

Comprehensive Annual Financial Report

City of Acworth, Georgia



For the Fiscal Year Ended June 30, 2021

DEPARTMENT OF FINANCE

Lindy Tisdell, CPA

City Treasurer

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**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
<u>INTRODUCTORY SECTION</u>	
Letter of Transmittal	i - v
GFOA Certificate of Achievement	vi
Organizational Chart.....	vii
City Officials and Administration.....	viii
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1 - 3
Management’s Discussion and Analysis	4 - 17
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Position.....	18
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet - Governmental Funds	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	21
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Net Position - Proprietary Funds.....	23
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds.....	24
Statement of Cash Flows - Proprietary Funds	25, 26

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Notes to Financial Statements	27 - 61
 REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Changes in the City’s Net Pension Liability and Related Ratios.....	62
Schedule of Pension Contributions.....	63
Schedule of Changes in the City’s Total OPEB Liability and Related Ratios.....	64
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Fund	65, 66
Notes to Required Supplementary Information.....	67 - 70
 COMBINING AND INDIVIDUAL FUND STATEMENTS, SCHEDULES, AND SUPPLEMENTARY INFORMATION:	
Non-major Funds:	
Combining Balance Sheet – Non-major Governmental Funds	71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major Governmental Funds	72
General Fund:	
Comparative Balance Sheet.....	73
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	74
Special Revenue Funds:	
Hotel/Motel Tax:	
Comparative Balance Sheet.....	75

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	76
Schedule of Revenues, Expenditures and Changes In Fund Balance - Budget and Actual	77
Recreational Impact Fee:	
Comparative Balance Sheet.....	78
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	79
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	80
Confiscated Assets:	
Comparative Balance Sheet.....	81
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	82
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	83
Soil Erosion Fees:	
Comparative Balance Sheet.....	84
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	85
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	86
Emergency Telephone System:	
Comparative Balance Sheet.....	87

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	88
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	89
 CARES Act:	
Schedule of Revenues, Expenditures and Changes In Fund Balance – Budget and Actual.....	90
 Acworth Lake Authority:	
Comparative Balance Sheet.....	91
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	92
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	93
 Acworth Downtown Development Authority:	
Comparative Balance Sheet.....	94
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	95
Schedule of Revenues, Expenditures and Changes In Fund Balance - Budget and Actual	96
 Debt Service Fund:	
Comparative Balance Sheet.....	97
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	98
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	99

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Capital Projects Funds:	
Capital Improvements:	
Comparative Balance Sheet.....	100
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	101
SPLOST:	
Comparative Balance Sheet.....	102
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	103
Proprietary Funds:	
Enterprise Funds:	
Electrical Power:	
Comparative Statement of Net Position.....	104
Comparative Statement of Revenues, Expenses and Changes in Net Position.....	105
Comparative Statement of Cash Flows.....	106, 107
Sanitation:	
Comparative Statement of Net Position.....	108
Comparative Statement of Revenues, Expenses and Changes in Net Position.....	109
Comparative Statement of Cash Flows.....	110
Internal Service Funds:	
Combining Statement of Net Position	111

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Combining Statement of Revenues, Expenses and Changes in Net Position.....	112
Combining Statement of Cash Flows	113
Customer Service:	
Comparative Statement of Net Position.....	114
Comparative Statement of Revenues, Expenses and Changes in Net Position.....	115
Comparative Statement of Cash Flows.....	116
Insurance:	
Comparative Statement of Net Position.....	117
Comparative Statement of Revenues, Expenses and Changes in Net Position.....	118
Comparative Statement of Cash Flows.....	119
Supplemental Information:	
Schedule of Indebtedness	120-123
General Fund Schedule of Unassigned Fund Balance by Month.....	124
 <u>STATISTICAL SECTION</u>	
FINANCIAL TRENDS:	
Government-wide Net Position by Component Last Ten Fiscal Years.....	125
Changes in Net Position - Total Last Ten Fiscal Years.....	126

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
Changes in Net Position – Governmental Activities Last Ten Fiscal Years.....	127
Changes in Net Position – Business-type Activities Last Ten Fiscal Years.....	128
Program Revenues by Function/Program Last Ten Fiscal Years.....	129
Fund Balances of Governmental Funds Last Ten Fiscal Years.....	130
Changes in Fund Balances – Governmental Funds Last Ten Fiscal Years.....	131
 REVENUE CAPACITY:	
General Governmental Tax Revenues by Source Last Ten Fiscal Years.....	132
Taxable Assessed Value and Estimated Actual Value of Property Last Ten Digest Years.....	133
Direct and Overlapping Property Tax Rates Last Ten Digest Years.....	134
Principal Property Tax Payers Current Tax Digest Year and Nine Years Prior	135
Property Tax Levies and Collections Last Ten Fiscal Years.....	136
Electric Rate History per Season Last Ten Fiscal Years.....	137
Principal Electric Revenue Customers 2021 and 2012.....	138

**CITY OF ACWORTH, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
DEBT CAPACITY:	
Ratios of Outstanding Debt by Type and General Bonded Debt Last Ten Fiscal Years.....	139
Direct, Overlapping, and Governmental Activities Debt As of June 30, 2021	140
Legal Debt Margin Information Last Ten Digest Years.....	141
Pledged Revenue Coverage Last Ten Fiscal Years.....	142
DEMOGRAPHIC AND ECONOMIC:	
Demographic and Economic Statistics Last Ten Fiscal Years.....	143
Principal Employers 2021 and 2012.....	144
OPERATING:	
Full Time City Employees by Function/Program Last Ten Fiscal Years.....	145
Operating Indicators by Function/Program Last Ten Fiscal Years.....	146
Capital Asset Statistics by Function/Program Last Ten Fiscal Years.....	147
<u>SPECIAL REPORTS SECTION</u>	
Schedule of Hotel/Motel Tax Revenue Received and Expenditures Incurred	148
Recreation Impact Fee - Schedule of Collections, Encumbrances, and Uses.....	149

**CITY OF ACWORTH, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2021**

TABLE OF CONTENTS

	<u>Page(s)</u>
1 Percent Sales Tax Schedule of Projects Constructed with Special Sales Tax Proceeds	150

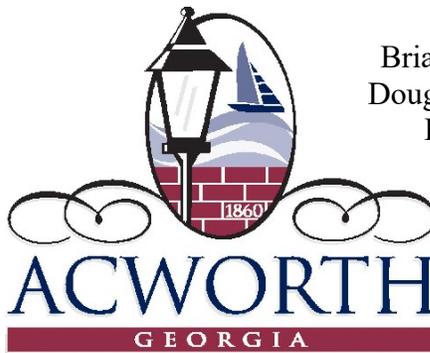
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INTRODUCTORY SECTION

Thomas W. Allegood, Mayor

Board of Aldermen:

Tim Houston
Albert L. Price
Gene Pugliese
Tim Richardson
Brett North



Brian M. Bulthuis, City Manager
Douglas R. Haynie, City Attorney
Regina R. Russell, City Clerk
4415 Center Street
Acworth, Georgia 30101
(770) 974-3112
Fax (770) 917-0590
www.acworth.org

November 24, 2021

The Honorable Mayor Thomas W. Allegood,
Members of the Board of Aldermen and
Citizens of the City of Acworth, Georgia

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of the City of Acworth, Georgia for the fiscal year ended June 30, 2021, is submitted herewith. Responsibility for both accuracy of the data and the completeness and fairness of presentation, including disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various activities of the City. Disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

State law requires that all local governments, subject to certain size criteria, publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

Georgia State statutes and the City charter require an annual audit by independent certified public accountants. The City selected the independent auditing firm of Nichols, Cauley & Associates, LLC to complete the audit of the 2021 fiscal year. Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's report on internal controls and compliance with applicable laws and regulations can be found in the last section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of Acworth was incorporated in 1860 and operates under the board-manager form of government. The Mayor and a five-member Board of Aldermen govern the City. Policy-making and legislative authority are vested in the Mayor and Board of Aldermen, who are elected at large serving four-year staggered terms. A City Manager, who is appointed by and responsible to the Mayor and Board of Aldermen, directs the daily operations of the City.

The City is a full-service municipality providing general government, public safety, recreation, public works, solid waste sanitation, electrical power, economic development and other services. In addition to these activities, the City has blended component units that are presented as if they were part of the primary government due to requirements of GASB 61. The Acworth Lake Authority and the Acworth Downtown Development Authority are blended component units of the City. The Acworth Tourism Bureau Authority is a discretely presented component unit of the City with additional information found in the notes to the financial statements.

Local Economy

Acworth is located in the northwest corner of Cobb County; approximately 30 miles northwest of Atlanta. The City's proximity to Interstate 75 and U.S. Highway 41 makes it easily accessible. The Economic Development Department estimates the population of the city at 22,625 as of June 30, 2021.

The local economy of Acworth is growing through redevelopment and new commercial businesses. The unemployment rate in Acworth was 2.6% in 2021, down from 7.5% in the previous year due to the economic impacts of the COVID-19 pandemic. Acworth has approximately 972 licensed businesses that employ over 9,600 workers. This is an increase of 1.7% from 2020. Developments in the surrounding area impact the local economy favorably.

The City of Acworth continues to benefit from a positive economic climate. The 2020 tax digest of the city increased by 7.6% to a total assessed taxable value of \$855,443,148. This increase is a sign that the economy is stable. The 2021 tax digest was approved by the Cobb County Board of Equalization at the end of June 2021 and had an increase of 5.7%. The increases in the taxable value along with the increase of planned developments are evidence that the economy is recovering from the recession. Specifically, the growth in the residential and commercial sectors is evident from the increased permits issued and the highly anticipated or formerly "conceptual" projects have begun going vertical.

Construction permit activity in FY2021 included multiple residential and commercial developments. Terraces at Logan Park is under construction at the corner of Lake Acworth Drive and Logan Road, which will add 34 units of affordable housing for our workforce population and the Cove at Acworth also broke ground in FY21 adding nine single-family lots with access to Lake Acworth. Diverse housing options are continuing in the downtown corridor including The Heritage, which broke ground in FY21. The Heritage is a mixed-use development that will include 22 townhomes, 5 live/work condominium units and 3,000 square feet of retail/restaurant space. Also, under construction and nearing completion on South Main Street is Lake City Chiropractic's new 2,250 square foot chiropractic facility and a two-story 12,000 square foot headquarter facility for Kerley Family Homes. The city is working hard to bring a variety of housing options to appeal to all demographics and continues to explore all options in upcoming development discussions. Commercial projects include the recently completed stand-alone Chipotle Mexican Grill along Cobb Parkway and the nearing completion of a stand-alone Dairy Queen Grill restaurant along Cowan Road.

These facilities and development opportunities add value to the City and the community by not only providing options for alternative living arrangements; but also creating jobs and generating additional tax revenues as the tax digest continues to be diversified.

As in all years, the City continually seeks new quality redevelopment and development growth in both residential and commercial categories. Additionally, there is potential for continued growth through annexation. These efforts are not always immediate. As with any economic development initiative, it may take years to reveal itself but begins with developing partnerships and having conversations.

Major Initiatives

Annually, the City reviews and updates its short-term work program and capital improvement element of the comprehensive plan. It includes specific goals and work projects. The plan is reviewed by the Atlanta Regional Commission and the Department of Community Affairs. A comprehensive plan is the planning document that is utilized by communities as it relates to land use and can be utilized in guiding quality growth.

Initiatives created through the Special Local Option Sales Tax (SPLOST) approved in November 2014 by Cobb County voters, allowed the city to complete additional projects in fiscal year 2021. Road improvement projects totaling \$2.5 Million continued to be completed along with \$0.2 Million in parks projects, and \$.3 Million in Public Safety projects. SPLOST is a vital funding tool which provides and affords communities like Acworth the opportunity to implement projects that are crucial for the constituents. By leveraging SPLOST funds to conduct capital projects, it allows the City to maximize all funding sources for completion of projects.

The Georgia Department of Transportation Road project for State Route 92 will widen and enhance a major portion of the road that travels through Acworth. The improvements will also include additional pedestrian options. The project broke ground in fiscal year 2020 and is expected to be complete in Fall of 2022. This partnership will streamline traffic flow to Interstate 75.

During fiscal year 2021, the city received \$1,185,309 in CARES act funding from Cobb County. \$588,000 of this amount was distributed to 98 city businesses to help aid with the negative economic impacts from the COVID-19 public health emergency. The remaining amounts were spent on city-wide technology and facility upgrades.

Long-Term Financial Planning

For the past several years, Acworth has focused on reducing or controlling its operational costs and explored various alternatives and additional revenue sources. The outcome of this enhanced focus has paid off immensely and has changed the financial behavior and decision making of the City. Unassigned fund balance in the general fund is 29% of general fund operating expenditures. This balance would cover just over 3 months of the City operating expenses and is within the Government Finance Officers Association (GFOA) recommendation of a minimum of 2 months.

The City's long-term financial status is dependent on continued growth and diversification of the City's tax base. Efforts for redevelopment and revitalization in the City continue.

Relevant Financial Policies

The City has positioned itself over the years to weather economic downturns. The City will continue to move forward in this renewed focus and begin to look into establishing additional fiscal policies. The City's Fund Balance Policy classifies fund balance amounts within five classifications (Non-spendable, Restricted, Committed, Assigned and Unassigned). The City Manager has the authority to assign funds for particular purposes under the policy. Unrestricted Fund Balance consists of the total of Committed, Assigned and Unassigned Fund Balance. The target of the policy is to maintain an Unrestricted Fund Balance in the General Fund of not less than 17% of annual operating expenditures. The City continues to review current and potential policies for adoption; including adopting a Budget Policy and Revenue Policy in upcoming fiscal years.

The City achieves and maintains budgetary control by operating under the statutes of the State of Georgia, which require the City to adopt an annual balanced budget. Expenditures may not legally exceed appropriations at the department level, within each fund. Departments review their budget actual statements on a regular basis to ensure they are within their budget projections.

City management is responsible for establishing and maintaining an internal accounting control system. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial reports for preparing financial statements and maintaining accountability of assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgements by management.

All internal control evaluations occur within the above framework. We believe the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Other information

Independent Audit. Article VI, Section 6.26 of the Charter of the City of Acworth requires an annual independent audit of all City accounts, funds, and financial transactions by a certified public accountant selected by the Mayor and Board of Aldermen. Nichols, Cauley & Associates LLC have audited the City of Acworth's financial statements. The independent auditors have concluded, based upon their audit, that there was reasonable basis for rendering an unmodified ("clean") opinion for the City of Acworth and its component unit for the fiscal year ended June 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Acworth for its comprehensive annual financial report for the year ended June 30, 2020. This was the twenty-first consecutive year the City had received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

One of the city's goals is to improve the lifelong well-being of its employees through its wellness program. In September 2020, the city was named the Healthiest Employer in Atlanta by The Atlanta Business Chronicle for medium size companies for the second consecutive year. Healthiest Employers also ranked Acworth twenty ninth in its 2021 Healthiest Workplaces in America list.

In May 2021, the Nation Civic League announced that Acworth was one of two communities inducted into the All-America City Hall of Fame for 2021. Acworth originally won the All-America City Award in 2010 and is being recognized again for its inclusive and equitable redevelopment of the Parkside District. From the early 1900's, Acworth's Parkside District was racially segregated. The Parkside District is home to two historically black churches as well as two schools that were established during segregation. As the city has grown and thrived, it has earmarked funding to build parks, a community center, new restaurants and businesses, an art center, a history museum, and homes in the Parkside District. In doing so, the city has provided funding to ensure that Black historical landmarks are preserved, and improvements have been made to properties. The 2021 inductees are the third and fourth communities to be inducted into the All-America City Hall of Fame.

The preparation of this report is a joint effort involving all City staff, along with the cooperation of various elected officials and appointed management. Their dedication and contributions to the preparation of this report, along with the direction and support of the City Manager's Office, form the basis for responsible and progressive financial management in the City of Acworth.

The Mayor and Board of Aldermen should be acknowledged for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner. The Citizens of the City of Acworth are also thanked for their level of community involvement extending far beyond personal interest.

All of these components make Acworth an exciting place to live, work and play.

Respectfully submitted,

A handwritten signature in black ink that reads "Lindy Tisdel". The signature is written in a cursive, flowing style.

Lindy Tisdel, CPA
City Treasurer
City of Acworth



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Acworth
Georgia**

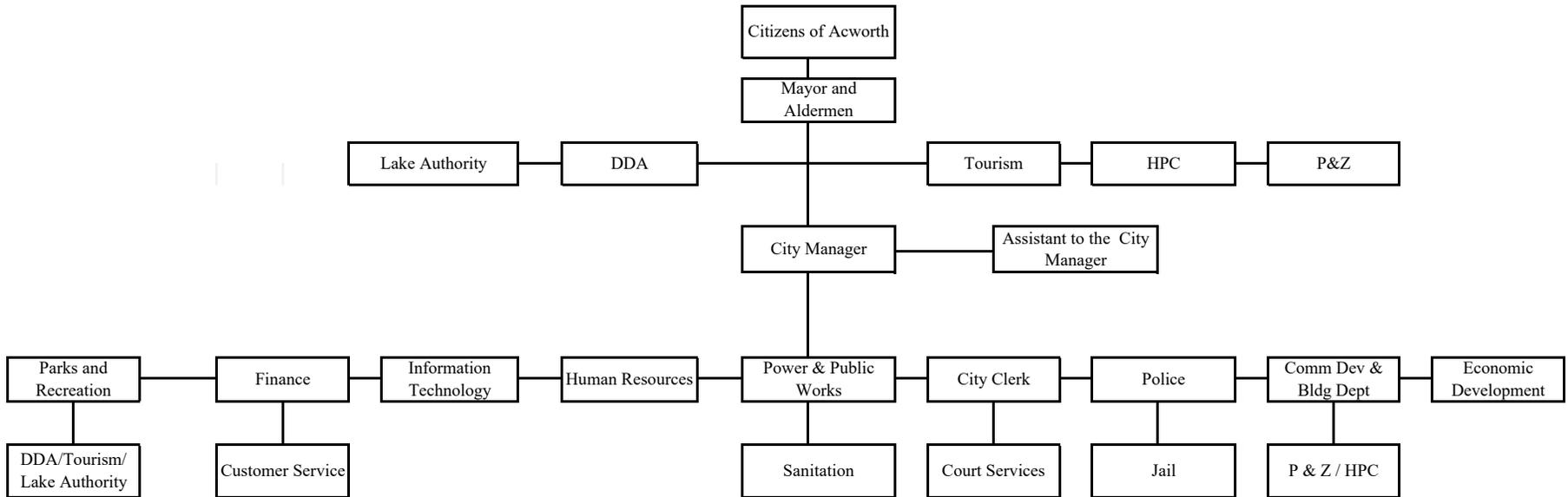
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

City of Acworth Organizational Chart



**CITY OF ACWORTH, GEORGIA
CITY OFFICIALS AND ADMINISTRATION
June 30, 2021**

Thomas W. Allegood
Mayor

BOARD OF ALDERMEN

Tim Houston
Brett North
Albert L. Price
Gene Pugliese
Timothy Richardson

CITY ADMINISTRATION

Brian M. Bulthuis
City Manager

Alex Almodovar
Regina R. Russell
Lindy Tisdell
Christine Dobbs
Loyd Fasselt
Angie Luna
James Albright
G. Wayne Dennard
Keith Wilson
Rachelle Ballard

Assistant to the City Manager
City Clerk
City Treasurer
Community Development Director
Building Official
Public Works/Power Director
Parks and Recreation Director
Chief of Police
Information Systems Manager
Human Resources Director

FINANCIAL SECTION



NICHOLS, CAULEY & ASSOCIATES, LLC

1825 Barrett Lakes Blvd, Suite 200
Kennesaw, Georgia 30144
770-422-0598 FAX 678-214-2355
kennesaw@nicholscauley.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Thomas W. Allegood, Mayor
Board of Aldermen
City of Acworth
Acworth, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Acworth, 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 from 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.

Atlanta | Calhoun | Canton | Dalton | Dublin
Fayetteville | Kennesaw | Rome | Warner Robins

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, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Acworth, Georgia, as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedule of Changes in the City's Net Pension Liability and Related Ratios, the Schedule of Pension Contributions, the Schedule of Changes in the City's Total OPEB Liability and Related Ratios, and the budgetary comparison information on pages 4-17 and 62-70 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Acworth, Georgia's basic financial statements. The introductory section, combining and individual fund statements and schedules, supplementary information, statistical section, and special reports section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Hotel/Motel Tax Schedule of Revenue Received and Expenditures Incurred, the Recreational Impact Fees Schedule of Collections, Encumbrances, and Uses, and the 1 Percent Sales Tax Schedule of Projects Constructed with Special Sales Tax Proceeds are presented for purposes of additional

analysis as required by the Official Code of Georgia 48-13-51, 36-71-8, and 48-8-121, respectively, and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules, supplementary information, and the special reports section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, supplementary information, and the special reports section are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2021, on our consideration of the City of Acworth, 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 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 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 Acworth, Georgia's internal control over financial reporting and compliance.

Richels, Cauley + Associates, LLC

Kennesaw, Georgia
November 24, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

As management of the City of Acworth, we offer readers of the City of Acworth's financial statements this narrative overview and analysis of the financial activities of the City of Acworth, Georgia (the City) for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information in the letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The City's net position totals \$63,205,048 at the end of the year. This amount includes \$60,760,766 net investment in capital assets, a restricted portion of \$10,739,456 and an unrestricted net position of a negative \$8,295,174.
- The City's total net position increased by \$1,913,763. Net position for governmental activities increased by \$2,407,976 or 5.2% and business-type net position decreased by \$494,213 or 3.4%.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$17,731,951, an increase of \$3,645,522. The net unassigned fund balance of \$4,634,626 is comprised wholly of the General Fund.
- The City's total debt decreased \$2,286,838.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Acworth's basic financial statements. The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic statements, this report contains other supplementary information, including combining statements for non-major funds, and a statistical section. Comparative data is presented as applicable.

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

- The *statement of net position* presents, combines, and consolidates the City's current financial resources with capital assets and liabilities, with the difference between the two reported as *net position*. This statement provides information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the City's financial position is improving or deteriorating.
- The *statement of activities* presents information showing how the government'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 related cash flows*. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future periods (e.g. uncollected taxes and earned but unused vacation leave).

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

- **Governmental activities** – Most of the City's basic services are reported here, including public safety, public works, culture and recreation, economic development, general administration and the City's employee insurance internal service fund. Property taxes and franchise fees finance the majority of these activities.
- **Business-type activities** – The City charges a fee to customers to help recover all or most of the cost of certain services it provides. The City's electrical power system and solid waste sanitation system are reported here along with the City's customer service internal service fund.
- **Component unit** – The City has one discretely presented component unit - the Acworth Tourism Bureau Authority.

Fund Financial Statements. A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. Fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds are provided in the form of combining statements in a later section of the report. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 balance, provide a reconciliation to facilitate this comparison between *governmental funds and governmental activities*.

The City maintains thirteen governmental funds. Information is presented separately in the governmental fund balance sheet, the governmental fund statement of revenues, and expenditures and changes in fund balance for the General Fund, ARPA Grant Fund, and the Special Purpose Local Option Sales Tax (SPLOST) Fund. These are considered to be major funds. Data from the other funds is combined into a single, aggregate presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found beginning on page **20** of this report.

The City of Acworth adopts a budget for all funds it operates. A budgetary comparison schedule has been provided for the General Fund as required supplementary information. Budget to actual comparisons for other governmental-type funds are provided in individual schedules elsewhere in this report.

Proprietary Funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City maintains two enterprise funds: Acworth Power and Acworth Sanitation. *Internal Service* funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City has two internal service funds. One internal service fund is used to account for its customer service activities associated with Acworth Power, Acworth Sanitation, occupational tax certificate issuance and property tax collections. This service predominantly benefits business-type activities more than governmental functions and is therefore included within the business-type activities in the government-wide financial statements. The City utilizes an internal service fund for the purpose of administering its workers compensation insurance as well as the employee medical insurance. This internal service fund has been included within *governmental activities* in the government-wide financial statements.

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 for Acworth Power and Acworth Sanitation. The internal service funds of Customer Service and Insurance are presented in the proprietary fund section.

The basic proprietary funds financial statements are presented beginning on page **23** of this report.

Notes to the Basic Financial Statements. The financial statements include notes that explain some of the information in the financial statements and provide information that is more detailed. The notes are essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page **27** of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees. Required supplementary information can be found beginning on page **62** of this report.

The City reports major funds in the basic financial statements. Combining and individual fund statements and schedules for non-major funds are presented following the notes to the financial statements and begins on page **71** of this report.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Government-Wide Financial Analysis

The following table provides a summary of the City’s governmental and business-type net position for the fiscal year. The City’s net position increased \$2,407,437 in fiscal year 2021. The net position of the governmental activities includes a \$55,060,730 net investment in capital assets. Capital Assets of \$65,101,643 include land, buildings, park improvements, infrastructure, machinery and equipment net of accumulated depreciation. Related debt includes bonds of \$11,696,000.

The net position of the business-type activities includes \$5,700,036 net investment in capital assets. Capital assets of \$5,943,543 include land, building, electrical infrastructure, other improvements, machinery and equipment, net of accumulated depreciation. Related debt includes capital leases of \$242,644.

For more detailed information, see the Statement of Net Position on page 18 of the financial statements and the notes to the financial statements.

Summary of Net Position

	Governmental Activities		Business-type Activities		Total		Total % Change 2021-2020
	2021	2020	2021	2020	2021	2020	
Assets:							
Current and Other Assets	\$ 24,158,295	\$ 15,946,913	\$ 23,769,744	\$ 23,207,526	\$ 47,928,039	\$ 39,154,439	22.41%
Capital Assets	65,101,643	65,919,301	5,943,543	6,144,546	71,045,186	72,063,847	-1.41%
Total Assets	89,259,938	81,866,214	29,713,287	29,352,072	118,973,225	111,218,286	6.97%
Deferred outflows of resources:							
Related to OPEB	5,445,104	4,348,640	2,013,943	1,682,761	7,459,047	6,031,401	23.67%
Related to pensions	1,608,522	1,779,043	411,594	465,105	2,020,116	2,244,148	-9.98%
Total Deferred Outflows of Resources	7,053,626	6,127,683	2,425,537	2,147,866	9,479,163	8,275,549	14.54%
Liabilities:							
Current liabilities	8,569,931	3,917,183	2,194,702	2,338,678	10,764,633	6,255,861	72.07%
Long-term liabilities	37,964,525	36,528,787	8,248,238	7,410,750	46,212,763	43,939,537	5.17%
Total Liabilities	46,534,456	40,445,970	10,442,940	9,749,428	56,977,396	50,195,398	13.51%
Deferred inflows of resources:							
MEAG project	-	-	6,482,162	6,043,784	6,482,162	6,043,784	7.25%
Related to OPEB	1,126,422	1,386,673	416,621	536,590	1,543,043	1,923,263	-19.77%
Related to pensions	115,249	31,793	29,490	8,312	144,739	40,105	260.90%
Total Deferred Inflows of Resources	1,241,671	1,418,466	6,928,273	6,588,686	8,169,944	8,007,152	2.03%
Net position:							
Net investment in capital assets	55,060,730	55,135,519	5,700,036	5,556,737	60,760,766	60,692,256	0.11%
Restricted	10,739,456	8,949,567	-	-	10,739,456	8,949,567	20.00%
Unrestricted	(17,262,749)	(17,955,625)	8,967,575	9,605,087	(8,295,174)	(8,350,538)	-0.66%
Net Position	\$ 48,537,437	\$ 46,129,461	\$ 14,667,611	\$ 15,161,824	\$ 63,205,048	\$ 61,291,285	3.12%

Changes in Net Position

The City’s total revenues before transfers were \$41,299,600 in fiscal year 2021. Expenses before transfers were \$39,385,837 for the same period. Governmental and business-type activities combined provided a \$1,913,763 increase in net position.

Governmental activities revenues, before transfers, were \$25,026,441 and included \$2,998,202 in charges for services, operating grants and contributions of \$1,290,679 and capital grants and contributions of \$5,809,965. The largest governmental activities expenses were for public safety of \$8,702,416, general government of \$4,980,662, culture and recreation of \$4,947,540, and public works of \$4,421,274. Expenses include depreciation expense as explained in the notes to the financial statements.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Business-type activity revenues, before transfers, were \$16,273,159, and included \$16,252,265 in charges for services and \$34,900 capital grant and contribution revenues. The largest business-type activity expenses were for electric of \$12,066,618 which included wholesale power expenses of \$8,179,547 and personal services of \$1,788,806. Sanitation services include expenses of \$1,069,295 for personal services and \$494,933 in landfill tipping fees.

The table below shows the summary of the changes in net position during the year.

