LLC*  
McNAIR, McLEMORE, MIDDLEBROOKS & CO.



August 12, 2022

**INDEPENDENT AUDITOR'S REPORT ON  
COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT  
ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor and  
Members of City Council  
City of Loganville, Georgia

**Report on Compliance for Each Major Federal Program**

We have audited City of Loganville, Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Loganville, Georgia's major federal programs for the year ended June 30, 2021. City of Loganville, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of City of Loganville, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Loganville, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of City of Loganville, Georgia's compliance.



### ***Opinion on Each Major Federal Program***

In our opinion, City of Loganville, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

### **Report on Internal Control Over Compliance**

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*McNair, McLeMore, Middlebrooks & Co., LLC*

McNAIR, McLEMORE, MIDDLEBROOKS & CO.



**CITY OF LOGANVILLE, GEORGIA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Section I – Summary of Auditor’s Results**

***Financial Statements***

Type of auditor’s report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weakness(es)	None Reported
Noncompliance material to financial statements noted?	No

***Federal Awards***

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	None Reported
Type of auditor’s report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of Major Programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program</u>
21.019	Coronavirus Aid, Relief and Economic Security Act

Dollar threshold used to distinguish between Type A and Type B program	\$ 750,000
Auditee qualified as low-risk auditee	No

**Section II – Financial Statement Findings**

Findings noted on the Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*:

**NONE NOTED**

**Section III – Federal Awards Findings and Questioned Costs**

**NONE NOTED**