Summary of Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program:						
Charges for services	\$ 2,998,202	\$ 2,978,590	\$ 16,252,265	\$ 15,357,634	\$ 19,250,467	\$ 18,336,224
Operating Grants and Contributions	1,290,679	104,694	-	-	1,290,679	104,694
Capital Grants and Contributions	5,809,965	7,893,838	34,900	17,752	5,844,865	7,911,590
General:						
Property taxes	8,643,072	6,642,549	-	-	8,643,072	6,642,549
Insurance premium taxes	1,645,662	1,558,478	-	-	1,645,662	1,558,478
Alcohol taxes	600,807	533,841	-	-	600,807	533,841
Hotel/motel taxes	289,380	296,014	-	-	289,380	296,014
Franchise taxes	1,507,122	1,509,857	-	-	1,507,122	1,509,857
Financial Institution tax	38,277	46,044	-	-	38,277	46,044
Business Taxes	693,971	658,818	-	-	693,971	658,818
Contributions not restricted	647,299	655,739	-	-	647,299	655,739
Operating Grants not restricted	507,710	464,378	-	-	507,710	464,378
Unrestricted Interest	59,567	145,372	(14,031)	198,843	45,536	344,215
Miscellaneous	294,728	301,892	25	25	294,753	301,917
Total Revenues	25,026,441	23,790,104	16,273,159	15,574,254	41,299,600	39,364,358
Expenses:						
General Government	4,980,662	3,726,208	-	-	4,980,662	3,726,208
Judicial	442,904	465,586	-	-	442,904	465,586
Health and Welfare	61,601	651	-	-	61,601	651
Public works	4,421,274	4,743,149	-	-	4,421,274	4,743,149
Culture and Recreation	4,947,540	4,526,274	-	-	4,947,540	4,526,274
Public safety	8,702,416	8,270,258	-	-	8,702,416	8,270,258
Housing and Development	1,269,259	1,170,723	-	-	1,269,259	1,170,723
Interest and fiscal charges on long-term debt	402,891	675,241	-	-	402,891	675,241
Electric	-	-	12,066,618	11,778,042	12,066,618	11,778,042
Sanitation	-	-	2,090,672	1,520,443	2,090,672	1,520,443
Total Expenses	25,228,547	23,578,090	14,157,290	13,298,485	39,385,837	36,876,575
Change in Net Position before Transfers	(202,106)	212,014	2,115,869	2,275,769	1,913,763	2,487,783
Transfers	2,610,082	1,923,672	(2,610,082)	(1,923,672)	-	-
Change in net position	2,407,976	2,135,686	(494,213)	352,097	1,913,763	2,487,783
Net Position - Beginning	46,129,461	43,993,775	15,161,824	14,809,727	61,291,285	58,803,502
Net Position - Ending	\$ 48,537,437	\$ 46,129,461	\$ 14,667,611	\$ 15,161,824	\$ 63,205,048	\$ 61,291,285

Governmental Activities

The City’s governmental activities are heavily reliant on property taxes to support governmental operations. The governmental activities decreased the City’s net position by \$202,106 before transfers. Governmental activities increased the City’s net position by \$2,407,976 after net transfers of \$2,610,082. This accounts for over 100% of the total growth in net position.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

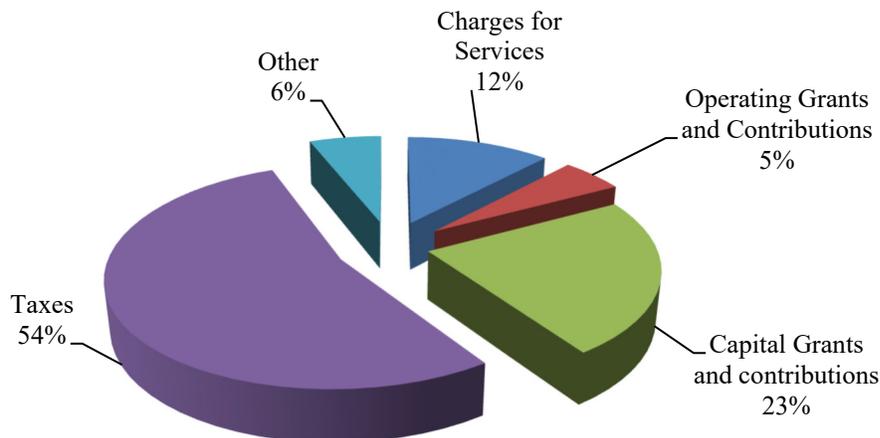
The following table illustrates the costs of governmental expenses along with the net costs after the deduction of program revenues:

Governmental Activities		
	FY 2021 Total Expenses	FY 2021 Net (Expense) Revenue and Change in Net Position
General Government	\$ 4,980,662	\$ (3,486,719)
Judicial	442,904	283,128
Health and Welfare	61,601	(61,601)
Public Works	4,421,274	(1,319,287)
Culture and Recreation	4,947,540	(1,513,247)
Public Safety	8,702,416	(7,596,450)
Housing and Development	1,269,259	(1,032,634)
Interest and Fiscal Charges	402,891	(402,891)
Total	\$ 25,228,547	\$ (15,129,701)

Additional information concerning net cost of services may be found in the Statement of Activities on Page 19.

The following charts show the source of the City’s governmental revenues and expenses.

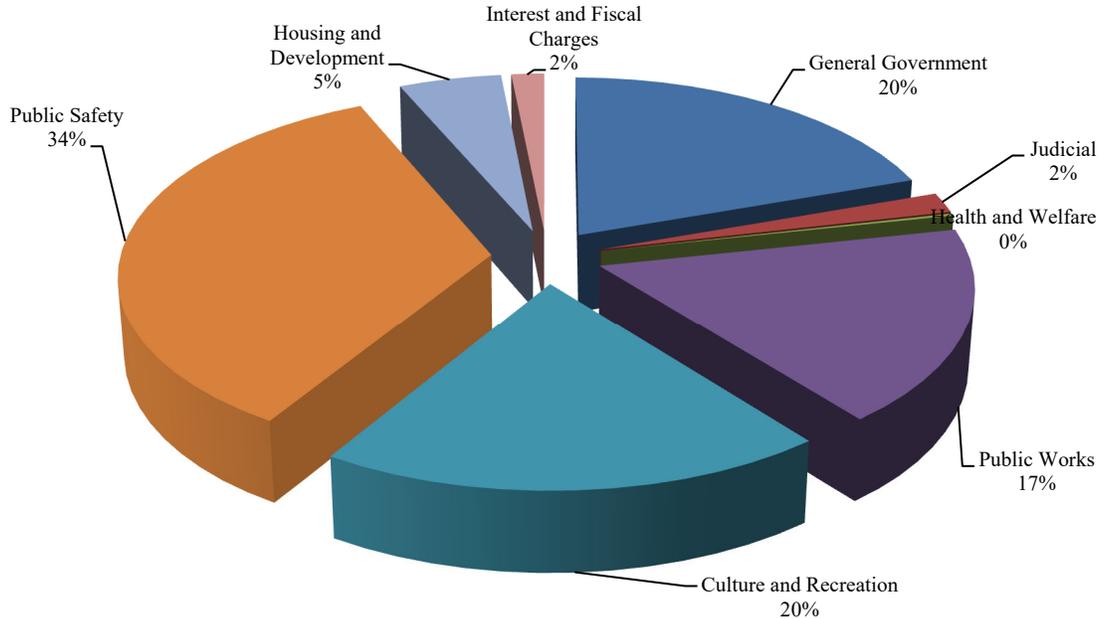
Revenues - Governmental Activities FY2021



Revenue Impacts:

- Taxes of \$13,418,291 provided 54% of governmental revenues of general operations. Property Taxes in the amount of \$8,643,072 represent 64% of taxes. The M&O millage was increased to 8.95 mills.
- Capital Grants and Contributions of \$5,809,965 provided 23% of governmental revenues of general operations and includes intergovernmental proceeds related Special Purpose Local Options Sales Tax and grants related to infrastructure.
- Charges for services of \$2,998,202 provides 12% of governmental revenues of general operations and includes municipal court fines of \$726,032 culture and recreation fees of \$881,704.
- The transfers from business-type activities in the amount of \$2,610,082 increased \$686,410 from prior year of 1,923,672.

Expenses - Governmental Activities - FY2021



Expense Impacts:

- Personnel expenses overall increased as a result of pay adjustments, additional employees and timing of filling positions.
- Public Safety expenses of \$8,702,416 account for 34% of governmental expenses. This is an increase of 5% from prior year as a result of increased personnel related costs.
- Public Works expenses of \$4,421,271 account for 18% of governmental expenses. The 7% decrease from prior year is the result of the timing of capital projects. Most of the public works projects are funded through SPLOST, capital grants and bond proceeds from FY2017 debt issuance for a downtown project.
- General government expenses of \$4,980,662 represent 20% of governmental expenses and increased 34% from prior year primarily due to increased personnel related costs and expenses related to the CARES Act grant proceeds.
- Culture and recreation expenses of \$4,947,540 increased 9% from prior year and represents 20% of governmental expenses. The change is primarily the result of the timing of capital projects.
- Interest and fiscal service charges on debt service decreased \$272,350 due to debt modification and refinancing costs in the prior fiscal year.
- Total expenses increased \$1,650,457 (approximately 7%) from the prior year.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Business-Type Activities

The City’s business-type activities include Acworth Power, Acworth Sanitation and an internal service fund (Customer Service). Net position for business-type activities increased \$2,115,869 before net transfers out of \$2,610,082.

Business Activities		
	FY 2021 Total Expenses	FY 2021 Net (Expense) Revenue and Change in Net Position
Electric	\$ 12,066,618	\$ 2,123,549
Sanitation	2,090,672	6,326
Total	\$ 14,157,290	\$ 2,129,875

Program revenues for business-type activities for fiscal year 2021 were \$16,287,165; an increase of \$911,779 from prior year as the result of rate adjustments for both electric and sanitation services during the fiscal year.

Financial Analysis of the City’s Funds

Governmental Funds. The focus of the City of Acworth’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. General governmental functions are contained in the general, special revenue, capital projects and debt service funds. 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.

Financial Analysis of the City's Major Governmental Funds						
Fund	Fund Balances 06/30/2020	Revenues / Sources	Expenditures / Uses	Revenues/Sources or (Under) Expenditures/Uses	Fund Balances 06/30/2021	
General Fund	\$ 8,028,434	\$ 18,526,770	\$ 18,439,741	\$ 87,029	\$ 8,115,463	
SPLOST	4,185,644	5,374,141	3,331,177	2,042,964	6,228,608	

As of June 30, 2021, the City’s governmental funds reported combined ending fund balances of \$17,731,951, an increase of \$3,645,522 in comparison with the prior year. The General Fund had an increase in fund balance of \$87,029. The SPLOST Fund is a major fund and had an increase in fund balance of \$2,042,964 as a result of the timing of capital projects beginning in comparison of receipt of SPLOST revenues. Other non-major Governmental Funds had a net increase of \$1,515,529 for a total fund balance of \$3,387,880; the majority of which is in the Capital Improvement Fund.

The nonspendable portion of fund balance includes amounts restricted for prepaid insurance and prepaid expenditures. The restricted and committed portions of fund balance represent amounts restricted for seized assets held by the police department, capital projects and proceeds from the sale of the water and sewer system that cannot be spent without voter approval. Assignments of fund balance may be done by the city manager for future projects.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

General Fund

At June 30, 2021, Acworth’s total fund balance for General Fund was \$8,115,463 and consisted of the following:

- Nonspendable – \$281,917 for prepaid insurance and \$80,037 for other prepaids for future services
- Restricted – \$4,117 for Public Safety, \$1,675 for Culture and Recreation, \$2,707 for Public Works; and \$3,000,000 for voter appropriation.
- Committed – \$107 for Public Works, \$920 for General Government, \$8,812 for Culture and Recreation, and \$60 for Housing and Development.
- Assigned – \$7,208 for Housing and Development, \$17,476 for Public Safety, and \$75,801 for Culture and Recreation.
- Unassigned – \$4,634,626 which is an increase of \$15,085 from prior year

Total Fund balance for the General fund increased \$87,029 from prior year.

As a measure of the General Fund’s liquidity, it may be helpful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 29% of the total fiscal year 2021 expenditures before transfers, while total fund balance is 51% of the same amount.

General Fund - Revenues by Source							
	FY2021		FY2020		Increase/(Decrease)		% of Change
	Amount	% of Total	Amount	% of Total	Amount		
Taxes	\$ 13,383,159	83%	\$ 11,220,009	81%	\$ 2,163,150		19%
License & Permits	348,357	2%	457,732	3%	(109,375)		-24%
Intergovernmental	94,541	1%	62,351	1%	32,190		52%
Charges for Services	1,316,046	8%	965,744	7%	350,302		36%
Fines & Forfeitures	726,032	5%	892,583	6%	(166,551)		-19%
Investment Earnings	58,105	0%	126,343	1%	(68,238)		-54%
Contributions & Donations	36,391	0%	47,091	0%	(10,700)		-23%
Other	103,917	1%	165,864	1%	(61,947)		-37%
Total	\$ 16,066,548	100%	\$ 13,937,717	100%	\$ 2,128,831		15%

The following provides an explanation of revenues by source changes from FY2020 to FY2021:

- **Taxes.** Property taxes are the most significant revenue source during the year at \$8,671,129 and represent 65% of tax revenues. The taxable digest increased 7.56% and the millage rate was adjusted from 7.60 mills to 8.95 mills during the fiscal year. Insurance Premium Taxes increased 5.59% to \$1,645,662. Alcohol Taxes increased 12.54% to \$600,634. Real Estate Intangible Taxes also increased 23.99% or \$35,503.
- **Licenses and permits.** License and permits saw a decrease of \$109,375 (24%). Building permits make up the bulk of the decrease at \$89,784 lower than prior year due to the timing of permits that were delayed due to the pandemic. Licenses and permits represent 2% of the total General Fund revenues before transfers.
- **Intergovernmental.** Intergovernmental revenue increased 52% to \$94,541; the increase is related to the increase in payments in lieu of taxes for the Acworth Housing Authority.
- **Charges for service.** Charges for services increased 36% to \$1,316,046. Culture and recreation related fees account for the bulk of the revenue and saw an increase in parking fees at the parks due to a change in the parking fee structure. Street Light Assessments were new in FY21 and generated revenue of \$187,248 used to offset costs paid for city-wide street lighting.
- **Fines and forfeitures.** Fines and forfeitures represent 5% of total General Fund revenues and decreased 19% to \$726,032. Decreased traffic violations attribute to the change from the prior year.
- **Investment earnings.** Investment earnings decreased 54% from the prior year due to the decline in interest rates.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

- **Contributions and donations.** Contributions and donations decreased 23% to \$36,391; donations are used to fund programs such as Acworth Achievers and Expanding Horizons and decreased due to the reduction in program activities during the fiscal year.
- **Other.** Other revenue decreased 37% to \$103,917. The decrease is attributed predominantly to reimbursements in the prior year for damaged property.

General Fund - Expenditures by Function						
	FY2021		FY2020		Increase/(Decrease)	
	Amount	% of Total	Amount	% of Total	Amount	% of Change
General Government	\$ 3,284,269	20%	\$ 2,934,492	20%	\$ 349,777	12%
Public Safety	6,528,035	41%	6,020,034	41%	508,001	8%
Public Works	1,325,912	8%	1,105,188	7%	220,724	20%
Health & welfare	-	0%	651	0%	(651)	-100%
Housing & Development	1,140,082	7%	1,021,830	7%	118,252	12%
Judicial	415,534	3%	413,919	3%	1,615	0%
Culture & recreation	3,013,589	19%	2,945,811	20%	67,778	2%
Debt Service	331,830	2%	376,320	2%	(44,490)	-12%
Total	\$ 16,039,251	100%	\$ 14,818,245	100%	\$ 1,221,006	8%

The following provides an explanation of expenditures by function changes from FY2020 to FY2021:

Overall, personnel costs increased approximately 7%. During the year, the effects of pay adjustments, personnel re-organization, and group insurance increases accounted for the bulk of the net change.

- **General government.** Increased \$349,777 or 12% from prior year. Personnel costs increased \$49,465 due to pay adjustments. Purchased service costs increased \$95,486 consisting primarily of increases in liability insurance, legal fees, and hardware and software maintenance agreements. Capital outlay costs increased \$200,437 due to carpet and roof replacements at City Hall.
- **Public Safety.** Public safety consists of the police department and the jail operations. FY2021 had an increase of \$508,001 or 8%. This increase was primarily attributed to Personnel costs which increased \$506,361 due to pay adjustments, timing of filling open positions, and group insurance costs.
- **Public Works.** Public works increased \$220,724 or 20%. Personnel cost increased by \$99,167 due to pay adjustments and the addition of an Assistant Director of Public Works. \$112,872 was paid to Acworth Power for the cost of street lighting due to the creation of the street light assessment in FY2021.
- **Housing and Development.** Housing and development increased \$118,252 or 12%. Personnel cost increased by \$70,648 due to personnel re-organization and additions. Capital outlay costs increased \$23,384 due to the purchase of a vehicle for the new Code Compliance Officer.
- **Judicial.** Municipal court operations stayed relatively flat with an increase of \$1,615 or .39%.
- **Culture and Recreation.** Culture and recreation increased \$67,778 or 2%. Operating supplies increased \$14,697 due to the return to normal operations after the pandemic. Capital outlay increased \$44,238 due to a vehicle and equipment purchased in FY2021.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

SPLOST

At June 30, 2021, SPLOST fund balance was \$6,228,608. SPLOST proceeds are received monthly and the levy will continue through December 2021. SPLOST receipts totaling \$5,372,011 were received during the year. Infrastructure improvements including miscellaneous paving, sidewalks and stormwater continue throughout the City.

ARPA GRANT

The city entered into an agreement to receive funding through the American Rescue Plan Act (ARPA). One half of the City's allocation totaling \$4,260,535 was received subsequent to year end. These funds are required to be spent by December 31, 2026.

Non Major Governmental Funds

The remaining non major funds of the City are as follows:

Special revenue funds

- **Hotel Motel Tax Fund** – Levied at a rate of 8%. Taxes received were \$289,380; a decrease of \$6,634 or 2%.
- **Recreational Impact Fee Fund** – Assessed at \$500 per residential dwelling for recreational purposes. Fees received were \$3,000. Fund Balance is \$52,523 at June 30, 2021.
- **Confiscated Asset Fund** – Total revenues of \$33,065 are related to the seizure of property associated with illegal substances or activities. Fund balance is \$684,896 at June 30, 2021.
- **Soil Erosion Fees Fund** – Fees received in FY2021 were \$1,843. Fund balance is \$14,048 at June 30, 2021.
- **Acworth Lake Authority** – Fund Balance at June 30, 2021 is \$14,798. The Authority is blended with the primary government based upon the debt relationship concerning recreational facilities.
- **Acworth Downtown Development Authority** – Fund Balance at June 30, 2021 is \$62,970. The Authority is blended with the primary government based on the debt relationship. Debt service payments are made by the primary government.
- **Emergency Telephone System Fund** – Total revenues of \$495,847 account for the receipt of prepaid wireless 911 fees and non-prepaid wireless 911 fees from the Georgia Department of Revenue.
- **Cares Act Grant Fund** – Total revenues of \$1,185,309 account for the receipt of funds from Cobb County that were spent to provide operational and community assistance with the COVID-19 public health emergency.

Capital Improvement

At June 30, 2021, the fund balance was \$2,558,645. Nonspendable Fund Balance is related to prepaid services. Restricted Fund Balance of \$219,430 relates to proceeds from debt issuance in FY2017 for the Downtown Project. Committed Fund Balance of \$318,144 relates to open purchase orders for current projects. Assigned Fund Balance of \$1,972,823 includes funds assigned for future projects and purchases. Transfers in from the general fund during FY2021 are to provide funding for capital projects that are needed city-wide and include downtown parking improvements, technology and security upgrades, and cemetery improvements. During FY2021, CDBG funding of \$315,984 was received for site improvements and a health and welfare program.

Debt Service Fund

The Debt Service Fund consists of the debt associated with the City's Tax Allocation District. Other debts of the City are presented within the corresponding funds. Debt outstanding for the Tax Allocation District as of June 30, 2021 is \$2,400,000 and will be paid off in December 2025. The debt is repaid by the tax increment within the district.

Proprietary Funds Overview. The City's proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The City operates two enterprise funds and two internal service funds. The change in net position of the proprietary funds for FY2021 was \$(492,708).

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Acworth Power provides electrical service to over 6,700 residential and commercial customers. Operating revenues of Acworth Power increased 6% from the prior year due to rate adjustments in January 2021. Personal services decreased 27% due to Pension and OPEB adjustments in FY2020. Operating expenses increased 2% in fiscal year 2021 mostly due to the increase in wholesale power costs. Therefore, the operating income saw an increase of \$528,615. Kilowatt hours sold decreased less than 1% to 98,904,144. Wholesale power costs increased \$930,171. As a participant of MEAG, the City incurs costs related to the Vogtle Construction Project which are part of the wholesale power costs. Investment earnings decreased \$212,874 due to changes in market conditions. Transfers out increased \$686,410. Net position for Acworth Power decreased \$279,502 to \$15,243,055.

Acworth Sanitation provides solid waste sanitation services to over 7,000 residential and commercial customers, collecting over 9,500 tons of refuse. Sanitation rates were adjusted during the year. Operating revenues increased \$81,710 from prior year while personal expenses increased \$518,790. Pension and OPEB adjustments during FY2021 accounted for most of this increase. Net position for Acworth Sanitation decreased \$213,206 to a negative \$689,989.

Enterprise Net Operating Income (Loss)		
Non-Operating Revenues (Expenses)		
and Transfers In (Out)		
	Fiscal Year	
	2021	2020
Operating Income (Loss):		
Acworth Power	\$ 1,963,762	\$ 1,435,147
Acworth Sanitation	14,087	499,425
Total	<u>1,977,849</u>	<u>1,934,572</u>
Non-Operating Revenues (Expenses)	<u>(24,345)</u>	<u>189,307</u>
Contributed Capital	<u>34,900</u>	<u>17,752</u>
Income (Loss) Before Transfers	<u>1,988,404</u>	<u>2,141,631</u>
Transfers In (Out)	<u>(2,481,112)</u>	<u>(1,794,702)</u>
Change in Net Position	<u>\$ (492,708)</u>	<u>\$ 346,929</u>

Internal service funds are utilized for two operations within the City. The Customer Service fund provides customer service support for customers of Acworth Power and Acworth Sanitation as well as occupational tax certificate holders and administration of property tax collections. The Customer Service Fund had a change in net position of \$(1,505) for an ending net position of \$71,536.

The City’s workers compensation and employee medical insurance programs are combined in an internal service fund. These funds are presented in the Proprietary Fund financial statements. Health insurance costs increased in FY2021 as the City saw an overall increase of 2%. Costs were allocated to the related funds. Additional information on the insurance is contained in Note 15 in the notes to the financial statements.

MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

General Fund Budgetary Highlights

The City’s budget is prepared in accordance with the laws of the State of Georgia and the Code of Ordinances of the City of Acworth. The City adopts the fiscal budget during June of the preceding fiscal year. A detailed budgetary comparison schedule for the fiscal year ended June 30, 2021 can be found in Required Supplementary Information.

During June 2020, the City adopted a General Fund budget of \$16,721,595 for General Fund expenditures (excluding transfers out) for FY2021. At the end of the fiscal year, the final actual expenditures were \$16,039,251 (excluding transfers out) which was a decrease of \$682,344 from the original adopted budget. The final amended budget expenditures were adjusted to actual expenditures of \$16,039,251 (excluding transfers). The difference between the original budget and the final amended budget is an overall decrease of \$682,344.

Primary Reasons for the differences between original budget and actual results in the General Fund include:

Revenues:

- Taxes were 9% more than final projections mostly due to an increase in Title Ad Valorem Taxes received.
- Fines and Forfeitures were 19% lower than original projections.

Expenditures:

- As with most private and public sector employers, Acworth is experiencing difficulties in hiring and replacing talent. The 4% difference between original budget and actual expenditure results is largely due to turnover and inability to fill vacancies city-wide.

Capital Assets and Debt Administration

Capital Assets. The City of Acworth’s investment in capital assets for its governmental and business-type activities as of June 30, 2021, amounts to \$65,101,643 and \$5,943,543 respectively. These are net of accumulated depreciation and related debt. This investment includes land, buildings, vehicles and equipment as well as infrastructure.

2021 Capital Assets (Net of Depreciation)						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Construction in Progress	\$ 415,262	\$ 930,725	\$ -	\$ 20,711	\$ 415,262	\$ 951,436
Land	7,089,583	7,078,249	202,408	202,408	7,291,991	7,280,657
Buildings and Improvements	19,182,716	19,835,240	15,945	19,718	19,198,661	19,854,958
Electrical System	-	-	4,860,561	5,130,313	4,860,561	5,130,313
Improvements other than buildings	7,883,644	7,843,902	22,430	28,642	7,906,074	7,872,544
Intangible Assets	38,160	55,396	-	-	38,160	55,396
Vehicles and Equipment	2,793,139	2,637,308	842,199	742,754	3,635,338	3,380,062
Infrastructure	27,699,139	27,538,481	-	-	27,699,139	27,538,481
Total	\$ 65,101,643	\$ 65,919,301	\$ 5,943,543	\$ 6,144,546	\$ 71,045,186	\$ 72,063,847

Major capital assets additions during the current fiscal year included the following:

Governmental activities:

- Infrastructure – \$1,219,236 in miscellaneous paving.
- Buildings – School Street compactor enclosure - \$247,900.
- Public Safety Vehicles and Equipment - \$534,714.
- Building Maintenance Vehicles - \$46,804.
- Improvements other than buildings – Doyle Hill Park Site Improvements \$219,737; Jail Renovations \$157,649; Carpet and roof replacement at City Hall \$197,053.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

Business-type activities:

- Electrical Infrastructure - \$154,028.
- Power Vehicles and Equipment - \$395,990.

The City intends to capitalize infrastructure assets and depreciate them over the estimated useful life. Additional information on the City's capital assets can be found in Note 7 of this report.

Long-term Debt

At the end of the 2021 fiscal year, the City had \$16,839,780 in outstanding long-term debt. This is a decrease of \$2,286,838 compared to the prior year. State Statute limits the amount of general obligation debt a government entity may issue to 10% of the total tax digest. The current debt limitation for the City is \$96,949,239 which is in excess of the City's outstanding general obligation debt.

Debt outstanding at June 30, 2021 is as follows:

- Tax Allocation District Bonds - \$2,400,000
- Acworth Downtown Development Authority – City Hall / Sports Complex - \$726,000
- Acworth Downtown Development Authority – Revenue Bonds - \$4,420,000
- Acworth Downtown Development Authority – Series 2017 Bonds - \$6,550,000
- Installment Sales Agreement through Georgia Municipal Association - \$2,299,463
- Capital Leases – Vehicles and equipment - \$319,317
- IGA Cobb County – Joint Project - \$125,000

More detailed information about the City's long-term liabilities is included in Note 8 to the financial statements.

Economic Factors Affecting the City of Acworth

The Mayor and Board of Aldermen considered many factors when adopting the fiscal year ending June 30, 2022 budget. These factors have a significant effect on the City's financial position or results of operations. Key assumptions are as follows:

- Budget adopted for the General Fund estimates expenditures in the amount of \$18,677,739. The expected unassigned fund balance for the General Fund at the end of the FY2022 to remain relatively unchanged at \$4.6 million.
- Transfers out for debt service was budgeted at \$733,007.
- The millage rate is adopted in July of each year for the operations and maintenance in General Fund. The millage rate for fiscal year 2021 was adjusted to 8.95. The adopted budget for FY 2022 has the millage rate remaining at 8.95.
- The 2020 taxable digest was \$855,443,148, which was 7.6% higher than the prior year. The budget is adopted in June and the approved digest is received shortly thereafter. The 2021 approved taxable digest increased just over 5.7%. Property taxes are a primary revenue stream and subject to changes based on reassessments and development.
- The 2021 population is estimated at 22,625 from the preliminary results of the 2020 census. This is an increase of approximately 11% from the 2010 census of 20,425.
- SPLOST (2016) projects include parks and recreation facilities, public works infrastructure, and public safety needs. The renewal SPLOST (2022) will commence in FY2022 on January 1, 2022.
- As a MEAG participant, Acworth Power is part of the Plant Vogtle project expansion to be completed in the next few years. Acworth power has deferred funds for the City's portion related to the expansion for future use.
- Debt service payments for debt issued through the Acworth Downtown Development Authority via intergovernmental agreements between the City and the Acworth Downtown Development Authority are made via transfers from the General and Power Funds for the following:
 - CableNET Project - Mature July 2028; interest rate of 2.10% - 06/30/2021 balance \$4,420,000.
 - Acworth City Hall/Sports Complex - Mature April 2023; interest rate of 1.74% - 06/30/2021 balance \$726,000.
 - City of Acworth Street Project - Mature July 2031; interest rate 2.25% - 06/30/2021 balance \$6,550,000.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

June 30, 2021

City of Acworth, Georgia

- Debt service payments in the General Fund are related to the Court/Jail Services renovation/addition and mature 01/07/2029 with an interest rate of 2.39% - 06/30/2021 balance \$2,299,463.
- Debt service payments related to the Tax Allocation District Bonds are made from the tax increment within the district and mature 12/1/2025 with an interest rate of 2.54% - 06/30/2021 balance \$2,400,000.

Given the economic times facing everyone, the City continues to take steps to reduce expenditures and control operational costs. By doing so, the City has maintained a positive fund balance.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances, comply with finance related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Acworth City Hall at 4415 Center Street, Acworth, Georgia 30101.

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BASIC FINANCIAL STATEMENTS

CITY OF ACWORTH, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Acworth Tourism Bureau Authority
Assets:				
Cash and cash equivalents	\$ 6,194,135	\$ 6,169,967	\$ 12,364,102	\$ -
Investments	807,657	5,445,680	6,253,337	-
Receivables, net	93,906	1,988,009	2,081,915	-
Due from other governments	5,287,708	-	5,287,708	29,396
Due from primary government	-	-	-	89,613
Internal balances	996,121	(996,121)	-	-
Inventories	-	774,565	774,565	-
Prepaid items	734,244	37,556	771,800	1,667
Restricted assets	10,044,524	10,250,088	20,294,612	-
Capital assets, non depreciated	7,504,845	202,408	7,707,253	-
Capital assets, depreciated, net	57,596,798	5,741,135	63,337,933	-
Total assets	89,259,938	29,613,287	118,873,225	120,676
Deferred outflows of resources:				
Related to OPEB	5,445,104	2,013,943	7,459,047	-
Related to pensions	1,608,522	411,594	2,020,116	-
Total deferred outflows of resources	7,053,626	2,425,537	9,479,163	-
Liabilities:				
Accounts payable and other current liabilities	1,017,697	682,503	1,700,200	21
Due to component unit	89,613	-	89,613	-
Due to other governments	84,133	-	84,133	-
Customer deposits	-	1,303,925	1,303,925	-
Unearned revenue	4,856,133	-	4,856,133	-
Noncurrent liabilities:				
Due within one year:				
Long-term obligations	2,522,355	208,274	2,730,629	-
Due in more than one year:				
Net pension liability	4,497,919	1,150,941	5,648,860	-
Total OPEB liability	18,799,829	6,953,361	25,753,190	-
Long-term obligations	14,666,777	143,936	14,810,713	-
Total liabilities	46,534,456	10,442,940	56,977,396	21
Deferred inflows of resources:				
Deferred regulatory credits	-	6,482,162	6,482,162	-
Related to OPEB	1,126,422	416,621	1,543,043	-
Related to pensions	115,249	29,490	144,739	-
Total deferred inflows of resources	1,241,671	6,928,273	8,169,944	-
Net position:				
Net investment in capital assets	55,060,730	5,700,036	60,760,766	-
Restricted for:				
Capital projects	750,882	-	750,882	-
Public works	5,339,163	-	5,339,163	-
Culture and recreation	738,725	-	738,725	120,655
Public safety	910,686	-	910,686	-
Voter appropriation	3,000,000	-	3,000,000	-
Unrestricted	(17,262,749)	8,967,575	(8,295,174)	-
Total net position	\$ 48,537,437	\$ 14,667,611	\$ 63,205,048	\$ 120,655

See accompanying notes to financial statements.

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

See accompanying notes to financial statements.

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position			Component Unit Acworth Tourism Bureau Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary Government								
Governmental activities:								
General government	\$ 4,980,662	\$ 308,634	\$ 1,185,309	\$ -	\$ (3,486,719)	\$ -	\$ (3,486,719)	
Public safety	8,702,416	606,016	56,994	442,956	(7,596,450)	-	(7,596,450)	
Public works	4,421,274	239,191	-	2,862,796	(1,319,287)	-	(1,319,287)	
Health and welfare	61,601	-	-	-	(61,601)	-	(61,601)	
Housing and development	1,269,259	236,625	-	-	(1,032,634)	-	(1,032,634)	
Judicial	442,904	726,032	-	-	283,128	-	283,128	
Culture and recreation	4,947,540	881,704	48,376	2,504,213	(1,513,247)	-	(1,513,247)	
Interest & fiscal charges on long-term debt	402,891	-	-	-	(402,891)	-	(402,891)	
Total governmental activities	25,228,547	2,998,202	1,290,679	5,809,965	(15,129,701)	-	(15,129,701)	
Business-type activities:								
Electric	12,066,618	14,155,267	-	34,900	-	2,123,549	2,123,549	
Sanitation	2,090,672	2,096,998	-	-	-	6,326	6,326	
Total business-type activities	14,157,290	16,252,265	-	34,900	-	2,129,875	2,129,875	
Total Primary Government	\$ 39,385,837	\$ 19,250,467	\$ 1,290,679	\$ 5,844,865	(15,129,701)	2,129,875	(12,999,826)	
Component Unit	\$ 75,131	\$ -	\$ 75,990	\$ -				\$ 859
General Revenues:								
Property taxes					8,643,072	-	8,643,072	-
Insurance premium tax					1,645,662	-	1,645,662	-
Alcohol taxes					600,807	-	600,807	-
Hotel/motel tax					289,380	-	289,380	-
Franchise taxes					1,507,122	-	1,507,122	-
Financial institution tax					38,277	-	38,277	-
Business taxes					693,971	-	693,971	-
Contributions not restricted to a specific program					647,299	-	647,299	-
Operating grants not restricted to a specific program					507,710	-	507,710	-
Gain on sale of capital assets					294,728	-	294,728	-
Unrestricted investment earnings					59,567	(14,031)	45,536	-
Miscellaneous					-	25	25	-
Transfers					2,610,082	(2,610,082)	-	-
Total general revenues and transfers					17,537,677	(2,624,088)	14,913,589	-
Change in net position					2,407,976	(494,213)	1,913,763	859
Net position - beginning					46,129,461	15,161,824	61,291,285	119,796
Net position - ending					\$ 48,537,437	\$ 14,667,611	\$ 63,205,048	\$ 120,655

CITY OF ACWORTH, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021

	General Fund	ARPA Grant	SPLOST	Non-Major Governmental Funds	Total Governmental Funds
Assets:					
Cash and cash equivalents	\$ 6,149,428	\$ -	\$ -	\$ 44,707	\$ 6,194,135
Investments	797,976	-	-	9,681	807,657
Receivables, net	93,906	-	-	-	93,906
Due from other governments	23,958	4,260,535	886,549	116,666	5,287,708
Due from other funds	1,113,997	-	-	2,317,000	3,430,997
Prepaid items	361,954	-	-	48,248	410,202
Restricted assets	3,221,224	-	5,840,621	982,679	10,044,524
Total assets	\$ 11,762,443	\$ 4,260,535	\$ 6,727,170	\$ 3,518,981	\$ 26,269,129
Liabilities:					
Accounts payable	\$ 262,602	\$ -	\$ 421,909	\$ 20,381	\$ 704,892
Retainage payable	-	-	76,653	-	76,653
Accrued liabilities	90,489	-	-	-	90,489
Due to other governments	-	-	-	84,133	84,133
Due to other funds	2,572,253	-	-	13,700	2,585,953
Due to component unit	89,613	-	-	-	89,613
Unearned revenue	582,711	4,260,535	-	12,887	4,856,133
Total liabilities	3,597,668	4,260,535	498,562	131,101	8,487,866
Deferred inflows of resources:					
Unavailable revenue	49,312	-	-	-	49,312
Fund balances:					
Nonspendable	361,954	-	-	48,248	410,202
Restricted	3,008,499	-	6,228,608	970,897	10,208,004
Committed	9,899	-	-	329,419	339,318
Assigned	100,485	-	-	2,039,316	2,139,801
Unassigned	4,634,626	-	-	-	4,634,626
Total fund balances	8,115,463	-	6,228,608	3,387,880	17,731,951
Total liabilities, deferred inflows of resources, and fund balances	\$ 11,762,443	\$ 4,260,535	\$ 6,727,170	\$ 3,518,981	

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

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	65,101,643
Property tax revenue earned but unavailable is not reported in the funds.	49,312
Deferred outflows of resources are not an available resource and, therefore, are not reported in the funds.	
Related to pensions	1,608,522
Related to OPEB	5,445,104
The Insurance Internal Service Fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund and a payable from the business-type activities are included in governmental activities in the statement of net position.	329,456
Long-term liabilities and deferred inflows of resources are not due and payable in the current period and therefore are not reported in the funds:	
Unmatured bonds, leases, and contracts	(16,597,136)
Deferred inflows of resources related to pensions	(115,249)
Deferred inflows of resources related to OPEB	(1,126,422)
Accrued compensated absences and early termination benefits	(591,996)
Total OPEB liability	(18,799,829)
Net pension liability	(4,497,919)
Net position of governmental activities	\$ 48,537,437

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

	General Fund	ARPA Grant	SPLOST	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 13,383,159	\$ -	\$ -	\$ 475,302	\$ 13,858,461
Licenses and permits	348,357	-	-	-	348,357
Intergovernmental	94,541	-	5,372,011	2,148,592	7,615,144
Charges for services	1,316,046	-	-	502,490	1,818,536
Fines and forfeitures	726,032	-	-	31,903	757,935
Investment earnings	58,105	-	2,130	1,462	61,697
Contributions and donations	36,391	-	-	-	36,391
Other	103,917	-	-	1,460	105,377
Total revenues	16,066,548	-	5,374,141	3,161,209	24,601,898
Expenditures:					
Current:					
General government	3,284,269	-	-	973,272	4,257,541
Public safety	6,528,035	-	-	646,977	7,175,012
Public works	1,325,912	-	-	45	1,325,957
Health and welfare	-	-	-	61,601	61,601
Housing and development	1,140,082	-	-	21,244	1,161,326
Judicial	415,534	-	-	-	415,534
Culture and recreation	3,013,589	-	-	265,119	3,278,708
Capital outlay	-	-	3,042,177	879,097	3,921,274
Debt service	331,830	-	289,000	1,894,808	2,515,638
Total expenditures	16,039,251	-	3,331,177	4,742,163	24,112,591
Excess (deficiency) of revenues over (under) expenditures	27,297	-	2,042,964	(1,580,954)	489,307
Other financing sources (uses):					
Transfers in	2,446,857	-	-	3,075,280	5,522,137
Transfers out	(2,400,490)	-	-	(511,565)	(2,912,055)
Sale of capital assets	13,365	-	-	532,768	546,133
Total other financing sources (uses)	59,732	-	-	3,096,483	3,156,215
Net change in fund balance	87,029	-	2,042,964	1,515,529	3,645,522
Fund balance - beginning	8,028,434	-	4,185,644	1,872,351	14,086,429
Fund balance - ending	\$ 8,115,463	\$ -	\$ 6,228,608	\$ 3,387,880	\$ 17,731,951

See accompanying notes to financial statements.

CITY OF ACWORTH, 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

Net change in fund balances - total governmental funds		\$ 3,645,522
Amounts reported for governmental activities in the statement of activities are different because:		
Some revenues in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.		
Capital contributions		119,840
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. When assets are sold or retired, the difference between the sales proceeds, if any, and the net book value of the assets is reported in the statement of activities as a gain or loss.		
Depreciation expense	(4,791,008)	
Capital outlay	4,104,915	
Loss on disposal of assets	<u>(251,405)</u>	(937,498)
The issuance of long-term debt provides current financial resources and the repayment of principal on long-term debt consumes current financial resources in the governmental funds.		
Principal payments on debt		2,112,747
The net effect of revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		9,975
The Insurance Internal Service Fund is used by management to charge the cost of insurance to individual funds.		
		35,873
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Net pension liability and changes in related deferred inflows/outflows of resources	(444,014)	
Total OPEB liability and changes in related deferred inflows/outflows of resources	(1,888,564)	
Accrued compensated absences and early termination benefits	<u>(245,905)</u>	<u>(2,578,483)</u>
Change in net position of governmental activities		<u><u>\$ 2,407,976</u></u>

See accompanying notes to financial statements.

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

	Enterprise Funds			Internal Service Funds
	Major			
	Electrical Power	Sanitation	Totals	
Assets:				
Current assets:				
Cash	\$ 4,890,461	\$ 1,131,140	\$ 6,021,601	\$ 148,366
Investments	5,445,680	-	5,445,680	-
Receivables, net				
Utility accounts	1,821,701	166,109	1,987,810	-
Other	-	-	-	199
Due from other funds	46,250	320,937	367,187	284,980
Inventory	774,565	-	774,565	-
Prepaid items	33,888	-	33,888	327,710
Restricted assets:				
Cash	1,269,734	-	1,269,734	-
Investments	8,980,354	-	8,980,354	-
Total current assets	<u>23,262,633</u>	<u>1,618,186</u>	<u>24,880,819</u>	<u>761,255</u>
Noncurrent assets:				
Property, plant and equipment, net	5,487,863	454,817	5,942,680	863
Total assets	<u>28,750,496</u>	<u>2,073,003</u>	<u>30,823,499</u>	<u>762,118</u>
Deferred outflows of resources:				
Related to pensions	236,173	99,655	335,828	75,766
Related to OPEB	1,268,038	745,905	2,013,943	-
Total deferred outflows of resources	<u>1,504,211</u>	<u>845,560</u>	<u>2,349,771</u>	<u>75,766</u>
Liabilities:				
Current liabilities:				
Accounts and claims payable	620,491	32,283	652,774	152,851
Accrued liabilities	11,313	6,775	18,088	4,453
Accrued compensated absences	52,205	20,019	72,224	15,429
Due to other funds	1,471,864	25,347	1,497,211	-
Capital lease obligations	41,811	78,810	120,621	-
Customer deposits	993,973	309,952	1,303,925	-
Total current liabilities	<u>3,191,657</u>	<u>473,186</u>	<u>3,664,843</u>	<u>172,733</u>
Long-term liabilities (net of current portion):				
Accrued compensated absences	13,051	5,005	18,056	3,857
Total OPEB liability	4,378,042	2,575,319	6,953,361	-
Net pension liability	660,411	278,666	939,077	211,864
Capital lease obligations	7,091	114,932	122,023	-
Total long-term liabilities	<u>5,058,595</u>	<u>2,973,922</u>	<u>8,032,517</u>	<u>215,721</u>
Total liabilities	<u>8,250,252</u>	<u>3,447,108</u>	<u>11,697,360</u>	<u>388,454</u>
Deferred inflows of resources:				
Deferred regulatory credits	6,482,162	-	6,482,162	-
Related to pensions	16,921	7,140	24,061	5,429
Related to OPEB	262,317	154,304	416,621	-
Total deferred inflows of resources	<u>6,761,400</u>	<u>161,444</u>	<u>6,922,844</u>	<u>5,429</u>
Net Position:				
Net investment in capital assets	5,438,961	261,075	5,700,036	863
Unrestricted	9,804,094	(951,064)	8,853,030	443,138
Total net position	<u>\$ 15,243,055</u>	<u>\$ (689,989)</u>	<u>14,553,066</u>	<u>\$ 444,001</u>
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds			<u>114,545</u>	
Net position of business-type activities			<u>\$ 14,667,611</u>	

See accompanying notes to financial statements.

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

	Enterprise Funds			Internal Service Funds
	Major		Totals	
	Electrical Power	Sanitation		
Operating revenues:				
Charges for services	\$ 13,741,377	\$ 2,096,998	\$ 15,838,375	\$ 4,463,837
Other	413,890	-	413,890	33,468
Total operating revenues	<u>14,155,267</u>	<u>2,096,998</u>	<u>16,252,265</u>	<u>4,497,305</u>
Operating expenses:				
Personal services	1,788,806	1,069,295	2,858,101	583,475
Operating	9,795,475	877,721	10,673,196	3,749,442
Depreciation	607,224	135,895	743,119	1,050
Total operating expenses	<u>12,191,505</u>	<u>2,082,911</u>	<u>14,274,416</u>	<u>4,333,967</u>
Operating income	<u>1,963,762</u>	<u>14,087</u>	<u>1,977,849</u>	<u>163,338</u>
Nonoperating revenues (expenses):				
Investment earnings	(14,031)	-	(14,031)	-
Interest expense	(2,578)	(7,761)	(10,339)	-
Miscellaneous	-	25	25	-
Total nonoperating revenues (expenses)	<u>(16,609)</u>	<u>(7,736)</u>	<u>(24,345)</u>	<u>-</u>
Income before contributions and transfers	<u>1,947,153</u>	<u>6,351</u>	<u>1,953,504</u>	<u>163,338</u>
Capital contributions	<u>34,900</u>	<u>-</u>	<u>34,900</u>	<u>-</u>
Transfers out	<u>(2,261,555)</u>	<u>(219,557)</u>	<u>(2,481,112)</u>	<u>(128,970)</u>
Increase (decrease) in net position	<u>(279,502)</u>	<u>(213,206)</u>	<u>(492,708)</u>	<u>34,368</u>
Net position at beginning of year	<u>15,522,557</u>	<u>(476,783)</u>		<u>409,633</u>
Net position at end of year	<u>\$ 15,243,055</u>	<u>\$ (689,989)</u>		<u>\$ 444,001</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			<u>(1,505)</u>	
Change in net position of business-type activities			<u>\$ (494,213)</u>	

See accompanying notes to financial statements.

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

	Enterprise Funds			Internal Service Funds
	Major		Totals	
	Electrical Power	Sanitation		
Cash flows from (to) operating activities:				
Cash received from contributions and services provided	\$ 13,994,591	\$ 2,094,992	\$ 16,089,583	\$ 4,489,531
Cash payments for goods and services	(8,257,023)	(918,513)	(9,175,536)	(104,441)
Cash payments for benefits and claims	-	-	-	(3,655,172)
Cash payments for employee services and fringe benefits	(1,567,327)	(726,892)	(2,294,219)	(561,816)
Net cash from (to) operating activities	4,170,241	449,587	4,619,828	168,102
Cash flows from (to) noncapital financing activities:				
Transfers out	(2,261,555)	(219,557)	(2,481,112)	(128,970)
Net cash from (to) noncapital financing activities	(2,261,555)	(219,557)	(2,481,112)	(128,970)
Cash flows from (to) capital and related financing activities:				
Contributed capital	34,900	-	34,900	-
Proceeds from sale of capital assets	-	25	25	-
Interest paid	(2,578)	(7,761)	(10,339)	-
Payments for capital acquisitions	(531,636)	(11,530)	(543,166)	-
Principal payments on long-term obligations	(83,573)	(90,518)	(174,091)	-
Net cash from (to) capital and related financing activities	(582,887)	(109,784)	(692,671)	-
Cash flows from (to) investing activities:				
(Purchases) proceeds from sale of investments	(2,708,026)	-	(2,708,026)	-
Net cash from (to) investing activities	(2,708,026)	-	(2,708,026)	-
Net increase (decrease) in cash	(1,382,227)	120,246	(1,261,981)	39,132
Cash at beginning of year (including \$1,241,213 in restricted cash)	7,542,422	1,010,894	8,553,316	109,234
Cash at end of year (including \$1,269,734 in restricted cash)	\$ 6,160,195	\$ 1,131,140	\$ 7,291,335	\$ 148,366

See accompanying notes to financial statements.
Continued on next page.

**CITY OF ACWORTH, GEORGIA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS (CONT'D)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Enterprise Funds			Internal Service Funds
	Major		Totals	
	Electrical Power	Sanitation		
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ 1,963,762	\$ 14,087	\$ 1,977,849	\$ 163,338
Adjustments to reconcile operating income to net cash to operating activities:				
Depreciation	607,224	135,895	743,119	1,050
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(176,908)	(11,209)	(188,117)	(95)
(Increase) decrease in due from other funds	186,794	(14,647)	172,147	(7,679)
(Increase) decrease in inventory	(35,762)	-	(35,762)	-
(Increase) decrease in prepaid items	(11,354)	-	(11,354)	18,000
(Increase) decrease in deferred outflows of resources	(133,497)	(152,289)	(285,786)	8,115
Increase (decrease) in accounts payable	(126,140)	5,847	(120,293)	(25,928)
Increase (decrease) in accrued liabilities	(2,788)	4,884	2,096	864
Increase (decrease) in due to other funds	1,086,536	(31,992)	1,054,544	(2,243)
Increase (decrease) in customer deposits	16,232	9,203	25,435	-
Increase (decrease) in total OPEB liability	408,503	525,829	934,332	-
Increase (decrease) in net pension liability	28,566	(12,605)	15,961	8,750
Increase (decrease) in deferred inflows of resources	359,073	(23,416)	335,657	3,930
Net cash from (to) operating activities	\$ 4,170,241	\$ 449,587	\$ 4,619,828	\$ 168,102

See accompanying notes to financial statements.
 Continued from previous page.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

The accounting methods and procedures adopted by the City of Acworth, Georgia (the City), conform to generally accepted accounting principles as applied to governmental entities. The following notes to the financial statements are an integral part of the City's Comprehensive Annual Financial Report.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City was created in 1860 and operates under an elected Mayor/Council (Board of Aldermen) form of government. The City's major operations include public safety, culture-recreation, regulation and control of the electrical power system, highways and streets, sanitation, public improvements, planning and zoning, and general administrative services.

The financial statements of the reporting entity include those of the City of Acworth (the primary government) and in accordance with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 61 "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34," the financial statements of its component units. The component units discussed below are included in the reporting entity because of the financial relationship with the City.

The fiscal year ended of the component units is June 30. The component units do not issue separate Component Unit Financial Statements. A brief description of the City's component units is as follows:

Blended Component Units

Acworth Downtown Development Authority: The Acworth Downtown Development Authority was created by the City of Acworth, pursuant to the resolution of the Georgia General Assembly on January 15, 1981. The purpose of the Authority is the redevelopment of the downtown Acworth district. The City Board of Aldermen appoint all members of the Authority and has provided a majority of the resources for current year expenditures of the Authority. Additionally, the debt of the entity is expected to be repaid with City resources.

Acworth Lake Authority: The Acworth Lake Authority was created by the City of Acworth, pursuant to the resolution of the Georgia General Assembly on February 19, 1951. The purpose of the Authority is to develop Lake Acworth shore and adjoining land areas as a public park, providing recreational facilities for citizens. The City Board of Aldermen appoint a majority of the members of the Authority and provided the resources for all of the expenditures of the Authority. Additionally, the debt of the entity is expected to be repaid with City resources.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Discretely Presented Component Unit

Acworth Tourism Bureau Authority: The Acworth Tourism Bureau Authority was created by the City of Acworth, pursuant to the resolution of the Georgia General Assembly. The purpose of the Authority is to promote tourism, conventions, and trade shows within the area.

The City Board of Aldermen appoint all members of the Authority and the City is able to impose its will on the Authority.

Related Organizations: The Acworth Housing Authority and the Special Needs Development Group are related organizations which have not been included in the reporting entity. The Authority, which is managed by the Marietta Housing Authority, provides low-income housing to eligible families in the City. The Development Group provides funding for special needs parks. The Authority's board consists of 5 members appointed by the City Board of Aldermen. The Development Group's board consists of 8 members of which 3 are appointed by the City. The City does not have the ability to impose its will or have a financial benefit or burden relationship with the organizations. The debts of the organizations are not secured by the City and deficits are not financed by the City. No budgetary or financial relationship exists between the City and the organizations.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from the legally separate *component units* for which the primary government is financially accountable. The City's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities.

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*.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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 *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the 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 within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers all revenues except intergovernmental revenue to be available if they are collected within 60 days of the end of the current fiscal period. Intergovernmental revenue is considered available if it is collected within 6 months after year end. 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 a payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

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

ARPA Grant Fund – The ARPA Grant Fund is used to account for the ARPA grant proceeds.

SPLOST Fund - The SPLOST fund is used to account for the proceeds of a 1 percent special purpose local option sales tax approved by voter referendum for various projects throughout the City.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

The City reports the following major proprietary funds:

Electrical Power Fund - The Electrical Power Fund accounts for the operations of the City's electric distribution services.

Sanitation Fund –The Sanitation Fund accounts for the City's solid waste sanitation services.

Additionally, the City reports the following fund types:

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

Capital Project Funds – Capital Project Funds are used to account for financial resources that are restricted for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Debt Service Fund – The Debt Service Fund is used to accumulate resources that are restricted, committed, or assigned for the principal and interest payments on long-term obligations of the governmental funds.

Internal Service Funds - The Internal Service Funds account for services performed by a central service department for other departments or agencies of the governmental unit. The City has a Customer Service Internal Service Fund which performs customer service functions relating to the Electrical Power Fund, Sanitation Fund, and General Fund. The City also has an Insurance Internal Service Fund which is used to charge the cost of workers' compensation and health insurance to the various City departments.

As a general rule, the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's electric, sanitation and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Budgets and Budgetary Accounting

Detailed information pertaining to the budget is included in the Required Supplementary Information section on pages 69, 70.

E. Cash and Investments

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. For the purpose of the statement of cash flows, cash and cash equivalents include restricted and unrestricted amounts in demand deposits.

Investments are stated at fair value. Statutes authorize the City to invest in U.S. Government obligations, U.S. Government agency obligations, State of Georgia obligations, obligations of other counties, municipal corporations and political subdivisions of the State of Georgia which are rated "AA" or better by Moody's Investors Service, Inc., non-negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association, repurchase agreements when collateralized by U.S. Government or agency obligations, and pooled investment programs sponsored by the State of Georgia for the investment of local government funds.

The City's investments include Georgia Fund 1. Georgia Fund 1 is managed by the Office of State Treasurer. The entire portfolio, including the City's pro-rata portion, consists of collateralized certificates of deposit and government or governmental agency securities owned outright and under agreement to resell. The reported value of Georgia Fund 1 is the same as the fair value of the pool shares.

The City invests in an external investment pool, the Municipal Competitive Trust, which is administered by the Municipal Electric Authority of Georgia ("MEAG"), a governmental entity. The City is a beneficiary of this trust. The Municipal Competitive Trust permits the investment of funds in direct obligations of the United States Government, direct and general obligations of states, certain Federal agency discount notes and repurchase agreements collateralized by securities, which would otherwise be permissible under the laws of the State of Georgia. The fair value of the City's position in the pool changes with market conditions, and is calculated based on the fair value of net assets held in the pool at the close of each business day.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

F. Short-Term/Long-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds.”

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “interfund receivables/payables” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). Noncurrent portions of long-term interfund loan receivables are reported as advances.

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

G. Inventories

Inventories are valued at cost using the first in/first out (FIFO) method. Inventory in the Enterprise Funds consists of expendable supplies held for consumption and items needed for repairs or improvements to the utility system. The purchase method is used to account for inventories within the City's Enterprise Funds. There are no inventories in the Governmental Funds.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the current fiscal period are recorded as prepaid items. The consumption method is used to account for prepaid items within the City's funds.

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 applicable governmental or business-type activities columns in the government-wide financial statements.

GASBS No. 34 requires the City to report and depreciate infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The City implemented the retroactive infrastructure provisions for all infrastructure assets.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The capitalization threshold for capital assets is \$2,500.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Depreciation has been provided over the estimated useful lives using the straight-line method. Depreciation has been calculated on an estimated useful life as follows:

	Electrical Power Fund	Sanitation Fund	Customer Service Fund	Governmental Activities
Buildings	10-20 years	-	-	5-40 years
Improvements other than buildings	7-30 years	-	-	7-30 years
Intangible assets	-	-	-	10 years
Electrical utility system	25 years	-	-	-
Vehicles and equipment	3-10 years	2-10 years	2-5 years	2-15 years
Infrastructure	-	-	-	20-25 years

J. Compensated Absences

Accumulated unpaid vacation pay amounts are accrued when incurred by the City in the government-wide and proprietary financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. A liability in the governmental funds is reported only if the benefit has matured.

Accumulated sick pay benefits for City employees have not been recorded as a liability because the payment of the benefits is contingent upon the future illness of an employee. It is not expected that any unrecorded sick pay benefits will exceed a normal year's accumulation.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

K. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method straight-line basis. Bonds payable are reported net of the applicable bond premium or discount.

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

L. 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(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. They are the deferred outflow relating to pensions and deferred outflow relating to OPEB reported in the government wide statement of net position and the proprietary funds statement of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four items that qualify for reporting in this category. They are the deferred inflows related to pensions, deferred inflows related to OPEB and the MEAG deferred regulatory credits in the government wide statement of net position and the proprietary funds statement of net position and the unavailable tax revenue reported in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

M. Nature and Purpose of Classifications of Fund Equity

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Amounts that are restricted to specific purposes either by a) constraints placed on the

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. The committed fund balance classification includes amounts that can only be used for specific purposes determined by a formal action of the government's highest level of decision-making authority.

The City Board of Aldermen is the highest level of decision-making authority for the government that can, by adoption of a resolution prior to the end of a fiscal year, committed fund balances. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (adoption of another resolution) to remove or revise the limitation. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. The City Board of Aldermen has by resolution authorized the City Manager to assigned fund balance. Nonspendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

The City uses restricted amounts first when both restricted and unrestricted fund balances are available unless there are legal documents or contracts that prohibit doing this. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City has adopted a policy to maintain a minimum level of unrestricted fund balance (committed, assigned, and unassigned fund balances) in the General Fund. The target level is set at 17% of annual operating expenditures.

N. Use of Estimates

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

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

2. DEPOSITS AND INVESTMENTS

A. Custodial credit risk – deposits

Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The City reduces its exposure to custodial credit risk by requiring deposits to be collateralized in accordance with state law. As of June 30, 2021, the City was not exposed to custodial credit risk.

B. Credit and interest rate risk - investments

In accordance with its investment policy, the City manages its exposure to the risk of declines in fair values by limiting the maturities of its investments to a maximum of five years for U.S. Treasury and agency obligations; obligations of the State of Georgia; obligations of other U.S. states; and obligations of other political subdivisions of the State of Georgia. All other securities, including certificates of deposit, banker’s notes, and repurchase agreements are limited to maturities of one year or less. The City does not have a formal policy addressing credit risk.

As of June 30, 2021, the City had the following investments:

Type of Investment	Rating	Investment Maturities (in Years)				Total
		Less than 1	1-5	6-10	More than 10	
Georgia Fund 1	AAAf	\$ 5,953,744	\$ -	\$ -	\$ -	\$ 5,953,744
Municipal Competitive Trust	not rated	9,941,399	506,955	229,446	25,822	10,703,622
Total		\$ 15,895,143	\$ 506,955	\$ 229,446	\$ 25,822	\$ 16,657,366

The above table of investments includes \$10,404,029 of investments classified on the financial statements as restricted assets. See also Note 1 for disclosure of the types of investments authorized by legal provisions.

Concentration of credit risk

The City limits the amount that may be invested in any one issuer to 60% of the City's total portfolio.

C. Fair value measurements

The City has adopted GASB Statement No. 72 (GASB 72), *Fair Value Measurement and Application*. GASB 72 was issued to address accounting and financial reporting issues related to fair value measurements.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

- Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets that the City has the ability to access.
- Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the asset in active markets, as well as inputs that are observable for the asset (other than quoted prices), such as interest rates, foreign exchange rates and yield curves that are observable at commonly quoted intervals.
- Level 3 inputs are unobservable inputs for the asset which are typically based on the City’s own assumptions, as there is little, if any, related market activity.

The City’s recurring fair value measurements at June 30, 2021 are classified as follows:

	Fair Value Measurement Using			
	Level 1	Level 2	Level 3	
Municipal Competitive Trust	\$ 10,703,622	\$ 9,616,144	\$ 1,087,478	\$ -
	\$ 10,703,622	\$ 9,616,144	\$ 1,087,478	\$ -

3. RECEIVABLES

Receivables at June 30, 2021 consist of the following:

	Taxes and Fines	Accrued Interest	Utility Accounts	Other	Allowance for Uncollectibles	Net Receivables
General Fund	\$ 84,436	\$ 13,925	\$ -	\$ 6,601	\$ (11,056)	\$ 93,906
Electrical Power Fund	-	-	1,866,701	-	(45,000)	1,821,701
Sanitation Fund	-	-	171,109	-	(5,000)	166,109
Internal Service Funds	-	-	-	199	-	199
Total	\$ 84,436	\$ 13,925	\$ 2,037,810	\$ 6,800	\$ (61,056)	\$ 2,081,915

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

4. DUE FROM OTHER GOVERNMENTS

Amounts due from other governments at June 30, 2021 consist of the following:

	Cobb County, GA	Cobb County Tax Commissioner	U.S. Department of Treasury	Other	Total
General Fund	\$ -	\$ -	\$ -	\$ 23,958	\$ 23,958
SPLOST Fund	886,549	-	-	-	886,549
ARPA Grant Fund	-	-	4,260,535	-	4,260,535
Nonmajor Governmental Funds	-	84,133	-	32,533	116,666
	<u>\$ 886,549</u>	<u>\$ 84,133</u>	<u>\$ 4,260,535</u>	<u>\$ 56,491</u>	<u>\$ 5,287,708</u>

5. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund loans receivable are considered “available spendable resources”. Such balances at June 30, 2021 include Due from (to) and Interfund receivable (payable) and are summarized as follows:

Payable From	Receivable To					Total
	General Fund	Nonmajor Governmental Funds	Electrical Power Fund	Sanitation Fund	Internal Service Funds	
General Fund	\$ -	\$ 2,317,000	\$ 41,071	\$ 5,659	\$ 208,523	\$ 2,572,253
Nonmajor Governmental Funds	13,700	-	-	-	-	13,700
Electrical Power Fund	1,100,149	-	-	315,278	56,437	1,471,864
Sanitation Fund	148	-	5,179	-	20,020	25,347
Total	<u>\$ 1,113,997</u>	<u>\$ 2,317,000</u>	<u>\$ 46,250</u>	<u>\$ 320,937</u>	<u>\$ 284,980</u>	<u>\$ 4,083,164</u>

Generally, outstanding balances between funds reported as “due to/from other funds” include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding at year-end, and other miscellaneous receivables/payables between funds. Interfund loans receivable are considered “available spendable resources.”

Interfund transfers for the current year were as follows:

TRANSFER IN TO	TRANSFER OUT FROM					Total
	General Fund	Nonmajor Governmental Funds	Electrical Power Fund	Sanitation Fund	Internal Service Funds	
General Fund	\$ -	\$ 511,565	\$ 1,586,765	\$ 219,557	\$ 128,970	\$ 2,446,857
Nonmajor Governmental Funds	2,400,490	-	674,790	-	-	3,075,280
Total	<u>\$ 2,400,490</u>	<u>\$ 511,565</u>	<u>\$ 2,261,555</u>	<u>\$ 219,557</u>	<u>\$ 128,970</u>	<u>\$ 5,522,137</u>

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, maintaining

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

debt service on a routine basis, or in accordance with budgetary authorizations.

6. RESTRICTED ASSETS

The City's restricted assets at June 30, 2021 are restricted for the following:

Governmental Funds	<u>Cash Equivalents</u>	<u>Investments</u>	<u>Total</u>
General Fund:			
Municipal court bonds	\$ 165,265	\$ -	\$ 165,265
Development performance bonds	12,153	-	12,153
Proceeds from sale of water & sewer system	3,000,000	-	3,000,000
Bail bond escrow	35,307	-	35,307
Other	8,499	-	8,499
	<u>3,221,224</u>	<u>-</u>	<u>3,221,224</u>
SPLOST Fund:			
Unspent SPLOST proceeds	4,902,252	792,912	5,695,164
Unspent grant proceeds	145,457	-	145,457
	<u>5,047,709</u>	<u>792,912</u>	<u>5,840,621</u>
Nonmajor governmental funds:			
Unspent bond proceeds	219,427	-	219,427
Unspent TAD proceeds	1,500	-	1,500
Recreational impact fee	18,500	34,023	52,523
Soil erosion fee	-	11,446	11,446
Confiscated assets	112,489	585,294	697,783
	<u>351,916</u>	<u>630,763</u>	<u>982,679</u>
Total governmental funds	<u>\$ 8,620,849</u>	<u>\$ 1,423,675</u>	<u>\$ 10,044,524</u>
Proprietary Funds			
Power Fund:			
MEAG Power project	\$ -	\$ 8,980,354	\$ 8,980,354
Customer deposits	1,269,734	-	1,269,734
	<u>1,269,734</u>	<u>8,980,354</u>	<u>10,250,088</u>
Total proprietary funds	<u>\$ 1,269,734</u>	<u>\$ 8,980,354</u>	<u>\$ 10,250,088</u>

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

7. CAPITAL ASSETS

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

	Beginning Balance	Additions	Reclassifications/ Reductions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,078,249	\$ 117,600	\$ (106,266)	\$ 7,089,583
Construction in progress	930,725	127,541	(643,004)	415,262
Total capital assets not being depreciated	<u>8,008,974</u>	<u>245,141</u>	<u>(749,270)</u>	<u>7,504,845</u>
Capital assets, being depreciated:				
Buildings	26,422,485	247,900	-	26,670,385
Improvements other than buildings	15,539,026	896,445	-	16,435,471
Intangible Assets	212,236	-	-	212,236
Vehicles and equipment	9,009,940	859,147	(102,183)	9,766,904
Infrastructure (streets)	77,910,810	2,619,126	(1,199,149)	79,330,787
Total capital assets being depreciated	<u>129,094,497</u>	<u>4,622,618</u>	<u>(1,301,332)</u>	<u>132,415,783</u>
Less accumulated depreciation for:				
Buildings	(6,587,245)	(900,424)	-	(7,487,669)
Improvements other than buildings	(7,695,124)	(856,703)	-	(8,551,827)
Intangible Assets	(156,840)	(17,236)	-	(174,076)
Vehicles and equipment	(6,372,632)	(703,342)	102,209	(6,973,765)
Infrastructure (streets)	(50,372,329)	(2,313,303)	1,053,984	(51,631,648)
Total accumulated depreciation	<u>(71,184,170)</u>	<u>(4,791,008)</u>	<u>1,156,193</u>	<u>(74,818,985)</u>
Total capital assets being depreciated, net	<u>57,910,327</u>	<u>(168,390)</u>	<u>(145,139)</u>	<u>57,596,798</u>
Governmental activities capital assets, net	<u>\$ 65,919,301</u>	<u>\$ 76,751</u>	<u>\$ (894,409)</u>	<u>\$ 65,101,643</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 202,408	\$ -	\$ -	\$ 202,408
Construction in progress	20,711	-	(20,711)	-
Total capital assets not being depreciated	<u>223,119</u>	<u>-</u>	<u>(20,711)</u>	<u>202,408</u>
Capital assets, being depreciated:				
Buildings	166,369	-	-	166,369
Improvements other than buildings	51,042	-	-	51,042
Electrical System	12,303,102	154,028	-	12,457,130
Vehicles and equipment	4,673,153	409,849	(25,088)	5,057,914
Total capital assets being depreciated	<u>17,193,666</u>	<u>563,877</u>	<u>(25,088)</u>	<u>17,732,455</u>
Less accumulated depreciation for:				
Buildings	(146,651)	(3,773)	-	(150,424)
Improvements other than buildings	(22,400)	(6,212)	-	(28,612)
Electrical System	(7,172,789)	(423,780)	-	(7,596,569)
Vehicles and equipment	(3,930,399)	(310,404)	25,088	(4,215,715)
Total accumulated depreciation	<u>(11,272,239)</u>	<u>(744,169)</u>	<u>25,088</u>	<u>(11,991,320)</u>
Total capital assets being depreciated, net	<u>5,921,427</u>	<u>(180,292)</u>	<u>-</u>	<u>5,741,135</u>
Business-type activities capital assets, net	<u>\$ 6,144,546</u>	<u>\$ (180,292)</u>	<u>\$ (20,711)</u>	<u>\$ 5,943,543</u>

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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

Governmental Activities:	
General government	\$ 396,979
Public safety	520,345
Public works, including depreciation of general infrastructure	2,552,861
Housing and development	4,026
Judicial	4,277
Culture and recreation	1,312,520
Total depreciation expense - governmental activities	\$ 4,791,008
Business-type activities:	
Electric	\$ 607,224
Sanitation	135,895
Capital assets held by the government's internal services fund are charged to the various functions based on their usage of the assets	1,050
Total depreciation expense - business-type activities	\$ 744,169

8. LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term liabilities for the year ended June 30, 2021:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Debt:					
Revenue bonds	\$ 12,805,000	\$ -	\$ (1,109,000)	\$ 11,696,000	\$ 1,130,000
Installment sales agreement	2,537,698	-	(238,235)	2,299,463	264,240
Tax allocation district bonds	2,845,000	-	(445,000)	2,400,000	455,000
Intergovernmental contracts	413,716	-	(288,716)	125,000	125,000
Capital leases	108,469	-	(31,796)	76,673	33,175
Total Debt	18,709,883	-	(2,112,747)	16,597,136	2,007,415
Compensated absences	346,091	661,702	(415,797)	591,996	514,940
Governmental activities long-term liabilities	\$ 19,055,974	\$ 661,702	\$ (2,528,544)	\$ 17,189,132	\$ 2,522,355
Business-type activities:					
Capital leases	\$ 416,735	\$ -	\$ (174,091)	\$ 242,644	\$ 120,621
Compensated absences	114,268	121,154	(125,856)	109,566	87,653
Business-type activities long-term liabilities	\$ 531,003	\$ 121,154	\$ (299,947)	\$ 352,210	\$ 208,274

For Governmental Activities, compensated absences are typically liquidated in the General Fund.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Governmental Activities:

A. Revenue Bonds (Direct Borrowing/Placements)

City Hall and Sports Complex Project

On April 1, 2003, the Acworth Downtown Development Authority issued \$5,580,000 in Series 2003 Revenue Bonds at a rate of 3.75% per annum for the purpose of providing funding for the cost of the acquisition, construction, equipping and installation of the City Hall and Sports Complex Projects. On the same date, the City and the Acworth Downtown Development Authority entered into an intergovernmental lease agreement which obligates the City to make lease payments directly to the Trustee for the purpose of paying the principal and interest on the outstanding balance of the 2003 Revenue Bonds issued by the Authority. The issue is secured by the full faith and credit of the City. This agreement enabled the City to lease from the Authority the facilities constructed by the Authority. The lease is a direct financing lease in accordance with generally accepted accounting principles. The Authority has no obligation for the debt beyond the resources provided by the City under the lease agreement. The bonds were refunded in June 2013 at a rate of 1.74% per annum with a final maturity of April 1, 2023. Additionally, an agreement of sale was entered into between the ADDA and the City for purchase of the facilities. The debt service requirement on these bonds is as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 360,000	\$ 12,632	\$ 372,632
2023	366,000	6,368	372,368
Total	<u>\$ 726,000</u>	<u>\$ 19,000</u>	<u>\$ 745,000</u>

Cable/Fiber Optic System

The City and the Acworth Downtown Development Authority entered into an intergovernmental contract for the purpose of constructing a Cable/Fiber Optic System within the City. Bonds were issued in 1999 and 2000 by the Authority. This contract enabled the City to lease from the Authority the hybrid fiber/coax broadband network constructed by the Authority with the bond proceeds.

The bonds issued by the Authority were refinanced to allow for the sale of the system. In June 2008 the Authority issued \$9,645,000 in Series 2008 Refunding Revenue Bond (City of Acworth Cable Project) for the purpose of refunding the existing bonds. As a result of the refunding, the City increased its total debt service requirements by \$200,000 which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$958,903.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

The bonds issued by the Authority were refinanced during on January 21, 2020. In January 2020, the Authority issued \$5,515,000 in Series 2020 Refunding Revenue Bond (City of Acworth Cable Project) for the purpose of refunding the existing bonds. As a result of the refunding, the City decreased its total debt service requirements by \$317,784 which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$289,608.

The hybrid fiber/coax broadband network constructed has been sold and is no longer an asset owned by the City. Since no asset is owned by the City; the capital lease debt is not included in the calculation of net investment in capital assets.

The debt service requirements on these bonds are as follows:

June 30,	Principal	Interest	Total
2022	\$ 585,000	\$ 92,820	\$ 677,820
2023	600,000	80,536	680,536
2024	615,000	67,935	682,935
2025	635,000	55,020	690,020
2026	645,000	41,685	686,685
2027-2029	1,340,000	42,314	1,382,314
Total	<u>\$ 4,420,000</u>	<u>\$ 380,310</u>	<u>\$ 4,800,310</u>

City of Acworth Street Project

During 2017, the Acworth Downtown Development Authority issued \$7,160,000 in Series 2017 Revenue Bonds for the purpose of financing the costs of the City of Acworth Street Project. The bonds were issued at a rate of 2.25% per annum with a maturity of July 01, 2031. The City and the Acworth Downtown Development Authority entered into an agreement of sale whereas the City will make the installment payments until the bond is paid in full. The principal is paid annually while the interest is paid bi-annually.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

The debt service requirements on these bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 185,000	\$ 147,375	\$ 332,375
2023	195,000	143,213	338,213
2024	565,000	138,825	703,825
2025	565,000	126,112	691,112
2026	580,000	113,400	693,400
2027-2031	4,460,000	308,587	4,768,587
Total	<u>\$ 6,550,000</u>	<u>\$ 977,512</u>	<u>\$ 7,527,512</u>

B. Installment Sales Agreement (Direct Borrowing/Placements)

Public Safety and Court Services

During 2014, the City and the Georgia Municipal Association entered into an installment sales agreement totaling \$3,840,000 over a period of 15 years for the purpose of financing the cost of renovating the existing facilities to provide public safety and court services for the City and the construction of an access road to the facilities. The principal amount is payable annually while the interest payments will be made semi-annually at a rate of 3.41%.

On February 6, 2020, the agreement was amended to modify the interest rate on the agreement to 2.39%. All other terms remained in effect.

The debt service requirements on this modified agreement are as follows:

June 30,	Principal	Interest	Total
2022	\$ 264,240	\$ 51,800	\$ 316,040
2023	270,556	45,409	315,965
2024	277,022	38,865	315,887
2025	283,643	32,165	315,808
2026	290,422	25,305	315,727
2027-2029	913,580	33,095	946,675
Total	<u>\$ 2,299,463</u>	<u>\$ 226,639</u>	<u>\$ 2,526,102</u>

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

C. Tax Allocation District Bonds (Direct Borrowing/Placements)

During 2004, the City issued \$6,050,000 in limited obligation term bonds to undertake certain redevelopment projects within a tax allocation district (Lakeside TAD) established by the City. The issuance is a limited obligation of the City, not secured by the full faith and credit of the City, but is secured solely by, and payable solely from, pledged revenues. The pledged revenues are defined as the tax allocation increments, the amount of property taxes generated within the district area which exceed the amount collected from the same area prior to development, from the City, Cobb County, and the Cobb County Board of Education. The property tax increments are pledged until the bonds are paid in full in fiscal year 2026. The tax allocation increments are projected to produce 100% of the debt service requirements over the life of the bonds. For the current year, total principal and interest paid and total tax allocation increments were \$511,612 and \$833,221, respectively.

On July 23, 2013, the bonds were refunded and the revised debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 455,000	\$ 55,182	\$ 510,182
2023	470,000	43,435	513,435
2024	480,000	31,370	511,370
2025	490,000	19,054	509,054
2026	505,000	6,416	511,416
Total	<u>\$ 2,400,000</u>	<u>\$ 155,457</u>	<u>\$ 2,555,457</u>

D. Intergovernmental Contract (Direct Borrowing/Placements)

During 2016, the City entered into an intergovernmental agreement with Cobb County to fund a joint project through the levy of a one percent Special Purpose Local Option Sales Tax (SPLOST). The County withholds \$20,833 per month from the City to fund their portion of the project. The project was completed in 2020.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Intergovernmental contract debt service requirements over the life of the agreement are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 125,000	\$ -	\$ 125,000
Total	\$ 125,000	\$ -	\$ 125,000

E. Capital Leases (Direct Borrowing/Placements)

The City is obligated under a capital lease agreement covering equipment. Capital lease debt service requirements to maturity for business-type activities are as follows:

June 30,	Principal	Interest	Total
2022	\$ 33,175	\$ 2,618	\$ 35,793
2023	34,613	1,174	35,787
2024	8,885	63	8,948
Total	\$ 76,673	\$ 3,855	\$ 80,528

The gross amount of Governmental Activities capital assets on the balance sheet recorded under capital leases is \$160,974 and the accumulated depreciation is \$46,921. This year \$16,096 was included in depreciation expense.

F. Legal Debt Margin

The City is subject to a debt limit that is 10% of its total assessed taxable property valuation. At June 30, 2021 that amount was \$96,949,239. As of June 30, 2021 the total outstanding debt applicable to the limit was \$13,995,463.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Business-type Activities:

A. Capital Leases (Direct Borrowing/Placements)

The City is obligated under multiple capital lease agreements covering equipment. Capital lease debt service requirements to maturity for business-type activities are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 120,621	\$ 6,047	\$ 126,668
2023	46,386	3,365	49,751
2024	40,669	1,967	42,636
2025	34,968	548	35,516
Total	\$ 242,644	\$ 11,927	\$ 254,571

The gross amount of Business-type Activities capital assets on the balance sheet recorded under capital leases is \$1,043,672 and the accumulated depreciation is \$823,251. This year \$164,279 was included in depreciation expense.

9. COMMITMENTS AND CONTINGENCIES

Municipal Electric Authority of Georgia

The City has entered into a Power Sales Contract with the Municipal Electric Authority of Georgia (the “Authority”). Concurrently with this agreement, the City has agreed to assume the obligation to pay the costs for excess entitlements transferred from the City of Sylvania, Georgia. The contract requires the City to purchase from the Authority all of the City’s bulk power supply. The Authority is authorized to establish rates and charges so as to produce revenues sufficient to cover its costs. The City’s payment obligations are general obligations for the payment of which the City’s full faith and credit and taxing powers are pledged. The City purchased bulk power totaling \$8,076,340 from the Authority during the period ended June 30, 2021.

Electric Cities of Georgia

The City is obligated under a Distribution Business Unit and Marketing Services Contract with the Electric Cities of Georgia. This contract provides for certain marketing, distribution, joint purchasing, training and safety, and technical support services. The City’s cost for these services were \$234,605 during the period ended June 30, 2021.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Encumbrances

Encumbrances outstanding as of June 30, 2021 are as follows:

General Fund	\$	9,899
SPLOST Fund		201,913
Capital Improvement Fund		318,144
Total	\$	529,956

Coronavirus Pandemic

In March 2020, the World Health Organization categorized COVID-19 as a pandemic and the President of the United States declared a national emergency. Through June 30, 2021, the COVID-19 pandemic had a limited financial impact on the City. Should the COVID-19 pandemic continue for a prolonged period or impact the City more significantly than it has to date, the City’s financial condition and cash flows could be impacted in more significant ways.

10. PROPERTY TAXES

The City bills and collects real and personal property taxes. Prior to fiscal year 2011, Cobb county, Georgia was billing and collecting those taxes on behalf of the City. Ad valorem tax on motor vehicles and mobile homes is collected by the Cobb County Tax Commissioner and remitted to the City. City property tax revenues are recognized when levied to the extent that they result in current receivables.

Property taxes are levied in September of each year on the assessed valuation of property as of the preceding January 1 and are due within 60 days. Taxes levied on September 15 were due on or before November 16.

Liens may attach to property for unpaid taxes at any time within three years after the due date.

Assess values are established by the Cobb County Tax Assessor’s office and are currently calculated at 40% of the market value. The assessed values of real and personal property (excluding public utility franchise, motor vehicles, heavy duty equipment and mobile home taxes) at January 1, 2020 were \$888,401,810 and \$58,837,164 respectively.

Based on the 2020 digest millage levy of 8.95, a property tax owner would pay \$8.95 per \$1,000 of assessed valuation. Current tax collections of \$7,580,015 for the fiscal year ended June 30, 2021 were 98.91% of the levy.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

11. FUND BALANCE

The composition of the City’s fund balances is as follows:

	General Fund	SPLOST Fund	Non-major Governmental Funds	Total
Nonspendable:				
Prepays	\$ 361,954	\$ -	\$ 48,248	\$ 410,202
Restricted for:				
Capital projects - Downtown Project	-	-	219,430	219,430
Public safety - Police	4,117	221,673	684,896	910,686
Culture and recreation	1,675	684,527	52,523	738,725
Public works	2,707	5,322,408	14,048	5,339,163
General government	-	-	-	-
Voter appropriation	3,000,000	-	-	3,000,000
Committed for:				
Public Works	107	-	-	107
General Government	920	-	318,144	319,064
Culture and recreation	8,812	-	11,275	20,087
Housing and development	60	-	-	60
Assigned for:				
Capital projects	-	-	70,482	70,482
General government	-	-	974,407	974,407
Public safety	17,476	-	8,128	25,604
Public works	-	-	94,601	94,601
Culture and recreation	75,801	-	828,728	904,529
Housing and development	7,208	-	62,970	70,178
Unassigned	4,634,626	-	-	4,634,626
	<u>\$ 8,115,463</u>	<u>\$ 6,228,608</u>	<u>\$ 3,387,880</u>	<u>\$ 17,731,951</u>

12. EMPLOYEE RETIREMENT SYSTEM

General Information about the Pension Plan - The City has established a defined benefit pension plan (“Plan”) and contributes to the Georgia Municipal Employees Benefit System (“GMEBS”), an agent multi-employer public employee retirement system that acts as a common investment and administrative agent for cities in the state of Georgia. The Georgia Municipal Employee Benefit System issues a publicly available financial report that includes financial statements and required supplementary information of GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling 404-688-0472. Benefit terms and contribution requirements are established and may be amended by the Mayor and Board of Aldermen.

All full-time employees become eligible for the plan after one year of service. Beginning August 2002, benefits vest after completing five years of service. Employees who retire after age 65 with 5 years of services or after age 55 with 10 years of credited service are entitled to a retirement benefit. The monthly benefit is determined using a split benefit

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

formula, incorporating the employees' highest average earnings for five consecutive years, years of service and rates of 1.0% and 1.75%.

The Plan was amended during 2007 to offer certain enhancements. During fiscal year ended December 31, 2007, all active employees were offered the option of acquiring an early retirement benefit under the "Rule of 80" with a minimum age of 52 (where age and credited years of service meet or exceed 80). Employees that meet the "Rule of 80" with a minimum age of 52 are entitled to early retirement benefits. The Plan was amended effective January 1, 2017 where employees contribute 4% of their annual salary towards the additional costs of these benefits. Previously, the employee contribution was 3%. The vesting period for benefits was also adjusted from seven years of service to 10 years of service. Effective January 1, 2017, employee benefits are determined using a benefit formula incorporating the employee's highest consecutive five years average earnings, years of service and a rate of 2.00%; previously 1.75%. All new employees are automatically covered by the new plan after meeting the eligibility requirement.

Elected officials have no waiting period for eligibility and are immediately vested. Elected officials are entitled to a benefit based on a set amount per years of service. Amendments were adopted in May 2012, concerning the benefit level and vesting for elected officials. The prior plan called for immediate participation for elected officials. Under the amended plan, future elected officials will have to meet a seven year vesting schedule. Amendments were adopted in July 2020, concerning benefit levels and vesting for elected officials. The amendment implements an eight year vesting schedule and requires employee contributions of 4% for elective officials taking office on or after January 1, 2021.

Employees covered by benefit terms - At January 1, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	62
Inactive employees entitled to but not yet receiving benefits	82
Active employees	164
Elected Officials	6
Total	314

Contributions - Contributions are determined under the projected unit credit actuarial cost method. The GMEBS Board of Trustees has adopted an actuarial funding policy for determination of annual contributions. For the year ended June 30, 2021, the actuarially determined rate was 9.52% of annual pay. The City's contributions to the Plan totaled \$792,109 for the year ended June 30, 2021.

Net Pension Liability - The City's net pension liability was measured as of September 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Actuarial assumptions - The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary Increases	3.00% - 8.50% including inflation
Investment rate of return	7.375%
Post-retirement benefit increases	Not applicable

Mortality rates were based on the sex-distinct Pri-2012 head-count weighted mortality tables with rates multiplied by 1.25, as applicable.

The mortality and actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through June 30, 2019.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	45%	6.40%
International equity	20%	7.05%
Real estate	10%	4.50%
Global fixed income	5%	1.25%
Domestic fixed income	20%	1.15%
Total	100%	

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 City contributions will be made at rates equal to 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 active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 9/30/2019	\$ 17,056,048	\$ 11,621,936	\$ 5,434,112
Changes for the year:			
Service cost	484,294	-	484,294
Interest	1,274,523	-	1,274,523
Differences between expected and actual experience	195,163	-	195,163
Contributions - employer	-	674,588	(674,588)
Contributions - employee	-	332,560	(332,560)
Net investment income	-	1,150,461	(1,150,461)
Benefit payments, including refunds of employee contributions	(517,354)	(517,354)	-
Administrative expense	-	(41,211)	41,211
Changes of assumptions	377,166	-	377,166
Net changes	<u>1,813,792</u>	<u>1,599,044</u>	<u>214,748</u>
Balances at 9/30/2020	<u>\$ 18,869,840</u>	<u>\$ 13,220,980</u>	<u>\$ 5,648,860</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the City, calculated using the discount rate of 7.375%, 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%) or 1-percentage-point higher (8.375%) than the current rate:

	1% Decrease (6.375%)	Current Discount (7.375%)	1% Increase (8.375%)
Net pension liability	\$ 8,287,394	\$ 5,648,860	\$ 3,500,663

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued GMEBS Retirement Trust financial report. The GMEBS's financial statements are prepared using the accrual basis of accounting. Contributions are recognized as revenues in the period in which the contributions are received. Investment income is recognized as earned by the GMEBS. The net appreciation (depreciation) in the fair value of investments held by the GMEBS is recorded as an increase (decrease) to investment income based on the valuation of investments as of the date of the Statement of Net Position. Plan refunds, transfers and

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

benefits to participants are recorded as they are received or paid. Other expenses are recorded when the corresponding liabilities are incurred, regardless of when payment is made. Investments are reported at fair value as of the Statement of Net Position date.

Investments of the System consist of common and preferred stocks, corporate fixed income securities, equity and fixed income mutual funds, governmental and governmental agency securities, real estate investment trusts, and external collective investment trusts. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments in real estate funds are valued based on appraisals and valuations prepared by Morgan Stanley Real Estate Advisors. Fair value of the external collective investment trusts are equal to the value of the pool shares. The Office of the Comptroller of Currency is the oversight agency for the external collective investment trusts. Temporary cash and cash equivalent investments are reported at cost, which approximates fair value. Investments that do not have an established market are reported at estimated fair values.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2021, the City recognized pension expense of \$1,335,249. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 718,746	\$ -
Changes of assumptions	707,287	-
Net difference between projected and actual earnings on pension plan investments	-	144,739
Employer contributions to the pension plan subsequent to the measurement date of the net pension liability	<u>594,083</u>	<u>-</u>
Total	<u>\$ 2,020,116</u>	<u>\$ 144,739</u>

\$594,083 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Year ended June 30,	
2022	\$ 412,439
2023	463,078
2024	422,105
2025	(16,328)
2026	-
Thereafter	-

13. POST-EMPLOYMENT HEALTHCARE PLAN

Plan Description - The City of Acworth OPEB Plan is a single-employer defined benefit healthcare plan administered by the City of Acworth. The plan does not issue separate financial statements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The City provides medical, prescription drug and life insurance benefits to retirees. Retirees' spouses are eligible for the same benefits as the retiree with the exception of life insurance. Employees retiring after March 1, 2009 are not provided life insurance. Substantially all of the City's employees may become eligible for those benefits if they retire on or after the age of 60, provided that the employee's age plus completed years of service with the City, at the time of the employee's retirement is equal to or greater than 85.

The plan was amended in 2016 whereas employees hired prior to September 1, 2016 become eligible for benefits if they retire on or after the age of 52, provided that the employee's age plus completed years of service with the City at the time of retirement is equal to or greater than 80. Employees hired after September 1, 2016 that are permanent full time career employees, have been employed a minimum of 30 full time continuous years with the City and have attained their 60th birthday while employed full time by the City, become eligible to purchase single coverage medical insurance under the then current City medical insurance plan until they become Medicare eligible. The employee shall pay the same rate as currently employed permanent full time career employees pay for medical insurance however, the rate may be adjusted by the Mayor and Board of Aldermen. Should the employee choose not to participate in Medicare, their eligibility for medical insurance under the City plan will cease on the date they would otherwise become eligible for Medicare coverage.

The cost of benefits for retirees is paid by the City. The City will pay 100% of the cost of benefits for the retiree's spouse if the employees retires after completing 30 years of service with the City, 75% if completed 25 years of service, 50% if completed 20 years of service, and 0% if less than 20 years of service. The plan was amended in 2017 for employees hired after September 1, 2016 whereas those employees retiring having attained the age of 60 and working a minimum of 30 continuous years with the City will be eligible to purchase single coverage medical insurance under the City's plan at the same rate current employees would be contributing. Benefits cease upon reaching Medicare eligibility.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Employees Covered by Benefit Terms – At January 1, 2019, the following employees were covered by the benefit terms:

Inactive plan members of beneficiaries currently receiving benefit payments	7
Active plan members	<u>168</u>
 Total	 <u><u>175</u></u>

Total OPEB Liability - The City’s total OPEB liability was measured as of June 30, 2020 by an actuarial valuation as of that date.

Actuarial assumptions - The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary increases	3.00% to 8.50% including inflation
Healthcare cost trend rates	6.50% trended down to 4.50% over 8 years
Healthy mortality rates	Sex distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table, with rates multiplied by 1.25

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through June 30, 2020.

Discount rate - Since the City funds this Plan on a pay-as-you-go basis, GASB requires the discount rate be based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). To comply with this requirement, the discount rate is based on an index of 20-year, tax-exempt general obligation bonds. Specifically, the chosen rate is 2.21%, the Bond Buyer 20-Bond GO Index rate published closest to, but not later than, the measurement date of June 30, 2020.

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Changes in Total OPEB Liability

	Total OPEB Liability
Balances at 6/30/2019	\$ 21,573,579
Changes for the year:	
Service cost	983,461
Interest	788,309
Change in benefit terms	-
Differences between expected and actual experience	(76,250)
Changes of assumptions	2,552,507
Contributions - employer	-
Net investment income	-
Benefit payments	(68,416)
Administrative expense	-
Net changes	4,179,611
Balances at 6/30/2020	\$ 25,753,190

Sensitivity of the total OPEB liability to changes in the discount rate and healthcare cost trend rates - The following presents the total OPEB liability of the City, 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-percentagepoint higher (3.21 percent) than the current discount rate:

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB liability	\$ 31,764,513	\$ 25,753,190	\$ 21,104,962

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB liability	\$ 20,249,809	\$ 25,753,190	\$ 33,233,532

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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 of \$2,486,221. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 519,258	\$ 370,967
Changes of assumptions	6,825,313	1,172,076
Employer contributions to the OPEB plan subsequent to the measurement date of the total OPEB liability	<u>114,476</u>	<u>-</u>
Total	<u>\$ 7,459,047</u>	<u>\$ 1,543,043</u>

\$114,476 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	
2022	\$ 714,450
2023	714,450
2024	714,450
2025	1,025,872
2026	1,161,387
Thereafter	1,470,919

14. DEFINED CONTRIBUTION PLAN

The City of Acworth contributes to the City of Acworth's ICMA RC Governmental Money Purchase Plan, which is a defined contribution plan under Section 401(a) of the Internal Revenue Code. The Plan is administered by the ICMA-Retirement Corporation. As of June 30, 2021, there were 201 plan members. Plan provisions and contribution requirements are established and amended by the City. The plan includes elected officials, all full-time employees, management employees and part-time permanent employees working more than 30 hours per week. The plan consists of employee contributions and an employer match. The employer match is up to 2.5% for qualifying regular and part-time employees and up to

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

5.5% for management employees and elected officials of the City. Such qualifying employees who have performed one (1) hour of service are eligible to participate in the plan.

The plan was amended in 2007 by the City to allow qualified employees and current elected officials hired/elected and enrolled prior to October 1, 2007 to be automatically vested. Employees hired after October 1, 2007 are required to meet a tiered seven (7) year vesting schedule. Elected officials participating after October 1, 2007 become fully vested after four (4) years of participation.

Effective January 01, 2018, the City amended the Plan. Employees not already contributing to the 401(a) plan may elect to contribute to a 457 plan and the City will fund the match of their contributions into the 401(a) plan. Employees may contribute into both plans provided the City's total percentage match does not exceed the specified percentage for employee type. Employees participating prior to January 1, 2018 will continue to have their contributions placed in the 401(a) plan. The vesting schedule was also amended to a five (5) year tiered vesting. All new employees may contribute to the 457 plan with the employer match in the 401(a) plan.

A participant that leaves the employment of the City is entitled to their account balance for employee contributions and if vesting requirements are satisfied they are also entitled to the employer match portion. Any forfeiture balances are used to reduce future employer contributions, or if no contributions are required, forfeited amounts are allocated to participant accounts based on the ratio of each participant's earnings to total earnings for all participants. The balance in the forfeiture account as of June 30, 2021 was \$9,621. The City made total contributions during the year of \$246,880. The participants made contributions during the year totaling \$280,109. The plan held no securities of the City or other related parties during the year.

15. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City participates in a public entity risk pool managed by the Georgia Interlocal Risk Management Agency (GIRMA) whereby the risk is pooled with other entities. The retention of the pool is \$1,000,000 for property and \$750,000 for liability. Coverage is subject to a per occurrence deductible of \$2,500.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. GIRMA is a municipal interlocal risk management agency. GIRMA establishes and administers one or more group self-insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss.

The City must participate at all times in at least one fund which is established by GIRMA.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Other responsibilities of the City are as follows:

- To pay all contributions, assessments or other sums due to GIRMA at such times and in such amounts as shall be established by GIRMA.
- To select a person to serve as a Member representative.
- To allow GIRMA and its agents reasonable access to all facilities of the City and all records, including but not limited to financial records, which relate to the purposes of GIRMA.
- To allow attorneys appointed by GIRMA 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 Fund or Funds established by GIRMA.
- To assist and cooperate in the defense and settlement of claims against the City.
- To furnish full cooperation to GIRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of GIRMA relating to the purpose of GIRMA.
- To follow all loss reduction and prevention procedures established by GIRMA.
- To furnish to GIRMA such budget, operating and underwriting information as may be requested.
- To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in GIRMA or any Fund established by GIRMA being required to pay claim for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of a Fund or Funds in which the City participates.

The City is also exposed to risks of loss related to job-related illnesses or injuries to employees for which the City has transferred its risk through participation in a group self-insurance fund managed by the Georgia Municipal Association Workers' Compensation Self-Insurance Fund whereby the risk is pooled with other entities. The policy is adjustable and the retention of the fund is \$1,000,000. Yearly premiums are paid by the City which will pay for related medical benefits and lost time exceeding the first seven days the employee is absent, and the first seven days if the employee is absent at least twenty-one days, up to statutory limits per occurrence. Beginning in 2006, coverage is subject to a per occurrence deductible of \$25,000.

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City became a member of the Georgia Municipal Association Workers' Compensation Self

CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Insurance Fund. The liability of the fund to the employees of any employer is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability.

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

The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the purview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. The Fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

In addition, the City is exposed to risks of loss resulting from providing health, dental and vision benefits to employees and retirees. Prior to December 31, 2016; the City operated a partially self-insured program for medical claims (which includes prescriptions). The City was responsible for premium payments, medical claims payments and providing eligibility information. The City has not incurred a liability for potential claims while self-insured as the run-out period has passed. Any potential claims are believed to be minimal.

Under the partially self-insured plan, the City had a specific deductible of \$40,000 with an unlimited specific excess limited per cover person and an unlimited lifetime reimbursement limitation. There was no aggregating specific deductible. The City paid the claims and after the claims reached this amount, a private insurance carrier would reimburse the City. Under the aggregate excess coverage, there was an aggregate excess limit of \$1,000,000 with a corridor of 125%.

Effective January 1, 2017, the City became fully insured to provide medical, dental and vision benefits for eligible employees. Retirees eligible for medical coverage are under the same plan. The City is responsible for premium payments and providing eligibility information. The City pays the premium and employee contributions are deducted from payroll and are based on the level of coverage elected.

The City believes that coverage provided by these various insurance policies is adequate to cover any outstanding claims as detailed by the carrier.

**CITY OF ACWORTH, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

16. JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the ten county Atlanta regions, is a member of the Atlanta Regional Commission (ARC). Membership in a RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the officials of political subdivisions and private citizens representing districts with the Atlanta region. OCGA 50-8-39.1 provides that certain member governments are liable for any debts or obligations of a RC. Separate financial statements may be obtained from Atlanta Regional Commission, 229 Peachtree Street #100, Atlanta, Georgia 30303.

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS

	2021	2020	2019	2018	2017	2016	2015
Total pension liability							
Service cost	\$ 484,294	\$ 437,364	\$ 402,865	\$ 379,852	\$ 364,831	\$ 292,812	\$ 281,368
Interest	1,274,523	1,085,463	976,492	807,823	745,988	672,423	616,661
Differences between expected and actual experience	195,163	600,526	434,513	142,465	(3,829)	278,675	102,420
Changes of assumptions	377,166	1,113,438	-	196,116	-	-	(9,772)
Changes of benefit terms	-	-	-	1,001,149	-	-	-
Benefit payments, including refunds of employee contributions	(517,354)	(432,446)	(358,384)	(309,431)	(308,809)	(280,555)	(261,769)
Net change in total pension liability	1,813,792	2,804,345	1,455,486	2,217,974	798,181	963,355	728,908
Total pension liability - beginning	17,056,048	14,251,703	12,796,217	10,578,243	9,780,062	8,816,707	8,087,799
Total pension liability - ending (a)	<u>\$ 18,869,840</u>	<u>\$ 17,056,048</u>	<u>\$ 14,251,703</u>	<u>\$ 12,796,217</u>	<u>\$ 10,578,243</u>	<u>\$ 9,780,062</u>	<u>\$ 8,816,707</u>
Plan fiduciary net position							
Contributions - employer	\$ 674,588	\$ 596,241	\$ 534,171	\$ 423,979	\$ 406,534	\$ 434,039	\$ 369,318
Contributions - employee	332,560	312,418	281,419	248,431	193,653	164,243	146,390
Net investment income	1,150,461	350,717	954,892	1,218,198	780,159	62,237	648,207
Benefit payments including refunds of employee contributions	(517,354)	(432,446)	(358,384)	(309,431)	(308,809)	(280,555)	(261,769)
Administrative expense	(41,211)	(38,243)	(40,235)	(42,337)	(23,770)	(25,428)	(20,118)
Net change in plan fiduciary net position	1,599,044	788,687	1,371,863	1,538,840	1,047,767	354,536	882,028
Plan fiduciary net position - beginning	11,621,936	10,833,249	9,461,386	7,922,546	6,874,779	6,520,243	5,638,215
Plan fiduciary net position - ending (b)	<u>\$ 13,220,980</u>	<u>\$ 11,621,936</u>	<u>\$ 10,833,249</u>	<u>\$ 9,461,386</u>	<u>\$ 7,922,546</u>	<u>\$ 6,874,779</u>	<u>\$ 6,520,243</u>
Net pension liability - ending (a) - (b)	<u>\$ 5,648,860</u>	<u>\$ 5,434,112</u>	<u>\$ 3,418,454</u>	<u>\$ 3,334,831</u>	<u>\$ 2,655,697</u>	<u>\$ 2,905,283</u>	<u>\$ 2,296,464</u>
Plan fiduciary net position as a percentage of the total pension liability	70.06%	68.14%	76.01%	73.94%	74.89%	70.29%	73.95%
Covered payroll	\$ 8,754,584	\$ 8,224,751	\$ 8,018,235	\$ 7,363,065	\$ 7,264,396	\$ 6,891,178	\$ 5,949,453
Net pension liability as a percentage of covered payroll	64.52%	66.07%	42.63%	45.29%	36.56%	42.16%	38.60%

2015 was the first fiscal year that data has been measured in accordance with GASB Statement 68. Schedule will show additional years as they become available.

**CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION CONTRIBUTIONS**

	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>
Actuarially determined contribution	\$ 792,109	\$ 635,779	\$ 583,845	\$ 466,903	\$ 465,298	\$ 396,393	\$ 394,148
Contributions in relation to the actuarially determined contribution	<u>792,109</u>	<u>635,779</u>	<u>583,845</u>	<u>466,903</u>	<u>465,298</u>	<u>396,393</u>	<u>433,563</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (39,415)</u>					
Covered payroll	\$ 9,271,176	\$ 9,119,107	\$ 8,801,412	\$ 8,023,610	\$ 7,881,656	\$ 7,383,239	\$ 6,681,136
Contributions as a percentage of covered payroll	8.54%	6.97%	6.63%	5.82%	5.90%	5.37%	6.49%

2015 was the first fiscal year that data has been measured in accordance with GASB Statement 68. Schedule will show additional years as they become available.

CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND
RELATED RATIOS

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 983,461	\$ 696,396	\$ 747,507	\$ 954,101
Interest	788,309	528,196	481,856	413,784
Changes of benefit terms		602,656	-	-
Differences between expected and actual experience	(76,250)	692,342	(474,028)	(77,885)
Changes of assumptions	2,552,507	6,122,495	(474,584)	(2,102,074)
Benefit payments	(68,416)	(41,170)	(40,479)	(40,336)
Net change in total OPEB liability	4,179,611	8,600,915	240,272	(852,410)
Total OPEB liability - beginning	21,573,579	12,972,664	12,732,392	13,584,802
Total OPEB liability - ending (a)	<u>\$ 25,753,190</u>	<u>\$ 21,573,579</u>	<u>\$ 12,972,664</u>	<u>\$ 12,732,392</u>
Covered employee payroll	\$ 9,119,107	\$ 8,801,412	\$ 8,023,610	\$ 7,140,512
Total OPEB liability as a percentage of covered employee payroll	282.41%	245.11%	161.68%	178.31%

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

**CITY OF ACWORTH
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:				
Taxes	\$ 12,292,697	\$ 13,383,159	\$ 13,383,159	\$ -
Licenses and Permits	418,800	348,357	348,357	-
Intergovernmental	46,836	94,541	94,541	-
Charges for Services	1,248,301	1,316,046	1,316,046	-
Fines and Forfeitures	900,000	726,032	726,032	-
Investment Earnings	70,000	58,105	58,105	-
Contributions and Donations	45,500	36,391	36,391	-
Other	51,600	103,917	103,917	-
Total Revenues	15,073,734	16,066,548	16,066,548	-
Expenditures:				
General Government				
Board of Aldermen	213,000	219,737	219,737	-
Administration - City Manager's Office	584,554	574,265	574,265	-
Elections	220	30	30	-
Financial Administration	648,472	623,526	623,526	-
Attorney/Legal Services	85,000	94,442	94,442	-
Information Systems	368,338	353,568	353,568	-
Human Resources	242,152	241,583	241,583	-
Insurance/Risk Management	333,900	321,891	321,891	-
External Auditors	33,475	34,601	34,601	-
General Government Building Maintenance	348,611	295,763	295,763	-
Government Bldg - City Hall	86,000	293,271	293,271	-
Government Bldg - 4400 Acworth Ind Dr	118,100	118,618	118,618	-
Government Bldg - 4406/4440 Acworth Ind]	65,350	70,905	70,905	-
Government Bldg - Other City Property	27,850	30,228	30,228	-
Government Bldg - Old Jail	1,441	973	973	-
Public Information	-	-	-	-
General Administration Fees	14,040	10,868	10,868	-
Judicial				
Municipal Court	444,862	415,534	415,534	-
Public Safety				
Police	5,535,068	5,292,469	5,292,469	-
Police Explorers	5,000	2,683	2,683	-
Jail	1,313,380	1,232,883	1,232,883	-
Public Works				
Public Works Administration	425,922	380,129	380,129	-
Highways and Streets	731,707	659,515	659,515	-
Right of Way Mowing	74,000	72,000	72,000	-
Storm Drainage	8,814	5,794	5,794	-
Fleet Maintenance	173,787	166,428	166,428	-
Cemetery	28,480	42,046	42,046	-
Health and Welfare				
Mosquito Control	500	-	-	-

**CITY OF ACWORTH
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Culture and Recreation				
Recreation	2,307,873	2,197,669	2,197,669	-
Athletics	113,341	66,992	66,992	-
Acworth Achievers/Expanding Horizons	46,500	5,078	5,078	-
Roberts School Recreation Ctr.	32,324	34,818	34,818	-
Rosenwald School Community Center	9,586	6,574	6,574	-
Community Center	151,021	142,330	142,330	-
Neighborhood Playgrounds	3,620	2,324	2,324	-
Southshore Park and Beach	25,139	31,713	31,713	-
Dallas Landing Beach and park	39,105	33,997	33,997	-
Proctor Landing Beach and Park	39,450	35,862	35,862	-
Acworth Sports Complex	112,283	91,961	91,961	-
Bobby Van Newberry Park	14,110	10,179	10,179	-
Cauble Park Facilities	72,616	111,493	111,493	-
Logan Farm Park Facilities	102,350	78,784	78,784	-
Summer Camp Operations	151,776	74,935	74,935	-
Special Events Activities	80,850	48,000	48,000	-
Senior Citizen Luncheon/Programs	53,391	23,700	23,700	-
Parks	25,000	16,200	16,200	-
Tree Commission	5,250	980	980	-
Housing and Development				
Soil Erosion Agricultural Res.	66,721	64,269	64,269	-
Protective Building Inspection	402,667	390,006	390,006	-
Planning and Zoning	305,807	364,198	364,198	-
Historic Preservation	1,030	-	-	-
TAD (Disbursement Funds)	315,932	321,609	321,609	-
Debt Service	331,830	331,830	331,830	-
Total Expenditures	<u>16,721,595</u>	<u>16,039,251</u>	<u>16,039,251</u>	<u>-</u>
Excess (deficiency) of Revenues over Expenditures	<u>(1,647,861)</u>	<u>27,297</u>	<u>27,297</u>	<u>-</u>
Other Financing Sources (uses):				
Transfers In	2,322,474	2,446,857	2,446,857	-
Transfers Out	(734,330)	(2,400,490)	(2,400,490)	-
Sale of Capital Assets	-	13,365	13,365	-
Total Other Financing Sources (uses)	<u>1,588,144</u>	<u>59,732</u>	<u>59,732</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (59,717)</u>	<u>\$ 87,029</u>	<u>87,029</u>	<u>\$ -</u>
Fund Balance at Beginning of Year - GAAP Basis			<u>8,028,434</u>	
Fund Balance at End of Year - GAAP Basis			<u>\$ 8,115,463</u>	

CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

1. Changes in Assumptions

Changes in assumptions for Pension Plan:

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

- The mortality table for healthy retirees and beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.
- The mortality table for disabled participants was changed from the sex-distinct RP-2000 Disabled Retiree Mortality Table to the sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.
- The mortality table for active participants, terminated vested participants, and deferred beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Employee Mortality Table.
- Future mortality improvement is based on projecting generationally from 2012 using 60% of the sex-distinct rates under the 2019 OASDI Trustees Report used for the intermediate alternative. 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% at ages 65 to 69 and 100% at age 70 and older. If normal retirement eligibility was available prior to age 65, the rates were 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70 and older as long as a participant was at least eligible for early retirement.
- The new assumption relates to when a given participant is eligible for normal retirement (either regular normal retirement or alternative normal retirement). Retirement rates do not apply if a participant is not eligible for either early or normal retirement. The retirement rates where normal retirement is available on or after age 65 are 5% at ages 55 to 59, 7% at ages 60 and 61, 20% at age 62, 10% at ages 63 and 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older.
- Where normal retirement is available to a given participant at age 62, 63, or 64, the new retirement rates are 3% when first eligible for early retirement through age 60, 10% at ages 61 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 30%.
- Where normal retirement is available at age 60 or 61, the new retirement rates are 3% when first eligible for early retirement through age 59, 10% at ages 60 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 20%.

CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

- Where normal retirement is available prior to age 60, the new retirement rates are 3% when first eligible for early retirement through the year prior to normal retirement eligibility, 10% from normal retirement eligibility through age 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 10%.
- The turnover rates were changed from the greater of age-based rates and select rates for the first five years of service followed by age-based rates thereafter to service-based rates only.
- The disability rates were changed to 50% of the rates in the prior age-based table.
- The inflation assumption was decreased from 2.75% to 2.25%.
- The salary increase assumption was changed from a service-based salary scale starting at 8.25% for the first two years of service with an ultimate rate of 3.25% at ten years of service to a service-based scale starting at 8.50% for the first two years of service with an ultimate rate of 3.00% at 15 years of service.
- The investment return assumption was decreased from 7.50% to 7.375%.

Changes of assumptions for OPEB:

Amounts reported in the Schedule of Changes in the City's Total OPEB Liability and Related Ratios for the fiscal year ending June 30, 2021 reflect the following assumption changes based on an actuarial experience study for the period January 2015 to June 30, 2019:

- The discount rate effective June 30, 2020 is 2.21%. For June 30, 2019, the effective rate was 3.50%.
- Congress repealed the excise tax regulation in December 2019.

2. Methods and Assumptions to Determine Pension Contribution Rates

Valuation date – The actuarially determined contribution rate for fiscal year 2021 was determined as of January 1, 2020, with an interest adjustment to the fiscal year.

Actuarial cost method – Projected unit credit

Amortization method – Closed level dollar for remaining unfunded liability

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

Projected salary increase – 2.25% plus service based merit increases

Investment rate of return – 7.375%

**CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

Retirement Age – 65

Mortality – Sex-distinct Pri-2012 head-count weighted Mortality Table.

3. Budgetary Data

An operating budget is legally adopted each fiscal year for the General, Special Revenue, and the Debt Service Funds. Project length budgets are adopted for the Capital Project Funds at the beginning of each project.

Budgets for the General Fund, Special Revenue Funds, Capital Projects Funds, and Debt Service Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP) except that the Capital Project Funds adopt project length budgets.

The City generally follows these procedures in establishing the budgetary data reflected in the financial statements:

1. A proposed operating budget including proposed expenditures and the means of financing them is submitted to the Board of Aldermen and the citizens by the City Manager by publication in the official Marietta Daily Journal newspaper.
2. A public hearing on the budget is held, giving notice thereof at least ten days in advance.
3. The budget is then revised and adopted or amended by the Board of Aldermen at the first regular meeting following the hearing.
4. The level of control (the level at which expenditures may not legally exceed appropriations) for each of the above adopted budgets is at the department level. The City's department heads may make transfers of appropriations within a department. Certain transfers of appropriations between departments require the approval of the Mayor and Board of Aldermen. The total budget so adopted may be revised during the year only by formal action of the Board of Aldermen in a regular meeting and no increase shall be made therein without provision also being made for financing the same. For a non-budgeted activity or item, or one which has a high likelihood of exceeding the budget appropriation, approval must come from the Mayor and Board of Aldermen.
5. Formal budgetary integration is employed as a management control device during the year for all funds.

Budgeted amounts reflected in the accompanying budget and actual comparisons are as originally adopted, or as amended, by the Board of Aldermen. A budget of \$0 was adopted for the ARPA Grant Special Revenue Fund. Individual amendments were not material in relation to the original appropriations which were amended.

CITY OF ACWORTH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Unencumbered appropriations lapse at year end.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General, Special Revenue and Capital Projects Funds. Encumbrances outstanding at year end do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

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GOVERNMENTAL FUNDS

NONMAJOR COMBINING STATEMENTS

CITY OF ACWORTH, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2021

	Special Revenue Funds							Capital Projects Fund			
	Hotel/Motel Tax	Recreational Impact Fee	Confiscated Assets	Soil Erosion Fees	Emergency Telephone System	CARES Act Grant	Acworth Lake Authority	Acworth Downtown Development Authority	Capital Improvement	Debt Service	Total Nonmajor
Assets:											
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,707	\$ -	\$ 44,707
Investments	-	-	-	-	-	-	-	-	9,681	-	9,681
Prepaid items	-	-	-	-	-	-	-	-	48,248	-	48,248
Due from other governments	32,533	-	-	-	84,133	-	-	-	-	-	116,666
Due from other funds	-	-	-	2,602	-	-	14,846	62,970	2,236,582	-	2,317,000
Restricted assets:											
Cash	-	18,500	112,489	-	-	-	-	-	219,427	1,500	351,916
Investments	-	34,023	585,294	11,446	-	-	-	-	-	-	630,763
Total assets	\$ 32,533	\$ 52,523	\$ 697,783	\$ 14,048	\$ 84,133	\$ -	\$ 14,846	\$ 62,970	\$ 2,558,645	\$ 1,500	\$ 3,518,981
Liabilities:											
Accounts payable	\$ 20,333	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48	\$ -	\$ -	\$ -	\$ 20,381
Due to other funds	12,200	-	-	-	-	-	-	-	-	1,500	13,700
Due to other governments	-	-	-	-	84,133	-	-	-	-	-	84,133
Unearned revenue	-	-	12,887	-	-	-	-	-	-	-	12,887
Total liabilities	32,533	-	12,887	-	84,133	-	48	-	-	1,500	131,101
Fund balances:											
Nonspendable	-	-	-	-	-	-	-	-	48,248	-	48,248
Restricted	-	52,523	684,896	14,048	-	-	-	-	219,430	-	970,897
Committed	-	-	-	-	-	-	11,275	-	318,144	-	329,419
Assigned	-	-	-	-	-	-	3,523	62,970	1,972,823	-	2,039,316
Total fund balances	-	52,523	684,896	14,048	-	-	14,798	62,970	2,558,645	-	3,387,880
Total liabilities and fund balances	\$ 32,533	\$ 52,523	\$ 697,783	\$ 14,048	\$ 84,133	\$ -	\$ 14,846	\$ 62,970	\$ 2,558,645	\$ 1,500	\$ 3,518,981

CITY OF ACWORTH, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Special Revenue Funds							Capital Project Fund		Total Nonmajor	
	Hotel/Motel Tax	Recreational Impact Fee	Confiscated Assets	Soil Erosion Fees	Emergency Telephone System	CARES Act Grant	Acworth Lake Authority	Acworth Downtown Development Authority	Capital Improvement		Debt Service
Revenues:											
Taxes	\$ 289,380	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 185,922	\$ 475,302
Intergovernmental	-	-	-	-	-	1,185,309	-	-	315,984	647,299	2,148,592
Charges for services	-	3,000	-	1,843	495,847	-	-	-	1,800	-	502,490
Fines and forfeitures	-	-	31,903	-	-	-	-	-	-	-	31,903
Investment earnings	-	27	1,162	9	-	-	-	-	264	-	1,462
Other	-	-	-	-	-	-	-	1,460	-	-	1,460
Total revenues	289,380	3,027	33,065	1,852	495,847	1,185,309	-	1,460	318,048	833,221	3,161,209
Expenditures:											
Current:											
General government	-	-	-	-	-	973,272	-	-	-	-	973,272
Public safety	-	-	70,614	-	495,847	80,516	-	-	-	-	646,977
Public works	-	-	-	45	-	-	-	-	-	-	45
Health and welfare	-	-	-	-	-	-	-	-	61,601	-	61,601
Housing and development	-	-	-	-	-	-	-	21,244	-	-	21,244
Culture and recreation	180,863	-	-	-	-	50,082	30,674	3,500	-	-	265,119
Capital outlay	-	-	-	-	-	-	-	-	879,097	-	879,097
Debt service	-	-	-	-	-	-	-	1,383,196	-	511,612	1,894,808
Total expenditures	180,863	-	70,614	45	495,847	1,103,870	30,674	1,407,940	940,698	511,612	4,742,163
Excess (deficiency) of revenues over (under) expenditures	108,517	3,027	(37,549)	1,807	-	81,439	(30,674)	(1,406,480)	(622,650)	321,609	(1,580,954)
Other financing sources (uses):											
Transfers in	-	-	-	-	-	-	10,000	1,399,120	1,666,160	-	3,075,280
Transfers out	(108,517)	-	-	-	-	(81,439)	-	-	-	(321,609)	(511,565)
Sale of capital assets	-	-	-	-	-	-	-	24,000	508,768	-	532,768
Total other financing sources (uses)	(108,517)	-	-	-	-	(81,439)	10,000	1,423,120	2,174,928	(321,609)	3,096,483
Net change in fund balance	-	3,027	(37,549)	1,807	-	-	(20,674)	16,640	1,552,278	-	1,515,529
Fund balance at beginning of year	-	49,496	722,445	12,241	-	-	35,472	46,330	1,006,367	-	1,872,351
Fund balance at end of year	\$ -	\$ 52,523	\$ 684,896	\$ 14,048	\$ -	\$ -	\$ 14,798	\$ 62,970	\$ 2,558,645	\$ -	\$ 3,387,880

GENERAL FUND

The General Fund is the principal fund of the City and is used to account for all activities of the City not in other specified funds. The General Fund accounts for the normal recurring activities of the City (i.e., police, recreation, public works, general government, etc.). These activities are funded primarily by property taxes on individuals and businesses.

**CITY OF ACWORTH, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Cash	\$ 6,149,428	\$ 3,359,103
Investments	797,976	2,795,936
Receivables (net of allowance for estimated uncollectibles):		
Taxes	73,380	39,495
Interest	13,925	13,257
Other	6,601	44,084
Due from other governments	23,958	18,964
Due from other funds	1,113,997	40,238
Prepaid items	361,954	325,252
Restricted assets:		
Cash	3,221,224	3,221,867
Total assets	\$ 11,762,443	\$ 9,858,196
Liabilities:		
Accounts payable	\$ 262,602	\$ 267,991
Accrued liabilities	90,489	149,668
Due to other funds	2,572,253	977,313
Due to component unit	89,613	101,544
Unearned revenue	582,711	293,909
Total liabilities	3,597,668	1,790,425
Deferred inflows of resources:		
Unavailable revenue - property taxes	49,312	39,337
Fund balances:		
Nonspendable	361,954	325,252
Restricted	3,008,499	3,005,122
Committed	9,899	11,726
Assigned	100,485	66,793
Unassigned	4,634,626	4,619,541
Total fund balance	8,115,463	8,028,434
Total liabilities, deferred inflows of resources, and fund balances	\$ 11,762,443	\$ 9,858,196

CITY OF ACWORTH, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Taxes	\$ 13,383,159	\$ 11,220,009
Licenses and permits	348,357	457,732
Intergovernmental	94,541	62,351
Charges for services	1,316,046	965,744
Fines and forfeitures	726,032	892,583
Investment earnings	58,105	126,343
Contributions and donations	36,391	47,091
Other	103,917	165,864
Total revenues	16,066,548	13,937,717
Expenditures:		
Current:		
General government	3,284,269	2,934,492
Public safety	6,528,035	6,020,034
Public works	1,325,912	1,105,188
Health and welfare	-	651
Housing and development	1,140,082	1,021,830
Judicial	415,534	413,919
Culture and recreation	3,013,589	2,945,811
Debt service	331,830	376,320
Total expenditures	16,039,251	14,818,245
Excess (deficiency) of revenues over (under) expenditures	27,297	(880,528)
Other financing sources (uses):		
Transfers in	2,446,857	1,669,000
Transfers out	(2,400,490)	(753,547)
Sale of capital assets	13,365	73,856
Total other financing sources (uses)	59,732	989,309
Net change in fund balance	87,029	108,781
Fund balance at beginning of year	8,028,434	7,919,653
Fund balance at end of year	\$ 8,115,463	\$ 8,028,434

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenues which are legally restricted to finance specific functions or activities of the government and which, therefore, cannot be diverted to other uses.

Hotel/Motel Tax – To account for the receipt of funds from imposition of the hotel/motel tax which is to be used primarily for the promotion of tourism.

Recreational Impact Fee – To account for the receipt of funds from imposition of the recreational impact fee which is to be used to finance public facilities necessary to promote and accommodate orderly growth and development.

Confiscated Asset Fund – To account for confiscated cash seizures from drug related crimes.

Soil Erosion Fees – To account for the receipt of money from fees for Land Disturbance permits and National Pollution Discharge Elimination System permit which is to be used for the implementation of local erosion and sediment control programs.

Emergency Telephone System Fund – To account for the receipt of prepaid wireless 9-1-1 fees and non-prepaid wireless 9-1-1 fees from the Georgia Department of Revenue who is the contracted collection partner of the Georgia Emergency Communications Authority.

Cares Act Grant Fund – To account for the receipt of funds from Cobb County that provide operational and community assistance with the COVID-19 public health emergency.

Acworth Lake Authority – To account for activities related to develop Lake Acworth shore and adjoining land areas as parks and recreational facilities and the related debt is expected to be repaid with City resources.

Acworth Downtown Development Authority – To account for activities related to the redevelopment of the downtown Acworth district and the accumulation of resources for payment of several special revenue bond issues.

**CITY OF ACWORTH, GEORGIA
HOTEL/MOTEL TAX
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Due from other governments	\$ 32,533	\$ 22,839
Total assets	\$ 32,533	\$ 22,839
Liabilities:		
Accounts payable	\$ 20,333	\$ 14,807
Due to other funds	12,200	8,032
Total liabilities	\$ 32,533	\$ 22,839

CITY OF ACWORTH, GEORGIA
HOTEL/MOTEL TAX
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Taxes	\$ 289,380	\$ 296,014
Expenditures:		
Current:		
Culture and recreation	180,863	185,009
Excess (deficiency) of revenues over (under) expenditures	108,517	111,005
Other financing sources (uses):		
Transfers out	(108,517)	(111,005)
Net change in fund balance	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	\$ -	\$ -

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

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 289,380	\$ 289,380	\$ -
Expenditures:			
Current:			
Culture and recreation	180,863	180,863	-
Excess (deficiency) of revenues over (under) expenditures	108,517	108,517	-
Other financing sources (uses):			
Transfers out	(108,517)	(108,517)	-
Net change in fund balance	\$ -	-	\$ -
Fund balance at beginning of year		-	
Fund balance at end of year		\$ -	

**CITY OF ACWORTH, GEORGIA
RECREATIONAL IMPACT FEE
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Restricted assets:		
Cash	\$ 18,500	\$ 15,500
Investments	34,023	33,996
Total assets	\$ 52,523	\$ 49,496
Fund balance:		
Restricted	\$ 52,523	\$ 49,496
Total fund balance	\$ 52,523	\$ 49,496

**CITY OF ACWORTH, GEORGIA
RECREATIONAL IMPACT FEE
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Revenues:		
Charges for services	\$ 3,000	\$ 11,000
Investment earnings	27	502
	3,027	11,502
Total revenues	3,027	11,502
Excess (deficiency) of revenues over (under) expenditures	3,027	11,502
Net change in fund balance	3,027	11,502
Fund balance at beginning of year	49,496	37,994
Fund balance at end of year	\$ 52,523	\$ 49,496

**CITY OF ACWORTH, GEORGIA
RECREATIONAL IMPACT FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	\$ 3,000	\$ 3,000	\$ -
Investment earnings	27	27	-
Total revenues	3,027	3,027	-
Excess (deficiency) of revenues over (under) expenditures	3,027	3,027	-
Net change in fund balance	\$ 3,027	3,027	\$ -
Fund balance at beginning of year		49,496	
Fund balance at end of year		\$ 52,523	

**CITY OF ACWORTH, GEORGIA
CONFISCATED ASSETS FUND
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Restricted assets:		
Cash	\$ 112,489	\$ 158,131
Investments	585,294	584,822
Total assets	\$ 697,783	\$ 742,953
Liabilities:		
Due to other funds	\$ -	\$ 164
Unearned revenue	12,887	20,344
Total liabilities	12,887	20,508
Fund balance:		
Restricted	684,896	722,445
Total fund balance	684,896	722,445
Total liabilities and fund balances	\$ 697,783	\$ 742,953

**CITY OF ACWORTH, GEORGIA
CONFISCATED ASSETS FUND
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Revenues:		
Fines and forfeitures	\$ 31,903	\$ 18,849
Investment earnings	1,162	7,502
	33,065	26,351
Total revenues		
Expenditures:		
Current:		
Public safety	70,614	44,600
	(37,549)	(18,249)
Excess (deficiency) of revenues over (under) expenditures		
	(37,549)	(18,249)
Net change in fund balance		
	722,445	740,694
Fund balance at beginning of year		
	\$ 684,896	\$ 722,445
Fund balance at end of year		
	\$ 684,896	\$ 722,445

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

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Fines and forfeitures	\$ 31,903	\$ 31,903	\$ -
Investment earnings	1,163	1,162	(1)
Total revenues	33,066	33,065	(1)
Expenditures:			
Current:			
Public safety	70,614	70,614	-
Excess (deficiency) of revenues over (under) expenditures	(37,548)	(37,549)	(1)
Net change in fund balance	\$ (37,548)	(37,549)	\$ (1)
Fund balance at beginning of year		722,445	
Fund balance at end of year		\$ 684,896	

**CITY OF ACWORTH, GEORGIA
SOIL EROSION FEES
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Due from other funds	\$ 2,602	\$ 954
Restricted assets:		
Investments	11,446	11,437
Total assets	\$ 14,048	\$ 12,391
Liabilities:		
Accounts payable	\$ -	\$ 150
Total liabilities	-	150
Fund balance:		
Restricted	14,048	12,241
Total fund balance	14,048	12,241
Total liabilities and fund balance	\$ 14,048	\$ 12,391

CITY OF ACWORTH, GEORGIA
SOIL EROSION FEES
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Charges for services	\$ 1,843	\$ 2,690
Investment earnings	9	169
Total revenues	1,852	2,859
Expenditures:		
Current:		
Public works	45	1,718
Total expenditures	45	1,718
Excess (deficiency) of revenues over (under) expenditures	1,807	1,141
Net change in fund balance	1,807	1,141
Fund balance at beginning of year	12,241	11,100
Fund balance at end of year	\$ 14,048	\$ 12,241

**CITY OF ACWORTH, GEORGIA
SOIL EROSION FEES
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Charges for services	\$ 1,843	\$ 1,843	\$ -
Investment earnings	<u>9</u>	<u>9</u>	<u>-</u>
Total revenues	<u>1,852</u>	<u>1,852</u>	<u>-</u>
Expenditures:			
Current:			
Public works	<u>44</u>	<u>45</u>	<u>(1)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,808</u>	<u>1,807</u>	<u>(1)</u>
Net change in fund balance	<u>\$ 1,808</u>	1,807	<u>\$ (1)</u>
Fund balance at beginning of year		<u>12,241</u>	
Fund balance at end of year		<u>\$ 14,048</u>	

**CITY OF ACWORTH, GEORGIA
EMERGENCY TELEPHONE SYSTEM
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Due from other governments	\$ 84,133	\$ 79,848
Total assets	\$ 84,133	\$ 79,848
Liabilities:		
Due to other governments	\$ 84,133	\$ 79,848
Total liabilities	84,133	79,848
Fund balance:		
Restricted	-	-
Total fund balance	-	-
Total liabilities and fund balance	\$ 84,133	\$ 79,848

**CITY OF ACWORTH, GEORGIA
EMERGENCY TELEPHONE SYSTEM
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Revenues:		
Charges for services	\$ 495,847	\$ 480,096
Total revenues	495,847	480,096
Expenditures:		
Current:		
Public safety	495,847	480,096
Total expenditures	495,847	480,096
Net change in fund balance	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	\$ -	\$ -

**CITY OF ACWORTH, GEORGIA
EMERGENCY TELEPHONE SYSTEM
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	\$ 495,847	\$ 495,847	\$ -
Total revenues	<u>495,847</u>	<u>495,847</u>	<u>-</u>
Expenditures:			
Current:			
Public safety	495,846	495,847	(1)
Total expenditures	<u>495,846</u>	<u>495,847</u>	<u>(1)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1</u>	<u>-</u>	<u>(1)</u>
Net change in fund balance	<u>\$ 1</u>	<u>-</u>	<u>\$ (1)</u>
Fund balance at beginning of year		<u>-</u>	
Fund balance at end of year		<u>\$ -</u>	

**CITY OF ACWORTH, GEORGIA
CARES ACT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Intergovernmental	\$ 1,185,309	\$ 1,185,309	-
Total revenues	<u>1,185,309</u>	<u>1,185,309</u>	<u>-</u>
Expenditures:			
Current:			
General government	973,273	973,272	1
Public safety	80,516	80,516	-
Culture and recreation	50,081	50,082	(1)
Total expenditures	<u>1,103,870</u>	<u>1,103,870</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>81,439</u>	<u>81,439</u>	<u>-</u>
Other financing sources (uses):			
Transfers out	<u>(81,439)</u>	<u>(81,439)</u>	<u>-</u>
Total other financing sources (uses)	<u>(81,439)</u>	<u>(81,439)</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>-</u>	<u><u>\$ -</u></u>
Fund balance at beginning of year		<u>-</u>	
Fund balance at end of year		<u><u>\$ -</u></u>	

**CITY OF ACWORTH, GEORGIA
ACWORTH LAKE AUTHORITY
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Due from other funds	\$ 14,846	\$ 35,472
Total assets	\$ 14,846	\$ 35,472
Liabilities:		
Accounts payable	\$ 48	\$ -
Total liabilities	48	-
Fund balance:		
Committed	11,275	-
Assigned	3,523	35,472
Total fund balance	14,798	35,472
Total liabilities and fund balance	\$ 14,846	\$ 35,472

**CITY OF ACWORTH, GEORGIA
ACWORTH LAKE AUTHORITY
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Revenues:		
Intergovernmental	\$ -	\$ -
Expenditures:		
Current:		
Culture and recreation	30,674	1,734
Total expenditures	30,674	1,734
Excess (deficiency) of revenues over (under) expenditures	(30,674)	(1,734)
Other financing sources (uses):		
Transfers in	10,000	10,000
Total other financing sources (uses)	10,000	10,000
Net change in fund balance	(20,674)	8,266
Fund balance at beginning of year	35,472	27,206
Fund balance at end of year	\$ 14,798	\$ 35,472

**CITY OF ACWORTH, GEORGIA
ACWORTH LAKE AUTHORITY
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget - Positive (Negative)
Expenditures:			
Current:			
Culture and recreation	<u>\$ 30,675</u>	<u>\$ 30,674</u>	<u>\$ 1</u>
Total expenditures	<u>30,675</u>	<u>30,674</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,675)</u>	<u>(30,674)</u>	<u>1</u>
Other financing sources (uses):			
Transfers in	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total other financing sources (uses)	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net change in fund balance	<u><u>\$ (20,675)</u></u>	<u>(20,674)</u>	<u><u>\$ 1</u></u>
Fund balance at beginning of year		<u>35,472</u>	
Fund balance at end of year		<u><u>\$ 14,798</u></u>	

**CITY OF ACWORTH, GEORGIA
ACWORTH DOWNTOWN DEVELOPMENT AUTHORITY
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Accounts receivable	\$ -	\$ 430
Due from other funds	62,970	55,923
Total assets	\$ 62,970	\$ 56,353
Liabilities:		
Accounts payable	\$ -	\$ 10,023
Total liabilities	-	10,023
Fund balance:		
Assigned	62,970	46,330
Total fund balance	62,970	46,330
Total liabilities and fund balance	\$ 62,970	\$ 56,353

CITY OF ACWORTH, GEORGIA
ACWORTH DOWNTOWN DEVELOPMENT AUTHORITY
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Other	\$ 1,460	\$ 2,881
Total revenues	1,460	2,881
Expenditures:		
Current:		
Housing and development	21,244	46,714
Culture and recreation	3,500	3,500
Debt service	1,383,196	1,506,949
Total expenditures	1,407,940	1,557,163
Excess (deficiency) of revenues over (under) expenditures	(1,406,480)	(1,554,282)
Other financing sources (uses):		
Transfers in	1,399,120	1,417,087
Issuance of debt	-	5,515,000
Payment to refunded bond escrow agent	-	(5,388,963)
Sale of capital assets	24,000	-
Total other financing sources (uses)	1,423,120	1,543,124
Net change in fund balance	16,640	(11,158)
Fund balance at beginning of year	46,330	57,488
Fund balance at end of year	\$ 62,970	\$ 46,330

**CITY OF ACWORTH, GEORGIA
ACWORTH DOWNTOWN DEVELOPMENT AUTHORITY
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Other	\$ 1,460	\$ 1,460	\$ -
Total revenues	<u>1,460</u>	<u>1,460</u>	<u>-</u>
Expenditures:			
Current:			
Housing and development	21,244	21,244	-
Culture and recreation	3,500	3,500	-
Debt service	1,383,196	1,383,196	-
Total expenditures	<u>1,407,940</u>	<u>1,407,940</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,406,480)</u>	<u>(1,406,480)</u>	<u>-</u>
Other financing sources (uses):			
Transfers in	1,399,120	1,399,120	-
Sale of capital assets	24,000	24,000	-
Total other financing sources (uses)	<u>1,423,120</u>	<u>1,423,120</u>	<u>-</u>
Net change in fund balance	<u>\$ 16,640</u>	16,640	<u>\$ -</u>
Fund balance at beginning of year		<u>46,330</u>	
Fund balance at end of year		<u>\$ 62,970</u>	

DEBT SERVICE FUND

The Debt Service Fund is used for the accumulation of resources for, and the payment of, principal and interest on general long-term debt (other than enterprise funds).

Debt Service Fund – To account for resources used in the payment of debt service association with Acworth's Tax Allocation District. Other debts of the City are presented within the corresponding funds.

**CITY OF ACWORTH, GEORGIA
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Restricted assets:		
Cash	\$ 1,500	\$ 1,500
Total assets	\$ 1,500	\$ 1,500
Liabilities:		
Due to other funds	\$ 1,500	\$ 1,500
Total liabilities	\$ 1,500	\$ 1,500

CITY OF ACWORTH, GEORGIA
DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Taxes	\$ 185,922	\$ 164,911
Intergovernmental	647,299	655,739
Total revenues	833,221	820,650
Expenditures:		
Current:		
Debt service	511,612	512,787
Total expenditures	511,612	512,787
Excess (deficiency) of revenues over (under) expenditures	321,609	307,863
Other financing sources (uses):		
Transfers out	(321,609)	(307,863)
Total other financing sources (uses)	(321,609)	(307,863)
Net change in fund balance	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	\$ -	\$ -

CITY OF ACWORTH, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	\$ 185,922	\$ 185,922	\$ -
Intergovernmental	647,298	647,299	1
Total revenues	<u>833,220</u>	<u>833,221</u>	<u>1</u>
Expenditures:			
Current:			
Debt service	511,612	511,612	-
Total expenditures	<u>511,612</u>	<u>511,612</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>321,608</u>	<u>321,609</u>	<u>1</u>
Other financing sources (uses):			
Transfers out	(321,608)	(321,609)	(1)
Total other financing sources (uses)	<u>(321,608)</u>	<u>(321,609)</u>	<u>(1)</u>
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance at beginning of year		<u>-</u>	
Fund balance at end of year		<u>\$ -</u>	

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CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and improvements other than those financed by Proprietary Funds.

Capital Improvements Fund – To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by Proprietary Funds.

Special Purpose Local Option Sales Tax Fund – To account for proceeds received from Cobb County Special Purpose Local Options Sales Tax collections to be used for transportation, sidewalks, parking, recreation and public safety improvements within the City. The Special Purpose Local Option Sales Tax levies were voter approved and collections began in 2005, 2011 and 2016.

**CITY OF ACWORTH, GEORGIA
CAPITAL IMPROVEMENT
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020**

	2021	2020
Assets:		
Cash	\$ 44,707	\$ -
Investments	9,681	9,673
Due from other governments	-	42,532
Due from other funds	2,236,582	482,697
Prepaid items	48,248	55,944
Restricted cash	219,427	435,037
Total assets	\$ 2,558,645	\$ 1,025,883
Liabilities:		
Accounts payable	\$ -	\$ 19,516
Total liabilities	-	19,516
Fund balance:		
Nonspendable	48,248	55,944
Restricted	219,430	574,739
Committed	318,144	-
Assigned	1,972,823	375,684
Total fund balance	2,558,645	1,006,367
Total liabilities and fund balance	\$ 2,558,645	\$ 1,025,883

CITY OF ACWORTH, GEORGIA
CAPITAL IMPROVEMENT
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Revenues:		
Charges for services	\$ 1,800	\$ -
Intergovernmental	315,984	415,299
Investment earnings	264	10,856
Total revenues	318,048	426,155
Expenditures:		
Current:		
Health and welfare	61,601	-
Capital outlay	879,097	730,539
Total expenditures	940,698	730,539
Excess (deficiency) of revenues over (under) expenditures	(622,650)	(304,384)
Other financing sources (uses):		
Transfers in	1,666,160	-
Sale of capital assets	508,768	266,250
Total other financing sources (uses)	2,174,928	266,250
Net change in fund balance	1,552,278	(38,134)
Fund balance at beginning of year	1,006,367	1,044,501
Fund balance at end of year	\$ 2,558,645	\$ 1,006,367

CITY OF ACWORTH, GEORGIA
SPLOST
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
Assets:		
Due from other governments	\$ 886,549	\$ 812,977
Restricted assets:		
Cash	5,047,709	2,978,111
Investments	<u>792,912</u>	<u>792,271</u>
Total assets	<u><u>\$ 6,727,170</u></u>	<u><u>\$ 4,583,359</u></u>
Liabilities:		
Accounts payable	\$ 421,909	\$ 339,698
Retainage payable	<u>76,653</u>	<u>58,017</u>
Total liabilities	<u>498,562</u>	<u>397,715</u>
Fund balance:		
Restricted	<u>6,228,608</u>	<u>4,185,644</u>
Total fund balance	<u>6,228,608</u>	<u>4,185,644</u>
Total liabilities and fund balances	<u><u>\$ 6,727,170</u></u>	<u><u>\$ 4,583,359</u></u>

CITY OF ACWORTH, GEORGIA
SPLOST
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
Revenues:		
Intergovernmental	\$ 5,372,011	\$ 4,727,729
Investment earnings	2,130	12,310
	<u>5,374,141</u>	<u>4,740,039</u>
Total revenues		
Expenditures:		
Capital outlay	3,042,177	2,661,071
Debt service	289,000	78,000
	<u>3,331,177</u>	<u>2,739,071</u>
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	<u>2,042,964</u>	<u>2,000,968</u>
Other financing sources (uses):		
Insurance reimbursements	-	134,786
Issuance of debt	-	375,000
	<u>-</u>	<u>509,786</u>
Total other financing sources (uses)		
Net change in fund balance	2,042,964	2,510,754
Fund balance at beginning of year	<u>4,185,644</u>	<u>1,674,890</u>
Fund balance at end of year	<u>\$ 6,228,608</u>	<u>\$ 4,185,644</u>

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for the acquisition, operation and maintenance of government facilities and services which are predominantly or entirely self-supporting by user charges. The operations of Enterprise Funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprises.

Acworth Power – To account for the operations of the City’s electric distribution system. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service.

Acworth Sanitation – To account for the operations of the City’s solid waste sanitation services. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service.

CITY OF ACWORTH, GEORGIA
ELECTRICAL POWER
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2021 AND 2020

Assets:	2021	2020
Current assets:		
Cash	\$ 4,890,461	\$ 6,301,209
Investments	5,445,680	3,242,679
Receivables (net of allowance for estimated uncollectibles)		
Utility accounts	1,821,701	1,644,793
Due from other funds	46,250	233,044
Inventory	774,565	738,803
Prepaid items	33,888	22,534
Restricted assets:		
Cash	1,269,734	1,241,213
Investments	8,980,354	8,489,359
Total current assets	23,262,633	21,913,634
Noncurrent assets:		
Property, plant and equipment, net	5,487,863	5,563,452
Total assets	28,750,496	27,477,086
Deferred outflows of resources:		
Related to pensions	236,173	260,936
Related to OPEB	1,268,038	1,109,778
Total deferred outflows of resources	1,504,211	1,370,714
Liabilities:		
Current liabilities:		
Accounts payable	620,491	746,631
Accrued liabilities	11,313	7,452
Due to other funds	1,471,864	385,328
Customer deposits	993,973	977,741
Accrued compensated absences	52,205	57,524
Capital lease obligations	41,811	83,572
Total current liabilities	3,191,657	2,258,248
Long-term liabilities (net of current portion):		
Accrued compensated absences	13,051	14,381
Total OPEB liability	4,378,042	3,969,539
Net pension liability	660,411	631,845
Capital lease obligations	7,091	48,903
Total long-term liabilities	5,058,595	4,664,668
Total liabilities	8,250,252	6,922,916
Deferred inflows of resources:		
Deferred regulatory credits	6,482,162	6,043,784
Related to pensions	16,921	4,663
Related to OPEB	262,317	353,880
Total deferred inflows of resources	6,761,400	6,402,327
Net position:		
Net investment in capital assets	5,438,961	5,261,815
Unrestricted	9,804,094	10,260,742
Total net position	\$ 15,243,055	\$ 15,522,557

**CITY OF ACWORTH, GEORGIA
ELECTRICAL POWER
ENTERPRISE FUND**

**COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Operating revenues:		
Charges for services	\$ 13,741,377	\$ 12,960,163
Other	413,890	382,183
Total operating revenues	14,155,267	13,342,346
Operating expenses:		
Personal services	1,788,806	2,446,558
Operating	9,795,475	8,898,703
Depreciation	607,224	561,938
Total operating expenses	12,191,505	11,907,199
Operating income	1,963,762	1,435,147
Nonoperating revenues (expenses):		
Investment earnings	(14,031)	198,843
Interest expense	(2,578)	(4,981)
Miscellaneous	-	15
Total nonoperating revenues (expenses)	(16,609)	193,877
Income before contributions and transfers	1,947,153	1,629,024
Capital contributions	34,900	17,752
Transfers out	(2,261,555)	(1,575,145)
Increase (decrease) in net position	(279,502)	71,631
Net position at beginning of year	15,522,557	15,450,926
Net position at end of year	\$ 15,243,055	\$ 15,522,557

**CITY OF ACWORTH, GEORGIA
ELECTRICAL POWER
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
Cash flows from (to) operating activities:		
Cash received from customers	\$ 13,994,591	\$ 13,525,760
Cash payments for goods and services	(8,257,023)	(6,977,018)
Cash payments for employee services and fringe benefits	(1,567,327)	(1,559,028)
	<u>4,170,241</u>	<u>4,989,714</u>
Cash flows from (to) noncapital financing activities:		
Transfers out	(2,261,555)	(1,575,145)
	<u>(2,261,555)</u>	<u>(1,575,145)</u>
Cash flows from (to) capital and related financing activities:		
Contributed capital	34,900	17,752
Proceeds from sale of capital assets	-	15
Interest paid	(2,578)	(4,981)
Payments for capital acquisitions	(531,636)	(1,091,129)
Principal payments on long-term obligations	(83,573)	(89,861)
	<u>(582,887)</u>	<u>(1,168,204)</u>
Cash flows from (to) investing activities:		
(Purchases) proceeds from sale of investments	(2,708,026)	(1,203,023)
Interest received from investments	-	198,843
	<u>(2,708,026)</u>	<u>(1,004,180)</u>
Net increase (decrease) in cash	(1,382,227)	1,242,185
Cash at beginning of year (including \$1,241,213 and \$1,249,450 in restricted cash)	<u>7,542,422</u>	<u>6,300,237</u>
Cash at end of year (including \$1,269,734 and \$1,241,213 in restricted cash)	<u>\$ 6,160,195</u>	<u>\$ 7,542,422</u>

CITY OF ACWORTH, GEORGIA
ELECTRICAL POWER
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Reconciliation of operating income to net cash from operating activities:		
Operating income	\$ 1,963,762	\$ 1,435,147
Adjustments to reconcile operating income to net cash to operating activities:		
Depreciation	607,224	561,938
(Increase) decrease in utility accounts receivable	(176,908)	180,755
(Increase) decrease in due from other funds	186,794	991,108
(Increase) decrease in inventory	(35,762)	93,297
(Increase) decrease in prepaid items	(11,354)	6,451
(Increase) decrease in deferred outflows of resources	(133,497)	(1,230,902)
Increase (decrease) in accounts payable	(126,140)	116,924
Increase (decrease) in accrued liabilities	(2,788)	(33,012)
Increase (decrease) in due to other funds	1,086,536	(95,825)
Increase (decrease) in customer deposits	16,232	2,659
Increase (decrease) in total OPEB liability	408,503	2,023,639
Increase (decrease) in net pension liability	28,566	194,430
Increase (decrease) in deferred inflows of resources	359,073	743,105
	\$ 4,170,241	\$ 4,989,714
Net cash from operating activities		

CITY OF ACWORTH, GEORGIA
SANITATION
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2021 AND 2020

Assets:	<u>2021</u>	<u>2020</u>
Current assets:		
Cash	\$ 1,131,140	\$ 1,010,894
Receivables (net of allowance for estimated uncollectibles):		
Utility accounts	166,109	154,900
Due from other funds	320,937	306,290
Total current assets	<u>1,618,186</u>	<u>1,472,084</u>
Noncurrent assets:		
Property, plant and equipment, net	<u>454,817</u>	<u>579,182</u>
Total assets	<u>2,073,003</u>	<u>2,051,266</u>
 Deferred outflows of resources:		
Related to pensions	99,655	120,288
Related to OPEB	745,905	572,983
Total deferred outflows of resources	<u>845,560</u>	<u>693,271</u>
 Liabilities:		
Current liabilities:		
Accounts payable	32,283	26,436
Accrued liabilities	6,775	4,281
Accrued compensated absences	20,019	18,107
Due to other funds	25,347	57,339
Customer deposits	309,952	300,749
Capital lease obligations	<u>78,810</u>	<u>90,526</u>
Total current liabilities	<u>473,186</u>	<u>497,438</u>
Long-term liabilities (net of current portion):		
Accrued compensated absences	5,005	4,527
Total OPEB liability	2,575,319	2,049,490
Net pension liability	278,666	291,271
Capital lease obligations	<u>114,932</u>	<u>193,734</u>
Total long-term liabilities	<u>2,973,922</u>	<u>2,539,022</u>
Total liabilities	<u>3,447,108</u>	<u>3,036,460</u>
 Deferred inflows of resources:		
Related to pensions	7,140	2,150
Related to OPEB	154,304	182,710
Total deferred inflows of resources	<u>161,444</u>	<u>184,860</u>
 Net position:		
Net investment in capital assets	261,075	294,922
Unrestricted	<u>(951,064)</u>	<u>(771,705)</u>
Total net position	<u>\$ (689,989)</u>	<u>\$ (476,783)</u>

CITY OF ACWORTH, GEORGIA
SANITATION
ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Operating revenues:		
Charges for services	\$ 2,096,998	\$ 2,015,288
Total operating revenues	2,096,998	2,015,288
Operating expenses:		
Personal services	1,069,295	550,505
Operating	877,721	823,763
Depreciation	135,895	141,595
Total operating expenses	2,082,911	1,515,863
Operating income (loss)	14,087	499,425
Nonoperating revenues (expenses):		
Miscellaneous	25	10
Interest expense	(7,761)	(4,580)
Total nonoperating revenues (expenses)	(7,736)	(4,570)
Income (loss) before transfers	6,351	494,855
Transfers out	(219,557)	(219,557)
Increase (decrease) in net position	(213,206)	275,298
Net position at beginning of year	(476,783)	(752,081)
Net position at end of year	\$ (689,989)	\$ (476,783)

CITY OF ACWORTH, GEORGIA
SANITATION
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Cash flows from (to) operating activities:		
Cash received from customers	\$ 2,094,992	\$ 2,015,339
Cash payments for goods and services	(918,513)	(597,313)
Cash payments for employee services and fringe benefits	(726,892)	(739,312)
Net cash from (to) operating activities	449,587	678,714
Cash flows from (to) noncapital financing activities:		
Transfers out	(219,557)	(219,557)
Net cash from (to) noncapital financing activities	(219,557)	(219,557)
Cash flows from (to) capital and related financing activities:		
Proceeds from insurance	-	-
Proceeds from sale of capital assets	25	10
Interest paid	(7,761)	(4,580)
Payments for capital acquisitions	(11,530)	(11,634)
Principal payments on long-term obligations	(90,518)	(88,387)
Net cash from (to) capital and related financing activities	(109,784)	(104,591)
Net increase (decrease) in cash	120,246	354,566
Cash at beginning of year	1,010,894	656,328
Cash at end of year	\$ 1,131,140	\$ 1,010,894
Reconciliation of operating income to net cash from operating activities:		
Operating income	\$ 14,087	\$ 499,425
Adjustments to reconcile operating income to net cash to operating activities:		
Depreciation	135,895	141,595
Change in assets and liabilities:		
(Increase) decrease in utility accounts receivable	(11,209)	(5,508)
(Increase) decrease in due from other funds	(14,647)	212,110
(Increase) decrease in deferred outflows of resources	(152,289)	(625,102)
Increase (decrease) in accounts payable	5,847	5,565
Increase (decrease) in accrued liabilities	4,884	(8,271)
Increase (decrease) in due to other funds	(31,992)	5,775
Increase (decrease) in customer deposits	9,203	5,559
Increase (decrease) in total OPEB liability	525,829	492,770
Increase (decrease) in net pension liability	(12,605)	84,309
Increase (decrease) in deferred inflows of resources	(23,416)	(132,513)
Net cash from operating activities	\$ 449,587	\$ 678,714
Supplemental disclosure of noncash investing and financing activities:		
Equipment purchased through capital lease	\$ -	\$ 195,822

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INTERNAL SERVICE FUNDS

Internal Service Funds account for services performed by a central service department for other departments or agencies of the government unit.

Customer Service Fund – This fund performs customer service functions relating to Acworth Power, Acworth Sanitation, administers the City's Occupational Tax and Property Tax programs. These functions include the billing of customers, collection of payments and processing customer calls for service. The Customer Service Fund bills the applicable funds for the services rendered.

Insurance Fund – This fund accounts for the costs of administering the workers compensation, medical, vision and dental insurance for all City employees and eligible retirees.

CITY OF ACWORTH, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2021

	Customer Service		Totals
	Fund	Insurance	
Assets:			
Current assets:			
Cash	\$ 148,366	\$ -	\$ 148,366
Accounts receivable	199	-	199
Due from other funds	90,894	194,086	284,980
Prepaid items	3,668	324,042	327,710
	<hr/>	<hr/>	<hr/>
Total current assets	243,127	518,128	761,255
Noncurrent assets:			
Property, plant and equipment, net	863	-	863
	<hr/>	<hr/>	<hr/>
Total assets	243,990	518,128	762,118
	<hr/>	<hr/>	<hr/>
Deferred outflows of resources:			
Related to pensions	75,766	-	75,766
	<hr/>	<hr/>	<hr/>
Liabilities:			
Current liabilities:			
Accounts and claims payable	7,188	145,663	152,851
Accrued liabilities	4,453	-	4,453
Accrued compensated absences	15,429	-	15,429
Due to other funds	-	-	-
	<hr/>	<hr/>	<hr/>
Total current liabilities	27,070	145,663	172,733
Long-term liabilities (net of current portion):			
Accrued compensated absences	3,857	-	3,857
Net pension liability	211,864	-	211,864
	<hr/>	<hr/>	<hr/>
Total long-term liabilities	215,721	-	215,721
	<hr/>	<hr/>	<hr/>
Total liabilities	242,791	145,663	388,454
	<hr/>	<hr/>	<hr/>
Deferred inflows of resources:			
Related to pensions	5,429	-	5,429
	<hr/>	<hr/>	<hr/>
Net position:			
Invested in capital assets	863	-	863
Unrestricted	70,673	372,465	443,138
	<hr/>	<hr/>	<hr/>
Total net position	\$ 71,536	\$ 372,465	\$ 444,001
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**CITY OF ACWORTH, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Customer Service Fund	Insurance	Totals
Operating revenues:			
Charges for services	\$ 781,000	\$ 3,682,837	\$ 4,463,837
Other	33,468	-	33,468
Total operating revenues	<u>814,468</u>	<u>3,682,837</u>	<u>4,497,305</u>
Operating expenses:			
Personal services	583,475	-	583,475
Operating	102,478	3,646,964	3,749,442
Depreciation	1,050	-	1,050
Total operating expenses	<u>687,003</u>	<u>3,646,964</u>	<u>4,333,967</u>
Operating income (loss)	<u>127,465</u>	<u>35,873</u>	<u>163,338</u>
Income (loss) before transfers	127,465	35,873	163,338
Transfers out	<u>(128,970)</u>	<u>-</u>	<u>(128,970)</u>
Increase (decrease) in net position	(1,505)	35,873	34,368
Net position at beginning of year	<u>73,041</u>	<u>336,592</u>	<u>409,633</u>
Net position at end of year	<u>\$ 71,536</u>	<u>\$ 372,465</u>	<u>\$ 444,001</u>

CITY OF ACWORTH, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Customer Service Fund	Insurance	Totals
Cash flows from (to) operating activities:			
Cash received from contributions and services provided	\$ 834,359	\$ 3,655,172	\$ 4,489,531
Cash payments for goods and services	(104,441)	-	(104,441)
Cash payments for benefits and claims	-	(3,655,172)	(3,655,172)
Cash payments for employee services and fringe benefits	(561,816)	-	(561,816)
Net cash from (to) operating activities	168,102	-	168,102
Cash flows from (to) noncapital financing activities:			
Transfers out	(128,970)	-	(128,970)
Net cash from (to) noncapital financing activities	(128,970)	-	(128,970)
Net increase (decrease) in cash	39,132	-	39,132
Cash at beginning of year	109,234	-	109,234
Cash at end of year	\$ 148,366	\$ -	\$ 148,366
Reconciliation of operating income (loss) to net cash from (to) operating activities:			
Operating income (loss)	\$ 127,465	\$ 35,873	\$ 163,338
Adjustments to reconcile operating income (loss) to net cash from (to) operating activities:			
Depreciation	1,050	-	1,050
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(95)	-	(95)
(Increase) decrease in due from other funds	19,986	(27,665)	(7,679)
(Increase) decrease in prepaid items	(178)	18,178	18,000
(Increase) decrease in deferred outflows of resources	8,115	-	8,115
Increase (decrease) in accounts and claims payable	458	(26,386)	(25,928)
Increase (decrease) in accrued liabilities	864	-	864
Increase (decrease) in due to other funds	(2,243)	-	(2,243)
Increase (decrease) in net pension liability	8,750	-	8,750
Increase (decrease) in deferred inflows of resources	3,930	-	3,930
Net cash from (to) operating activities	\$ 168,102	\$ -	\$ 168,102

CITY OF ACWORTH, GEORGIA
CUSTOMER SERVICE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2021 AND 2020

Assets:	2021	2020
Current assets:		
Cash	\$ 148,366	\$ 109,234
Accounts receivable	199	105
Due from other funds	90,894	110,880
Prepaid items	3,668	3,490
Total current assets	243,127	223,709
Noncurrent assets:		
Property, plant and equipment, net	863	1,912
Total assets	243,990	225,621
Deferred outflows of resources:		
Related to pensions	75,766	83,881
Liabilities:		
Current liabilities:		
Accounts payable	7,188	6,730
Accrued liabilities	4,453	3,146
Accrued compensated absences	15,429	15,783
Due to other funds	-	2,243
Total current liabilities	27,070	27,902
Long-term liabilities (net of current portion):		
Accrued compensated absences	3,857	3,946
Net pension liability	211,864	203,114
Total long-term liabilities	215,721	207,060
Total liabilities	242,791	234,962
Deferred inflows of resources:		
Related to pensions	5,429	1,499
Net position:		
Net investment in capital assets	863	1,912
Unrestricted	70,673	71,129
Total net position	\$ 71,536	\$ 73,041

CITY OF ACWORTH, GEORGIA
CUSTOMER SERVICE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
Operating revenues:		
Charges for services	\$ 781,000	\$ 726,700
Other	33,468	30,706
	814,468	757,406
Operating expenses:		
Personal services	583,475	523,461
Operating	102,478	98,757
Depreciation	1,050	1,050
	687,003	623,268
Operating income (loss)	127,465	134,138
Income (loss) before transfers	127,465	134,138
Transfers out	(128,970)	(128,970)
Increase (decrease) in net position	(1,505)	5,168
Net position at beginning of year	73,041	67,873
Net position at end of year	\$ 71,536	\$ 73,041

CITY OF ACWORTH, GEORGIA
CUSTOMER SERVICE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
Cash flows from (to) operating activities:		
Cash received from customers	\$ 834,359	\$ 770,505
Cash payments for goods and services	(104,441)	(97,512)
Cash payments for employee services and fringe benefits	<u>(561,816)</u>	<u>(526,133)</u>
 Net cash from (to) operating activities	 <u>168,102</u>	 <u>146,860</u>
 Cash flows from (to) noncapital financing activities:		
Transfers out	<u>(128,970)</u>	<u>(128,970)</u>
 Net cash from (to) noncapital financing activities	 <u>(128,970)</u>	 <u>(128,970)</u>
 Net increase (decrease) in cash	 39,132	 17,890
 Cash at beginning of year	 <u>109,234</u>	 <u>91,344</u>
 Cash at end of year	 <u><u>\$ 148,366</u></u>	 <u><u>\$ 109,234</u></u>
 Reconciliation of operating income (loss) to net cash from (to) operating activities:		
Operating income (loss)	\$ 127,465	\$ 134,138
Adjustments to reconcile operating income (loss) to net cash from (to) operating activities:		
Depreciation	1,050	1,050
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(95)	2,750
(Increase) decrease in due from other funds	19,986	10,349
(Increase) decrease in prepaid items	(178)	(16)
(Increase) decrease in deferred outflows of resources	8,115	(41,602)
Increase (decrease) in accounts payable	458	(982)
Increase (decrease) in accrued liabilities	864	(5,264)
Increase (decrease) in due to other funds	(2,243)	2,243
Increase (decrease) in net pension liability	8,750	64,727
Increase (decrease) in deferred inflows of resources	<u>3,930</u>	<u>(20,533)</u>
 Net cash from (to) operating activities	 <u><u>\$ 168,102</u></u>	 <u><u>\$ 146,860</u></u>

**CITY OF ACWORTH, GEORGIA
INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2021 AND 2020**

Assets:	<u>2021</u>	<u>2020</u>
Current assets:		
Due from other funds	\$ 194,086	\$ 166,421
Prepaid items	<u>324,042</u>	<u>342,220</u>
Total current assets	<u>518,128</u>	<u>508,641</u>
Total assets	<u>518,128</u>	<u>508,641</u>
Liabilities:		
Current liabilities:		
Accounts and claims payable	<u>145,663</u>	<u>172,049</u>
Total liabilities	<u>145,663</u>	<u>172,049</u>
Net position:		
Unrestricted	<u>372,465</u>	<u>336,592</u>
Total net position	<u><u>\$ 372,465</u></u>	<u><u>\$ 336,592</u></u>

**CITY OF ACWORTH, GEORGIA
INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
Operating revenues:		
Charges for services	\$ 3,682,837	\$ 3,477,950
Total operating revenues	<u>3,682,837</u>	<u>3,477,950</u>
Operating expenses:		
Operating	<u>3,646,964</u>	<u>3,636,014</u>
Total operating expenses	<u>3,646,964</u>	<u>3,636,014</u>
Operating income (loss)	<u>35,873</u>	<u>(158,064)</u>
Increase (decrease) in net position	35,873	(158,064)
Net position at beginning of year	<u>336,592</u>	<u>494,656</u>
Net position at end of year	<u>\$ 372,465</u>	<u>\$ 336,592</u>

**CITY OF ACWORTH, GEORGIA
INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Cash flows from (to) operating activities:		
Cash received from contributions and services provided	\$ 3,655,172	\$ 3,628,718
Cash payments for benefits and claims	(3,655,172)	(3,628,718)
Net cash from (to) operating activities	-	-
Net increase (decrease) in cash	-	-
Cash at beginning of year	-	-
Cash at end of year	\$ -	\$ -
 Reconciliation of operating income (loss) to net cash from (to) operating activities:		
Operating income (loss)	\$ 35,873	\$ (158,064)
Adjustments to reconcile operating income (loss) to net cash from (to) operating activities:		
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	-	176
(Increase) decrease in due from other funds	(27,665)	150,592
(Increase) decrease in prepaid items	18,178	(19,768)
Increase (decrease) in accounts and claims payable	(26,386)	27,064
Net cash from (to) operating activities	\$ -	\$ -

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SUPPLEMENTAL INFORMATION

CITY OF ACWORTH, GEORGIA
SCHEDULE OF INDEBTEDNESS
JUNE 30, 2021

DESCRIPTION	PAYMENT DATE	DEBT SERVICE PAYMENT	INTEREST PORTION	PRINCIPAL PORTION
GENERAL LONG-TERM DEBT				
Tax Allocation District Bonds - Series 2013	12/01/21	485,480	30,480	455,000
Lakeside Project ;\$5,595,000	06/01/22	24,702	24,702	-
bi-annual debt service; 2.54%	12/01/22	494,702	24,702	470,000
Debt service is paid from tax increment within district.	06/01/23	18,733	18,733	-
261-80000	12/01/23	498,733	18,733	480,000
	06/01/24	12,637	12,637	-
	12/01/24	502,637	12,637	490,000
	06/01/25	6,417	6,417	-
	12/01/25	511,416	6,416	505,000
		<u>\$ 2,555,457</u>	<u>\$ 155,457</u>	<u>\$ 2,400,000</u>
Jail & Court Services Facility Renovations and Addition	1/7/2022	291,719	27,479	264,240
\$2,537,698; Fixed Rate - 2.39%	7/7/2022	24,321	24,321	-
Mature - 01/07/2029	1/7/2023	294,877	24,321	270,556
100-80000	7/7/2023	21,088	21,088	-
	1/7/2024	298,110	21,088	277,022
	7/7/2024	17,777	17,777	-
	1/7/2025	301,420	17,777	283,643
	7/7/2025	14,388	14,388	-
	1/7/2026	304,810	14,388	290,422
	7/7/2026	10,917	10,917	-
	1/7/2027	308,280	10,917	297,363
	7/7/2027	7,364	7,364	-
	1/7/2028	311,834	7,364	304,470
	7/7/2028	3,725	3,725	-
	1/7/2029	315,472	3,725	311,747
		<u>\$ 2,526,102</u>	<u>\$ 226,639</u>	<u>\$ 2,299,463</u>
City Hall and Sports Complex 06/28/2013; \$3,407,000	10/1/2021	6,316	6,316	-
Interest payment semi-annual; Principal payment annually	4/1/2022	366,316	6,316	360,000
1.74% Interest Rate	10/1/2022	3,184	3,184	-
190-80000	4/1/2023	369,184	3,184	366,000
		<u>\$ 745,000</u>	<u>\$ 19,000</u>	<u>\$ 726,000</u>
CableNET Project Refunding Bonds; Series 2020	1/1/2022	46,410	46,410	-
\$5,515,000; Fixed Rate - 2.10%	7/1/2022	631,410	46,410	585,000
Mature - 07/01/2028	1/1/2023	40,268	40,268	-
190-80000	7/1/2023	640,268	40,268	600,000
	1/1/2024	33,968	33,968	-
	7/1/2024	648,967	33,967	615,000
	1/1/2025	27,510	27,510	-
	7/1/2025	662,510	27,510	635,000
	1/1/2026	20,843	20,843	-
	7/1/2026	665,842	20,842	645,000
	1/1/2027	14,070	14,070	-
	7/1/2027	679,070	14,070	665,000

CITY OF ACWORTH, GEORGIA
SCHEDULE OF INDEBTEDNESS
JUNE 30, 2021

DESCRIPTION	PAYMENT DATE	DEBT SERVICE PAYMENT	INTEREST PORTION	PRINCIPAL PORTION
	1/1/2028	7,087	7,087	-
	7/1/2028	682,087	7,087	675,000
		<u>\$ 4,800,310</u>	<u>\$ 380,310</u>	<u>\$ 4,420,000</u>
Downtown Project Series 2017	1/1/2022	73,688	73,688	-
\$7,160,000; Fixed Rate - 2.250%	7/1/2022	258,687	73,687	185,000
Mature - 07/01/2031	1/1/2023	71,606	71,606	-
190-80000	7/1/2023	266,607	71,607	195,000
	1/1/2024	69,413	69,413	-
	7/1/2024	634,412	69,412	565,000
	1/1/2025	63,056	63,056	-
	7/1/2025	628,056	63,056	565,000
	1/1/2026	56,700	56,700	-
	7/1/2026	636,700	56,700	580,000
	1/1/2027	50,175	50,175	-
	7/1/2027	645,175	50,175	595,000
	1/1/2028	43,481	43,481	-
	7/1/2028	648,481	43,481	605,000
	1/1/2029	36,675	36,675	-
	7/1/2029	1,381,675	36,675	1,345,000
	1/1/2030	21,544	21,544	-
	7/1/2030	1,721,543	21,543	1,700,000
	1/1/2031	2,419	2,419	-
	7/1/2031	217,419	2,419	215,000
		<u>\$ 7,527,512</u>	<u>\$ 977,512</u>	<u>\$ 6,550,000</u>
2017 Mower Max/SideArm	7/1/2021	2,983	272	2,711
09/18/2018 - \$178,953; 4.2499%; 60 months	8/1/2021	2,983	262	2,721
\$2,982.55 60/monthly	9/1/2021	2,982	252	2,730
100-80000	10/1/2021	2,983	243	2,740
	11/1/2021	2,982	233	2,749
	12/1/2021	2,983	223	2,760
	1/1/2022	2,982	213	2,769
	2/1/2022	2,983	204	2,779
	3/1/2022	2,983	194	2,789
	4/1/2022	2,983	184	2,799
	5/1/2022	2,983	174	2,809
	6/1/2022	2,983	164	2,819
	7/1/2022	2,983	153	2,830
	8/1/2022	2,984	144	2,840
	9/1/2022	2,982	133	2,849
	10/1/2022	2,982	123	2,859
	11/1/2022	2,982	113	2,869
	12/1/2022	2,982	103	2,879
	1/1/2023	2,982	93	2,889
	2/1/2023	2,982	83	2,899
	3/1/2023	2,982	73	2,909
	4/1/2023	2,982	62	2,920
	5/1/2023	2,982	52	2,930
	6/1/2023	2,982	42	2,940
	7/1/2023	2,982	31	2,951
	8/1/2023	2,983	21	2,962
	9/1/2023	2,983	11	2,972
		<u>\$ 80,528</u>	<u>\$ 3,855</u>	<u>\$ 76,673</u>

CITY OF ACWORTH, GEORGIA
SCHEDULE OF INDEBTEDNESS
JUNE 30, 2021

DESCRIPTION	PAYMENT DATE	DEBT SERVICE PAYMENT	INTEREST PORTION	PRINCIPAL PORTION
Cobb County Joint Project - Old Hwy 41 01/01/2016- \$1,500,000; 0% interest; 72 months \$20,833 monthly	7/1/2021	20,833	-	20,833
	8/1/2021	20,833	-	20,833
	9/1/2021	20,834	-	20,834
	10/1/2021	20,833	-	20,833
	11/1/2021	20,833	-	20,833
	12/1/2021	20,834	-	20,834
			<u>\$ 125,000</u>	<u>\$ -</u>

Electrical Power Fund

2017 Bucket Truck 09/18/2017 - \$198,533; 2.440%; 60 months \$3,518.19.60/monthly *Note April 4,2018 interest rate changed 2.960% 53 months \$3,557.95/monthly	7/18/2021	3,558	121	3,437	
	8/18/2021	3,558	112	3,446	
	9/18/2021	3,558	104	3,454	
	10/18/2021	3,558	95	3,463	
	11/18/2021	3,558	87	3,471	
	12/18/2021	3,558	78	3,480	
	1/18/2022	3,558	69	3,489	
	2/18/2022	3,558	61	3,497	
	3/18/2022	3,558	52	3,506	
	4/18/2022	3,558	44	3,514	
	5/18/2022	3,558	35	3,523	
	6/18/2022	3,557	26	3,531	
	7/18/2022	3,558	17	3,541	
	8/18/2022	3,557	7	3,549	
			<u>\$ 49,809</u>	<u>\$ 907</u>	<u>\$ 48,902</u>

Total Electrical Power Fund \$ 48,902

Sanitation Fund

2017 Freightliner Street Sweeper 04/12/2017 - \$232,457; 2.20%; 60 months \$4,094.82/monthly *Note April 4,2018 interest rate changed 2.670% 46 months \$4,133.59/monthly	7/12/2021	4,134	91	4,043	
	8/12/2021	4,134	82	4,052	
	9/12/2021	4,134	73	4,061	
	10/12/2021	4,134	64	4,070	
	11/12/2021	4,134	55	4,079	
	12/12/2021	4,134	46	4,088	
	1/12/2022	4,134	37	4,097	
	2/12/2022	4,134	28	4,106	
	3/12/2022	4,133	19	4,114	
	4/12/2022	4,133	1	4,132	
			<u>\$ 41,338</u>	<u>\$ 496</u>	<u>\$ 40,842</u>

2020 Freightliner Sanitation Truck 04/28/2020 - \$195,822; 3.44%; 60 months \$3,552.77/monthly	7/15/2021	3,553	438	3,115
	8/15/2021	3,553	430	3,123
	9/15/2021	3,553	421	3,132
	10/15/2021	3,553	412	3,141
	11/15/2021	3,553	403	3,150
	12/15/2021	3,553	394	3,159
	1/15/2022	3,553	384	3,169
	2/15/2022	3,553	376	3,177
	3/15/2022	3,553	366	3,187
	4/15/2022	3,553	357	3,196
	5/15/2022	3,553	348	3,205
	6/15/2022	3,553	339	3,214
	7/15/2022	3,553	330	3,223
8/15/2022	3,553	320	3,233	
9/15/2022	3,553	311	3,242	

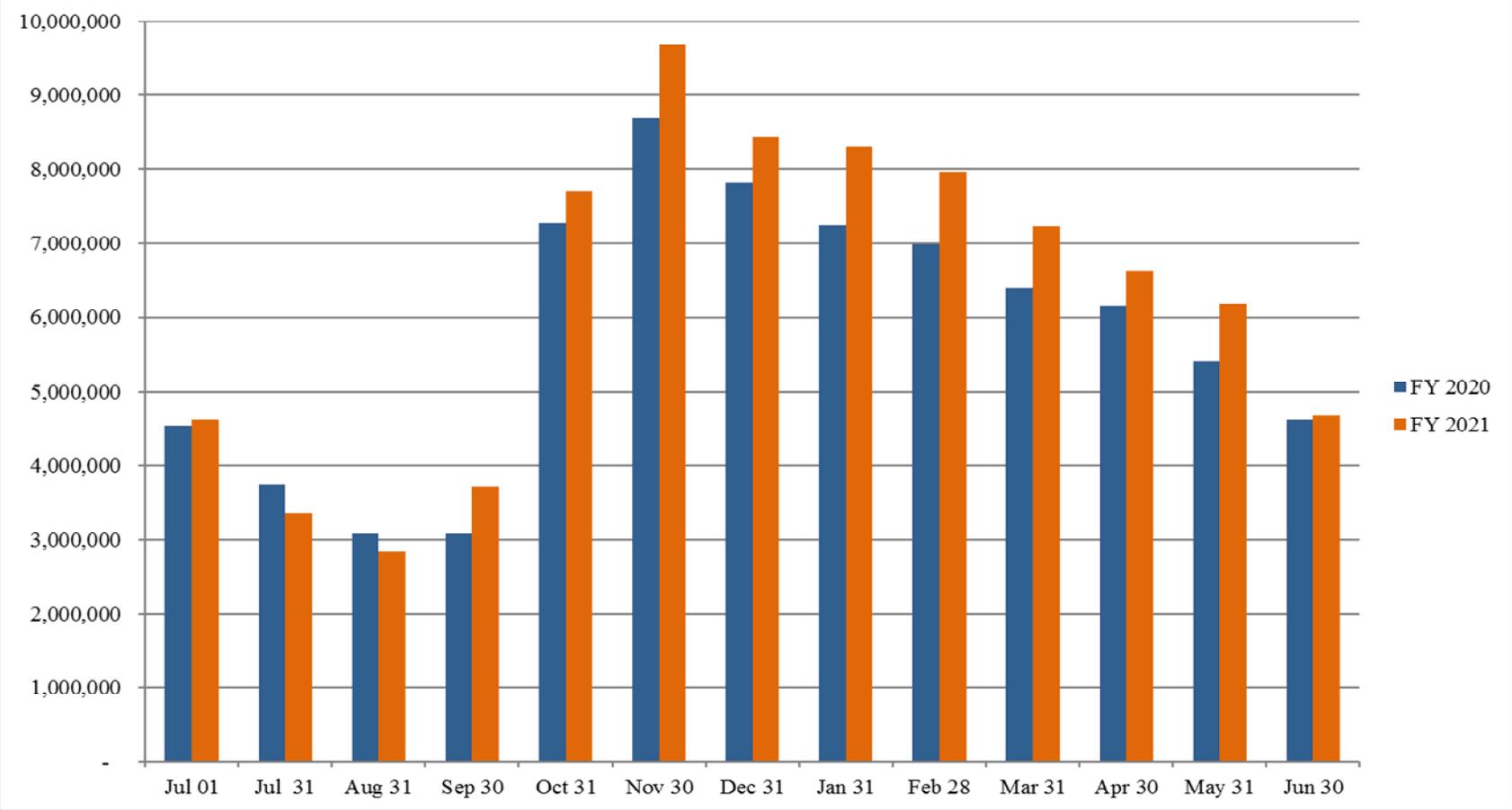
CITY OF ACWORTH, GEORGIA
SCHEDULE OF INDEBTEDNESS
JUNE 30, 2021

DESCRIPTION	PAYMENT DATE	DEBT SERVICE PAYMENT	INTEREST PORTION	PRINCIPAL PORTION
	10/15/2022	3,553	302	3,251
	11/15/2022	3,553	293	3,260
	12/15/2022	3,553	283	3,270
	1/15/2023	3,553	274	3,279
	2/15/2023	3,553	264	3,289
	3/15/2023	3,553	255	3,298
	4/15/2023	3,553	246	3,307
	5/15/2023	3,553	236	3,317
	6/15/2023	3,553	227	3,326
	7/15/2023	3,553	217	3,336
	8/15/2023	3,553	207	3,346
	9/15/2023	3,553	198	3,355
	10/15/2023	3,553	188	3,365
	11/15/2023	3,553	179	3,374
	12/15/2023	3,553	169	3,384
	1/15/2024	3,553	159	3,394
	2/15/2024	3,553	150	3,403
	3/15/2024	3,553	140	3,413
	4/15/2024	3,553	130	3,423
	5/15/2024	3,553	120	3,433
	6/15/2024	3,553	110	3,443
	7/15/2024	3,553	100	3,453
	8/15/2024	3,553	90	3,463
	9/15/2024	3,553	81	3,472
	10/15/2024	3,553	71	3,482
	11/15/2024	3,553	61	3,492
	12/15/2024	3,553	51	3,502
	1/15/2025	3,553	41	3,512
	2/15/2025	3,553	30	3,523
	3/15/2025	3,553	20	3,533
	4/15/2025	3,539	3	3,536
		<u>\$ 163,424</u>	<u>\$ 10,524</u>	<u>\$ 152,900</u>
				<u>\$ 193,742</u>
				<u>\$ 242,644</u>

Total Solid Waste Sanitation Fund

TOTAL ENTERPRISE FUNDS

**CITY OF ACWORTH, GEORGIA
GENERAL FUND SCHEDULE OF UNASSIGNED FUND BALANCE BY MONTH
FISCAL YEARS 2020 AND 2021**



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STATISTICAL SECTION

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

Contents

Financial Trends

These schedules contain trend information to help readers understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help readers assess the City's most significant local revenue sources.

Debt Capacity

These schedules present information to help readers assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help readers understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and capital asset data to help readers understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Except where noted, the information in these schedules is derived from the City's comprehensive annual financial reports for the relevant year.

**CITY OF ACWORTH, GEORGIA
GOVERNMENT - WIDE NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)**

	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014 (1)	2015	2016	2017 (1)	2018	2019	2020	2021
Governmental Activities										
Net investment in capital assets	\$ 32,488,823	\$ 33,087,992	\$ 41,531,232	\$ 42,518,514	\$ 44,217,395	\$ 39,162,439	\$ 47,017,712	\$ 54,070,531	\$ 55,135,519	\$ 55,060,730
Restricted	7,639,539	8,257,961	6,086,764	7,226,407	7,352,579	16,367,889	17,191,465	6,246,325	8,949,567	10,739,456
Unrestricted	(10,054,498)	(8,995,080)	(10,419,765)	(9,883,096)	(10,654,546)	(16,705,531)	(20,160,007)	(16,323,081)	(17,955,625)	(17,262,749)
Subtotal Governmental Activities Net Position	<u>30,073,864</u>	<u>32,350,873</u>	<u>37,198,231</u>	<u>39,861,825</u>	<u>40,915,428</u>	<u>38,824,797</u>	<u>44,049,170</u>	<u>43,993,775</u>	<u>46,129,461</u>	<u>48,537,437</u>
Business-Type Activities										
Net investment in capital assets	5,441,010	5,153,818	5,052,522	4,846,950	5,076,443	4,772,777	5,196,702	5,148,421	5,556,737	5,700,036
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	5,289,983	5,993,873	6,707,323	7,782,477	9,237,222	7,565,238	8,421,968	9,661,306	9,605,087	8,967,575
Subtotal Business-Type Activities Net Position	<u>10,730,993</u>	<u>11,147,691</u>	<u>11,759,845</u>	<u>12,629,427</u>	<u>14,313,665</u>	<u>12,338,015</u>	<u>13,618,670</u>	<u>14,809,727</u>	<u>15,161,824</u>	<u>14,667,611</u>
Primary Government										
Net investment in capital assets	37,929,833	38,241,810	46,583,754	47,365,464	49,293,838	43,935,216	52,214,414	59,218,952	60,692,256	60,760,766
Restricted	7,639,539	8,257,961	6,086,764	7,226,407	7,352,579	16,367,889	17,191,465	6,246,325	8,949,567	10,739,456
Unrestricted	(4,764,515)	(3,001,207)	(3,712,442)	(2,100,619)	(1,417,324)	(9,140,293)	(11,738,039)	(6,661,775)	(8,350,538)	(8,295,174)
Total Primary Government Net Position	<u>\$ 40,804,857</u>	<u>\$ 43,498,564</u>	<u>\$ 48,958,076</u>	<u>\$ 52,491,252</u>	<u>\$ 55,229,093</u>	<u>\$ 51,162,812</u>	<u>\$ 57,667,840</u>	<u>\$ 58,803,502</u>	<u>\$ 61,291,285</u>	<u>\$ 63,205,048</u>

NOTES:
(1) As restated.

CITY OF ACWORTH, GEORGIA
CHANGES IN NET POSITION - TOTAL
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014 (2)	2015	2016	2017 (2)	2018	2019	2020	2021
Expenses:										
Governmental activities	\$ 14,309,472	\$ 13,633,681	\$ 15,600,298	\$ 16,847,319	\$ 20,001,965	\$ 20,054,155	\$ 21,024,775	\$ 23,435,555	\$ 23,578,090	\$ 25,228,547
Business-type activities	12,436,270	12,756,520	12,788,057	12,334,462	11,330,037	12,565,830	12,310,101	12,613,956	13,298,485	14,157,290
Total Expenses	<u>26,745,742</u>	<u>26,390,201</u>	<u>28,388,355</u>	<u>29,181,781</u>	<u>31,332,002</u>	<u>32,619,985</u>	<u>33,334,876</u>	<u>36,049,511</u>	<u>36,876,575</u>	<u>39,385,837</u>
Program Revenues:										
Governmental activities	4,599,585	5,211,204	6,687,986	7,359,080	8,740,212	10,772,476	12,844,365	8,595,742	10,977,122	10,098,846
Business-type activities	13,795,444	14,639,522	15,144,792	15,305,717	14,752,706	15,400,275	15,213,117	15,419,365	15,375,386	16,287,165
Total Program Revenues	<u>18,395,029</u>	<u>19,850,726</u>	<u>21,832,778</u>	<u>22,664,797</u>	<u>23,492,918</u>	<u>26,172,751</u>	<u>28,057,482</u>	<u>24,015,107</u>	<u>26,352,508</u>	<u>26,386,011</u>
Net (Expense) Revenue	<u>(8,350,713)</u>	<u>(6,539,475)</u>	<u>(6,555,577)</u>	<u>(6,516,984)</u>	<u>(7,839,084)</u>	<u>(6,447,234)</u>	<u>(5,277,394)</u>	<u>(12,034,404)</u>	<u>(10,524,067)</u>	<u>(12,999,826)</u>
General Revenues and Transfers:										
Governmental activities	10,215,051	10,699,486	10,923,236	12,151,833	12,315,356	13,606,138	13,404,783	14,784,418	14,736,654	17,537,677
Business-type activities	(1,080,114)	(1,466,304)	(1,269,119)	(2,101,673)	(1,738,431)	(2,565,939)	(1,622,361)	(1,614,352)	(1,724,804)	(2,624,088)
Total General Revenues and Transfers	<u>9,134,937</u>	<u>9,233,182</u>	<u>9,654,117</u>	<u>10,050,160</u>	<u>10,576,925</u>	<u>11,040,199</u>	<u>11,782,422</u>	<u>13,170,066</u>	<u>13,011,850</u>	<u>14,913,589</u>
Changes in Net Position	<u>\$ 784,224</u>	<u>\$ 2,693,707</u>	<u>\$ 3,098,540</u>	<u>\$ 3,533,176</u>	<u>\$ 2,737,841</u>	<u>\$ 4,592,965</u>	<u>\$ 6,505,028</u>	<u>\$ 1,135,662</u>	<u>\$ 2,487,783</u>	<u>\$ 1,913,763</u>

NOTES:

(1) As restated.

(2) FY2014 and FY2017 have been restated and the effect of those restatements to previously reported changes in net position have not been determined.

CITY OF ACWORTH, GEORGIA
CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014 (2)	2015	2016	2017 (2)	2018	2019	2020	2021
Expenses:										
General government	\$ 1,968,349	\$ 2,018,223	\$ 2,609,694	\$ 3,091,117	\$ 3,204,116	\$ 3,267,821	\$ 3,379,469	\$ 3,306,624	\$ 3,726,208	\$ 4,980,662
Judicial	350,971	376,499	395,493	414,891	458,293	434,219	432,251	465,947	465,586	442,904
Health and welfare	6,272	991	1,089	1,668	3,640	4,954	540	5,239	651	61,601
Public works	3,470,031	3,229,552	3,304,938	3,800,570	4,866,774	4,503,538	5,114,375	6,149,459	4,743,149	4,421,274
Culture and recreation	2,088,689	1,622,427	2,681,118	2,763,205	3,613,552	3,460,774	3,538,062	4,169,791	4,526,274	4,947,540
Public safety	4,312,644	4,209,328	4,450,562	4,966,721	5,948,132	6,312,018	6,681,590	7,469,115	8,270,258	8,702,416
Housing and development	981,001	994,734	1,032,121	926,219	1,060,788	1,087,930	1,210,781	1,315,407	1,170,723	1,269,259
Interest and fiscal charges	1,131,515	1,181,927	1,125,283	882,928	846,670	982,901	667,707	553,973	675,241	402,891
Total Expenses	14,309,472	13,633,681	15,600,298	16,847,319	20,001,965	20,054,155	21,024,775	23,435,555	23,578,090	25,228,547
Program Revenues:										
Charges for Services:										
General government	217,284	214,352	238,294	231,605	263,686	268,382	327,542	265,792	378,349	308,634
Judicial	948,875	1,157,097	1,161,935	1,084,306	1,215,947	1,024,324	845,966	1,086,151	892,583	726,032
Public works	20,982	18,866	33,375	28,481	22,733	14,258	29,350	35,240	27,990	239,191
Culture and recreation	394,608	430,099	463,883	569,999	623,672	577,614	772,717	839,757	660,029	881,704
Public safety	27,389	23,440	65,333	95,102	71,254	117,051	251,655	728,085	685,013	606,016
Housing and development	193,495	276,632	216,779	406,544	358,863	220,612	561,095	398,655	334,626	236,625
Operating grants and contributions	100,439	122,508	291,322	235,434	301,743	294,117	419,437	366,880	104,694	1,290,679
Capital grants and contributions	2,696,513	2,968,210	4,217,065	4,707,609	5,882,314	8,256,118	9,636,603	4,875,182	7,893,838	5,809,965
Total Program Revenues	4,599,585	5,211,204	6,687,986	7,359,080	8,740,212	10,772,476	12,844,365	8,595,742	10,977,122	10,098,846
Net (Expense) Revenue	(9,709,887)	(8,422,477)	(8,912,312)	(9,488,239)	(11,261,753)	(9,281,679)	(8,180,410)	(14,839,813)	(12,600,968)	(15,129,701)
General Revenues and Transfers:										
General revenues:										
Property taxes	4,874,050	4,828,872	5,227,730	5,305,820	5,522,167	5,808,084	6,121,477	6,546,327	6,642,549	8,643,072
Insurance premium tax	958,018	1,017,576	1,053,603	1,102,373	1,177,704	1,276,993	1,360,988	1,465,968	1,558,478	1,645,662
Alcohol taxes	458,547	466,203	466,400	468,573	538,892	536,334	534,902	522,948	533,841	600,807
Hotel, motel tax	112,969	126,816	139,982	188,530	206,648	308,414	432,264	405,486	296,014	289,380
Franchise taxes	1,383,083	1,349,413	1,370,578	1,416,619	1,400,859	1,464,398	1,414,927	1,476,003	1,509,857	1,507,122
Financial institution tax	25,798	37,504	33,745	33,761	77,875	34,785	41,460	48,208	46,044	38,277
Business Taxes	409,776	442,094	456,762	451,893	500,078	527,302	634,411	640,558	658,818	693,971
Contributions not restricted to a specific program	638,610	680,784	600,130	591,414	608,173	590,435	601,143	650,284	655,739	647,299
Operating grants not restricted to a specific programs	246,349	252,388	245,977	433,818	439,279	441,522	455,648	454,529	464,378	507,710
Gain on sale of capital assets	-	-	-	-	-	-	-	-	301,892	294,728
Unrestricted investment earnings	13,097	19,345	18,339	19,514	19,564	15,293	87,196	129,238	145,372	59,567
Miscellaneous	-	-	-	-	-	-	-	541,926	-	-
Transfers	1,094,754	1,478,491	1,310,000	2,139,518	1,824,117	2,602,578	1,720,367	1,902,943	1,923,672	2,610,082
Total General Revenues and Transfers	10,215,051	10,699,486	10,923,246	12,151,833	12,315,356	13,606,138	13,404,783	14,784,418	14,736,654	17,537,677
Change in Net Position	\$ 505,164	\$ 2,277,009	\$ 2,010,934	\$ 2,663,594	\$ 1,053,603	\$ 4,324,459	\$ 5,224,373	\$ (55,395)	\$ 2,135,686	\$ 2,407,976

NOTES:
(1) As restated.
(2) FY2014 and FY2017 have been restated and the effect of those restatements to previously reported changes in net position have not been determined.

CITY OF ACWORTH, GEORGIA
CHANGES IN NET POSITION -BUSINESS-TYPE ACTIVITIES
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014 (2)	2015	2016	2017 (2)	2018	2019	2020	2021
Expenses:										
Electrical Power	\$ 11,214,845	\$ 11,526,660	\$ 11,488,074	\$ 10,867,184	\$ 9,787,092	\$ 10,878,263	\$ 10,512,965	\$ 10,865,674	\$ 11,778,042	\$ 12,066,618
Sanitation	1,221,425	1,229,860	1,299,983	1,467,278	1,542,945	1,687,567	1,797,136	1,748,282	1,520,443	2,090,672
Total Expenses	12,436,270	12,756,520	12,788,057	12,334,462	11,330,037	12,565,830	12,310,101	12,613,956	13,298,485	14,157,290
Program Revenues:										
Charges for Services:										
Electrical Power	12,280,471	13,103,125	13,548,217	13,622,247	13,010,289	13,587,030	13,306,315	13,489,767	13,342,346	14,155,267
Sanitation	1,499,678	1,531,378	1,594,705	1,682,170	1,716,409	1,790,092	1,859,419	1,922,048	2,015,288	2,096,998
Capital grants and contributions	15,295	5,019	1,870	1,300	26,008	23,153	47,383	7,550	17,752	34,900
Total Program Revenues	13,795,444	14,639,522	15,144,792	15,305,717	14,752,706	15,400,275	15,213,117	15,419,365	15,375,386	16,287,165
Net (Expense) Revenue	1,359,174	1,883,002	2,356,735	2,971,255	3,422,669	2,834,445	2,903,016	2,805,409	2,076,901	2,129,875
General Revenues and Transfers:										
Unrestricted investment earnings	14,640	11,033	40,881	37,845	85,686	36,639	98,006	287,238	198,843	(14,031)
Gain on sale of capital assets	-	1,154	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	1,353	25	25
Transfers	(1,094,754)	(1,478,491)	(1,310,000)	(2,139,518)	(1,824,117)	(2,602,578)	(1,720,367)	(1,902,943)	(1,923,672)	(2,610,082)
Total General Revenues and Transfers	(1,080,114)	(1,466,304)	(1,269,119)	(2,101,673)	(1,738,431)	(2,565,939)	(1,622,361)	(1,614,352)	(1,724,804)	(2,624,088)
Changes in Net Position	\$ 279,060	\$ 416,698	\$ 1,087,616	\$ 869,582	\$ 1,684,238	\$ 268,506	\$ 1,280,655	\$ 1,191,057	\$ 352,097	\$ (494,213)

NOTES:
(1) As restated.
(2) FY2014 and FY2017 have been restated and the effect of those restatements to previously reported changes in net position have not been determined.

CITY OF ACWORTH, GEORGIA
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Program/Function	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014 (2)	2015	2016	2017 (2)	2018	2019	2020	2021
Governmental Activities										
General government	\$ 217,284	\$ 214,352	\$ 238,294	\$ 231,605	\$ 263,686	\$ 268,382	\$ 327,542	\$ 265,792	\$ 378,349	\$ 1,493,943
Judicial	948,875	1,157,097	1,161,935	1,084,306	1,215,947	1,024,324	845,966	1,086,151	892,583	726,032
Public works (2)	2,677,012	2,839,088	4,195,856	2,870,130	2,732,651	3,449,467	5,005,291	2,229,801	4,921,903	3,101,987
Culture and recreation	463,083	625,403	584,902	1,061,642	3,012,751	4,897,767	5,088,050	3,279,488	3,387,534	3,434,293
Public safety	99,836	98,632	290,220	1,704,853	1,156,314	911,924	1,016,421	1,335,855	1,062,127	1,105,966
Housing and development	193,495	276,632	216,779	406,544	358,863	220,612	561,095	398,655	334,626	236,625
Subtotal governmental activities	4,599,585	5,211,204	6,687,986	7,359,080	8,740,212	10,772,476	12,844,365	8,595,742	10,977,122	10,098,846
Business-type activities										
Electric	12,295,766	13,108,144	13,550,087	13,623,547	13,036,297	13,610,183	13,353,698	13,497,317	13,360,098	14,190,167
Sanitation	1,499,678	1,531,378	1,594,705	1,682,170	1,716,409	1,790,092	1,859,419	1,922,048	2,015,288	2,096,998
Subtotal business-type activities	13,795,444	14,639,522	15,144,792	15,305,717	14,752,706	15,400,275	15,213,117	15,419,365	15,375,386	16,287,165
Total Primary Government	\$ 18,395,029	\$ 19,850,726	\$ 21,832,778	\$ 22,664,797	\$ 23,492,918	\$ 26,172,751	\$ 28,057,482	\$ 24,015,107	\$ 26,352,508	\$ 26,386,011

NOTES:

- (1) As restated.
- (2) FY2014 and FY2017 have been restated and the effect of those restatements to previously reported changes in net position have not been determined.

CITY OF ACWORTH, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2012 (1)	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Non-spendable	\$ 245,943	\$ 237,982	\$ 272,111	\$ 61,309	\$ 91,878	\$ 113,343	\$ 152,605	\$ 327,501	\$ 325,252	\$ 361,954
Restricted	3,645,885	3,158,549	3,181,225	3,198,814	3,004,675	3,013,675	3,004,277	3,004,280	3,005,122	3,008,499
Committed	24,402	13,402	7,160	-	-	-	-	-	11,726	9,899
Assigned	29,222	426,844	451,576	23,300	50,289	29,816	34,078	37,970	66,793	100,485
Unassigned	3,114,548	3,194,965	3,689,509	4,522,607	4,695,627	4,727,353	4,717,355	4,549,902	4,619,541	4,634,626
Total General Fund	<u>\$ 7,060,000</u>	<u>\$ 7,031,742</u>	<u>\$ 7,601,581</u>	<u>\$ 7,806,030</u>	<u>\$ 7,842,469</u>	<u>\$ 7,884,187</u>	<u>\$ 7,908,315</u>	<u>\$ 7,919,653</u>	<u>\$ 8,028,434</u>	<u>\$ 8,115,463</u>
All Other Governmental Funds										
Non-spendable	\$ 1,250	\$ 1,250	\$ 77,162	\$ 868,138	\$ 125,000	\$ 375,000	\$ 818,837	\$ 137,584	\$ 55,944	\$ 48,248
Restricted	3,992,404	5,098,162	6,473,100	3,159,455	4,222,905	12,979,209	13,368,351	3,222,938	5,544,565	7,199,505
Committed	264,315	330,351	10,245	99,486	1,600	7,935	93,434	1,596	-	329,419
Assigned	224,237	742,228	1,038,632	879,274	67,067	197,729	391,970	231,755	457,486	2,039,316
Unassigned	-	-	-	-	(285,719)	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 4,482,206</u>	<u>\$ 6,171,991</u>	<u>\$ 7,599,139</u>	<u>\$ 5,006,353</u>	<u>\$ 4,130,853</u>	<u>\$ 13,559,873</u>	<u>\$ 14,672,592</u>	<u>\$ 3,593,873</u>	<u>\$ 6,057,995</u>	<u>\$ 9,616,488</u>

NOTES:

(1) Fiscal Year 2012 has been restated for implementation of GASB 61 and GASB 65.

CITY OF ACWORTH, GEORGIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2012 (2)	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$ 8,460,186	\$ 8,589,855	\$ 9,006,639	\$ 9,396,110	\$ 9,876,440	\$ 10,377,036	\$ 10,978,119	\$ 11,544,075	\$ 11,680,934	\$ 13,858,461
Licenses and permits	248,398	337,662	262,984	498,578	448,147	334,165	678,587	493,986	457,732	348,357
Intergovernmental	3,355,670	4,485,645	4,227,472	4,724,006	6,331,596	8,885,956	10,312,785	5,564,601	5,861,118	7,615,144
Charges for services	511,358	541,620	645,122	747,805	776,663	767,560	1,112,230	1,686,372	1,459,530	1,818,536
Fines and forfeitures	980,759	1,224,165	1,368,753	1,247,837	1,427,823	1,242,738	1,153,904	1,363,029	911,432	757,935
Investment earnings	16,560	24,155	21,191	20,705	20,953	15,391	87,196	141,518	157,682	61,697
Contributions and donations	60,289	49,856	90,765	61,340	62,343	46,197	48,809	60,473	47,091	36,391
Other	98,138	85,512	111,321	87,290	115,343	98,548	153,847	87,281	168,745	105,377
Total revenues	13,731,358	15,338,470	15,734,247	16,783,671	19,059,308	21,767,591	24,525,477	\$ 20,941,335	\$ 20,744,264	\$ 24,601,898
Expenditures:										
Current:										
General Government	1,737,926	1,792,986	2,045,381	2,019,309	2,219,796	2,432,748	3,020,174	2,945,373	2,934,492	4,257,541
Public Safety	3,978,739	4,001,367	4,074,909	4,555,384	5,313,900	5,258,026	5,181,747	6,471,181	6,544,730	7,175,012
Public Works	926,744	961,549	1,023,966	1,044,454	1,190,492	1,157,841	1,150,732	1,527,108	1,106,906	1,325,957
Health and Welfare	6,272	991	1,089	1,668	3,640	4,954	540	5,239	651	61,601
Housing and development	930,902	952,545	983,906	916,713	1,071,000	1,046,120	1,086,815	1,247,811	1,068,544	1,161,326
Judicial	338,509	376,499	387,141	410,749	441,673	412,535	385,566	439,560	413,919	415,534
Culture and recreation	1,644,360	1,768,951	2,011,917	2,170,214	2,407,869	2,740,808	2,763,983	3,330,133	3,136,054	3,278,708
Capital Projects	3,064,257	3,075,740	7,401,758	8,127,891	7,621,926	6,657,675	9,038,833	16,320,809	3,391,610	3,921,274
Debt Service										
Principal	1,062,523	1,005,211	1,102,000	1,414,334	1,499,675	1,656,146	1,833,735	1,761,658	1,798,815	2,112,747
Interest	875,445	929,097	908,813	626,858	590,600	700,756	667,707	613,673	675,241	402,891
Total Expenditures	14,565,677	14,864,936	19,940,880	21,287,574	22,360,571	22,067,609	25,129,832	34,662,545	21,070,962	24,112,591
Excess (deficiency) of revenues over expenditures	(834,319)	473,534	(4,206,633)	(4,503,903)	(3,301,263)	(300,018)	(604,355)	(13,721,210)	(326,698)	489,307
Other financing sources (uses):										
Transfers in	3,253,520	3,367,637	4,019,221	3,777,573	3,431,166	11,601,700	3,212,578	3,911,896	3,096,087	5,522,137
Transfers out	(2,218,520)	(2,297,637)	(2,709,221)	(1,738,055)	(1,607,049)	(8,999,122)	(1,492,211)	(2,045,916)	(1,172,415)	(2,912,055)
Payment to refunding agent	-	(3,300,000)	(5,285,000)	-	-	-	-	-	(5,388,963)	-
Debt Issued	-	3,407,000	9,435,000	-	626,947	7,160,000	-	160,962	5,890,000	-
Insurance Reimbursement	-	-	-	-	-	-	-	-	134,786	-
Sale of capital assets	20,035	10,993	743,620	76,048	11,138	8,178	20,835	84,961	340,106	546,133
Total other financing sources (uses)	1,055,035	1,187,993	6,203,620	2,115,566	2,462,202	9,770,756	1,741,202	2,111,903	2,899,601	3,156,215
Extraordinary item	-	-	-	-	-	-	-	541,926	-	-
Total Net change in fund balance	220,716	1,661,527	1,996,987	(2,388,337)	(839,061)	9,470,738	1,136,847	(11,067,381)	2,572,903	3,645,522
Debt service as a percentage of noncapital expenditures (1)	16.8%	16.5%	16.3%	15.4%	12.9%	14.6%	14.9%	12.3%	13.4%	12.6%

NOTES:

(1) Fiscal Years 2012, 2013 and 2016 percentages have been adjusted and may differ from previously issued reports.

(2) As restated.

**CITY OF ACWORTH, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS**

(1) Fiscal Year	Property Tax	Insurance Premium Tax	Intangible Tax	Alcoholic Beverage Excise Tax	Hotel Motel Tax	Real Estate Transfer Tax	(1) Franchise Fees	(2) Other	Total
2012	\$ 5,086,566	\$ 958,018	\$ 21,769	\$ 458,547	\$ 112,969	\$ 5,002	\$ 1,383,083	\$ 434,232	\$ 8,460,186
2013	5,105,049	1,017,576	36,389	466,203	126,816	8,811	1,349,413	479,598	8,589,855
2014	5,450,671	1,053,603	24,185	466,400	139,982	10,713	1,370,578	490,507	9,006,639
2015	5,687,895	1,102,373	29,669	468,573	188,530	16,797	1,416,619	485,654	9,396,110
2016	5,907,258	1,177,704	54,895	538,892	206,648	12,231	1,400,859	577,953	9,876,440
2017	6,072,658	1,276,993	127,435	536,334	308,414	28,717	1,464,398	562,087	10,377,036
2018	6,402,500	1,360,988	135,530	534,902	432,264	21,136	1,414,927	675,872	10,978,119
2019	6,654,378	1,465,968	120,222	522,948	405,486	39,655	1,476,003	688,492	11,373,152
2020	6,892,205	1,558,478	148,012	533,841	296,014	31,220	1,509,858	711,307	11,680,934
2021	8,841,614	1,645,662	183,515	600,807	289,380	42,676	1,507,122	747,685	13,858,461

NOTE : Includes General and Special Revenue Funds. Special Purpose Local Option Sales Tax revenues are not included.

(1) 2011 - 2013 Includes franchise taxes previously classified as fees in prior years.

(2) 2011 - 2013 Includes occupational taxes previously classified as fees in prior years.

CITY OF ACWORTH, GEORGIA
TAXABLE ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN DIGEST YEARS
(unaudited)

Amounts														
Digest Year	Residential Property	Agricultural Property	Commercial Property	Industrial Property	Historical Property	Conservation Use Property	Public Utility	Motor Vehicles and Mobile Homes	Other Property	Less: Tax Exempt Property	(1)	(2)	Estimated Actual Value	Annual Percentage Change
											Total Taxable Assessed Value	Total Direct Tax Rate		
2011	372,302,549	-	194,290,388	6,161,082	100,458	-	11,870,518	39,684,262	41,638,334	26,318,183	639,729,408	7.600	1,599,323,520	-3.9%
2012	319,165,277	-	200,401,561	6,018,673	97,952	-	7,372,761	41,787,427	44,841,050	16,324,969	603,359,732	7.600	1,508,399,330	-5.7%
2013	313,876,166	-	186,926,383	6,141,426	97,952	-	8,158,889	46,035,491	45,020,601	15,545,389	590,711,519	7.600	1,476,778,798	-2.1%
2014	339,366,538	-	186,174,264	6,091,618	97,952	-	9,878,058	39,077,345	47,106,016	18,657,078	609,134,713	7.600	1,522,836,783	3.1%
2015	366,573,387	-	200,037,635	5,820,460	97,952	-	16,589,303	27,249,939	49,130,904	23,800,897	641,698,683	7.600	1,604,246,708	5.3%
2016	411,861,509	-	200,927,799	5,605,336	97,952	-	18,943,448	19,752,856	52,794,265	37,729,083	672,254,082	7.600	1,680,635,205	4.8%
2017	454,296,722	-	224,494,868	6,285,536	111,852	-	19,203,405	14,271,201	54,621,653	56,207,104	717,078,133	7.600	1,792,695,333	6.7%
2018	485,798,830	-	253,528,359	6,538,872	111,852	-	19,412,027	10,476,917	56,699,493	70,064,174	762,502,176	7.600	1,906,255,440	6.3%
2019	535,268,160	-	256,246,005	6,538,872	-	421,856	20,815,499	8,375,806	59,136,978	91,464,761	795,336,415	7.600	1,988,341,038	4.3%
2020	586,169,744	-	296,009,048	7,223,018	-	-	14,371,643	6,827,670	58,891,271	114,049,246	855,443,148	8.950	2,138,607,870	7.6%

NOTES:

- (1) All property is assessed at 40% of fair market value.
- (2) Tax Rates expressed in rate per \$1,000

Source: Tax Digest provided by the Cobb County Tax Commissioner's Office

CITY OF ACWORTH
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN DIGEST YEARS
(per \$1,000 of Assessed Value)
(unaudited)

Tax Digest Year	Overlapping Rates (1)												Total Overlapping and Direct
	City of Acworth		Cobb County				Cobb County School District			State of Georgia			
	Operating Millage	Total City Millage	General Millage	Bond Millage	Fire Millage	Total County Millage	General Millage	School Bond	Total School Millage	General Millage	Total State Millage		
2011	7.600	7.600	7.720	0.330	3.060	11.110	18.900	-	18.900	0.250	0.250	37.860	
2012 (2)	7.600	7.600	7.720	0.330	3.060	11.110	18.900	-	18.900	0.200	0.200	37.810	
2013	7.600	7.600	7.520	0.330	3.060	10.910	18.900	-	18.900	0.150	0.150	37.560	
2014	7.600	7.600	7.320	0.330	3.060	10.710	18.900	-	18.900	0.100	0.100	37.310	
2015	7.600	7.600	7.120	0.330	3.060	10.510	18.900	-	18.900	0.050	0.050	37.060	
2016	7.600	7.600	6.660	0.230	2.960	9.850	18.900	-	18.900	-	-	36.350	
2017	7.600	7.600	6.760	0.130	2.960	9.850	18.900	-	18.900	-	-	36.350	
2018	7.600	7.600	8.460	0.130	2.860	11.450	18.900	-	18.900	-	-	37.950	
2019	7.600	7.600	8.460	0.130	2.860	11.450	18.900	-	18.900	-	-	37.950	
2020	8.950	8.950	8.460	0.130	2.860	11.450	18.900	-	18.900	-	-	39.300	

NOTES:

- (1) Overlapping rates are those of Cobb County, Cobb County School System and the State of Georgia that apply to property owners within the City of Acworth.
(2) A verification of prior millage rates was conducted; previously issued reports will differ.

Source: Cobb County Tax Commissioner's Office and Comprehensive Annual Financial Reports of Cobb County and Cobb County School District.

**CITY OF ACWORTH, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT TAX DIGEST YEAR AND NINE YEARS PRIOR
(unaudited)**

2020				2011			
Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bellsouth Telecom/AT&T Georgia	\$ 15,626,034	1	1.83%	WRI Lakeside Marketplace LLC	\$ 8,800,000	1	1.38%
Soloman Acworth LLC	15,305,804	2	1.79%	Wal-Mart (3826 N Cobb Pkwy)	6,340,000	2	0.99%
Broadtree Walden Ridge LLC	13,800,000	3	1.61%	Wal-Mart (3105 N Cobb Pkwy)	6,210,200	3	0.97%
Celebration Village Acworth LLC	13,222,000	4	1.55%	Target	6,186,490	4	0.97%
Walmart Real Estate Business Trust	11,614,000	5	1.36%	Walden Ridge Apartments	6,037,280	5	0.94%
Landing at Acworth LLC	10,000,000	6	1.17%	Stanton Place Apartments	5,356,800	6	0.84%
WRI Lakeside Marketplace LLC	8,240,400	7	0.96%	Lowe's Home Cnters Inc	5,232,880	7	0.82%
GA Legacy at Acworth LLC	8,190,080	8	0.96%	Acworth Hwy 41 LLC	4,531,736	8	0.71%
Gazebo Park MF Ventures LLC	6,560,000	9	0.77%	Bellsouth Communications	3,634,655	9	0.57%
Target	5,578,308	10	0.65%	Cobblestone Landing LP	3,498,939	10	0.55%
Total Principal Taxpayers	108,136,626		12.64%		55,828,980		8.73%
All Other Taxpayers	747,306,522		87.36%		583,900,428		91.27%
Total	<u>\$ 855,443,148</u>		<u>100.00%</u>		<u>\$ 639,729,408</u>		<u>100.00%</u>

Source: Cobb County Tax Commissioners Office (2011) and City of Acworth Finance Department (2020)

**CITY OF ACWORTH, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Tax Digest Year	Taxes Levied	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years (2)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 4,468,702	\$ 4,326,349	96.81%	\$ 140,799	\$ 4,467,148	99.97%
2012	4,161,136	4,085,201	98.18%	70,868	4,156,069	99.88%
2013 (1)	4,077,294	4,020,616	98.61%	50,705	4,071,321	99.85%
2014	4,257,241	4,186,805	98.35%	65,760	4,252,565	99.89%
2015	4,543,730	4,491,087	98.84%	47,967	4,539,054	99.90%
2016	4,814,790	4,781,829	99.32%	18,854	4,800,683	99.71%
2017	5,195,372	5,143,051	98.99%	41,592	5,184,643	99.79%
2018	5,568,779	5,493,950	98.66%	3,529	5,497,479	98.72%
2019	5,823,228	5,767,977	99.05%	-	5,767,977	99.05%
2020	7,663,790	7,580,015	98.91%	-	7,580,015	98.91%

NOTE: Real and Personal Property.

(1) Information has been updated and will vary from previously issued report.

(2) Includes refunds due to settlement of appeals for respective digest year.

Source: Cobb County Tax Commissioners Office and City of Acworth Finance Department.

**CITY OF ACWORTH, GEORGIA
ELECTRIC RATE HISTORY PER SEASON
LAST TEN FISCAL YEARS
(unaudited)**

Fiscal Year	Kilowatt Hours Sold All Customer Types	Summer (1)			Winter (2)		
		Base Rate	Tier 1	Tier 2	Base Rate	Tier 1	Tier 2
2012	93,332,043	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2013	92,913,478	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2014	92,310,033	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2015	95,240,176	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2016	95,543,435	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2017	99,084,205	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2018	97,490,363	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2019	100,250,686	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2020	99,861,313	8.45	0.0900	0.1240	8.45	0.0900	0.0840
2021	98,904,144	16.00	0.1191	0.1531	16.00	0.1191	0.1131

Source : City of Acworth Utility Billing

NOTES:

The rate schedule shown is for the predominant customer base (residential) for Acworth Power. Does not include the Power Cost Adjustment which can vary monthly nor the Environmental Compliance Cost Recovery Rate.

- (1) Summer rates are May through October.
- (2) Winter rates are November through April.
- (3) Effective 1/1/21 the rates were changed.

**CITY OF ACWORTH, GEORGIA
PRINCIPAL ELECTRIC REVENUE CUSTOMERS
(unaudited)**

2021					2012				
Customer Name	Type of Business	Kilowatt Hours Billed	Rank	Percentage of Total Kilowatt Billable Hours Value	Customer Name	Type of Business	Kilowatt Hours Billed	Rank	Percentage of Total Kilowatt Billable Hours Value
Ingles Markets	Retail	3,317,200	1	3.35%	Target Stores	Retail	3,945,400	1	4.23%
Target Stores	Retail	3,214,400	2	3.25%	Ingles Market	Retail	3,678,353	2	3.94%
Celebration	Assisted Living	2,318,340	3	2.34%	Bellsouth	Telecommunications	1,664,610	3	1.78%
Solomon-Acworth	Assisted Living	2,262,320	4	2.29%	City of Acworth	Government	1,329,311	4	1.42%
Cobb County	Government	1,951,013	5	1.97%	NCG	Theater	1,277,040	5	1.37%
Bellsouth	Telecommunication	1,783,968	6	1.80%	Glenncast Inc.	Manufacturing	1,068,672	6	1.15%
City	Government	1,761,435	7	1.78%	Cobb County Board of Ed.	School District	836,880	7	0.90%
Dogwood	Assisted Living	1,186,924	8	1.20%	Cobb County	Government	685,206	8	0.73%
NCG	Theater	1,121,360	9	1.13%	Big Lots	Retail	537,900	9	0.58%
Glencast	Manufacturing	861,120	10	0.87%	Degussa Construction	Manufacturing	533,680	10	0.57%
	Total	<u>19,778,080</u>		<u>20.00%</u>			<u>15,557,052</u>		<u>16.67%</u>

Source : City of Acworth Utility Billing

CITY OF ACWORTH, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE AND GENERAL BONDED DEBT
LAST TEN FISCAL YEARS
(unaudited)

Governmental Activities								Business-type Activities					
Fiscal Year	(1) Revenue Bonds	Intergovernmental Contracts	Certificates of Participation	Installment Sales Agreement	Capital Leases	(2) Tax Allocation Bonds	Total Governmental Activities	(3) Revenue Bonds	Capital Leases	Loans Payable	Total Business-type Activities		
2012	\$ 4,200,000	\$ -	\$ 102,115	\$ -	\$ -	\$ 5,455,000	\$ 9,757,115	\$ 8,320,000	\$ 72,454	\$ -	\$ 8,392,454		
2013 (7)	11,892,000	-	-	-	-	5,285,000	17,177,000	-	207,988	-	207,988		
2014	11,080,000	-	-	3,840,000	-	5,305,000	20,225,000	-	142,481	-	142,481		
2015	10,251,000	-	-	3,639,666	-	4,920,000	18,810,666	-	91,585	-	91,585		
2016	9,401,000	339,629	-	3,432,501	239,808	4,525,000	17,937,938	-	433,376	-	433,376		
2017	15,681,000	266,005	-	3,218,271	156,516	4,120,000	23,441,792	-	536,728	-	536,728		
2018	14,715,000	191,321	-	2,996,736	-	3,705,000	21,608,057	-	566,621	-	566,621		
2019	13,708,000	115,562	-	2,767,647	136,452	3,280,000	20,007,661	-	399,161	-	399,161		
2020	12,805,000	413,716	-	2,537,698	108,469	2,845,000	18,709,883	-	416,735	-	416,735		
2021	11,696,000	125,000	-	2,299,463	76,673	2,400,000	16,597,136	-	242,644	-	242,644		
Total Outstanding Debt								General Bonded Debt					
Fiscal Year	Governmental Activities	Business-type Activities	Total Primary Government	(4) Personal Income	(4) Percentage of Personal Income	(4) Per Capita	(4) Population	Total Primary Government	(7) Resources Restricted for Repayment of Debt	Net Primary Government	Estimated Actual Value of Taxable Property (8)	(5) Percentage of Estimated Actual Value of Taxable Property	(4) Per Capita
2012	\$ 9,757,115	\$ 8,392,454	\$ 18,149,569	\$ 636,873,440	\$ 0	\$ 846	\$ 21,458	\$ 12,622,115	\$ 652,596	\$ 11,969,519	\$ 1,599,323,520	0.75%	\$ 558
2013 (6)	17,177,000	207,988	17,384,988	669,101,468	2.60%	790	21,994	11,892,000	-	11,892,000	1,508,399,330	0.79%	541
2014	20,225,000	142,481	20,367,481	702,935,826	2.90%	903	22,543	11,080,000	-	11,080,000	1,476,778,798	0.75%	492
2015	18,810,666	91,585	18,902,251	738,490,866	2.56%	818	23,106	10,251,000	-	10,251,000	1,522,836,783	0.67%	444
2016	17,937,938	433,376	18,371,314	775,855,080	2.37%	776	23,683	9,740,629	-	9,740,629	1,604,246,708	0.61%	411
2017	23,441,792	536,728	23,978,520	815,130,000	2.94%	988	24,275	15,947,005	-	15,947,005	1,680,635,205	0.95%	657
2018	21,608,057	566,621	22,174,678	856,354,000	2.59%	891	24,881	14,906,321	-	14,906,321	1,792,695,333	0.83%	599
2019	20,007,661	399,161	20,406,822	890,955,000	2.29%	804	25,379	13,823,562	-	13,823,562	1,906,255,440	0.73%	545
2020	18,709,883	416,735	19,126,618	930,927,000	2.05%	736	25,997	13,218,716	-	13,218,716	1,988,341,038	0.66%	508
2021	16,597,136	242,644	16,839,780	681,782,000	2.47%	744	22,625	11,821,000	-	11,821,000	2,138,607,870	0.55%	522

NOTES:

- (1) FY2012 and prior included capital leases and intergovernmental agreements with the Downtown Development authority and Acworth Lake Authority.
- (2) Tax Allocation Bonds - Debt Service is paid by the tax increment received from within the tax allocation district.
- (3) Intergovernmental agreement (capital lease) with the Downtown Development Authority concerning bonds for the CableNET Project which was sold in 2005, reclassified in 2013 under GASB 61.
- (4) See economic and demographic schedule for population and personal income information.
- (5) See taxable assessed value schedule for estimated actual value.
- (6) Amounts previously listed in Business-Type activities have been reclassified in 2013 and on as governmental activities under GASB 61.
- (7) Resources related to the TAD Increment have been excluded - previously issued reports will differ.
- (8) Values have been updated and may differ from previously issued reports.

CITY OF ACWORTH, GEORGIA
DIRECT, OVERLAPPING AND GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2021

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>(1) Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Overlapping Debt:			
Debt repaid with property taxes			
Cobb County General Obligation Debt	\$ 9,080,000	2.29%	\$ 207,970
Cobb County School District	-	2.29%	-
Other Debt			
Cobb County Parking Deck Certificates	6,490,000	2.29%	148,648
Cobb - Revenue Bonds	414,875,000	2.29%	9,502,378
Cobb County Revenue Anticipation Certificates	5,040,000	2.29%	<u>115,437</u>
Subtotal, overlapping debt			9,974,433
City direct debt:			
Direct Governmental Activities Debt (2)			<u>16,597,136</u>
Total direct and overlapping debt			<u>\$ 26,571,569</u>

Sources: Assessed value data used to determine applicable percentages provided by the Cobb County Board of Equalization and Assessment. Debt outstanding data provided by each governmental unit.

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

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using the taxable assessed property values. Applicable percentages were estimated by determining the portion of another government unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

(2) Direct Governmental Activities Debt includes Tax Allocation Bonds (which are to be repaid in part with shared intergovernmental tax revenues), debt arrangements with Acworth DDA and Acworth Lake Authority which are blended component units, Intergovernmental Contracts, Capital Leases and an Installment Sale Agreement through Georgia Municipal Association.

**CITY OF ACWORTH, GEORGIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN DIGEST YEARS
(unaudited)**

Digest Year	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Gross Assessed Value	\$ 666,047,591	\$ 619,684,701	\$606,256,908	\$ 627,791,791	\$ 665,499,580	\$ 709,983,165	\$ 773,285,237	832,566,350	886,803,176	969,492,394
Legal Debt Margin										
Debt Limit: 10 percent of assessed value	66,604,759	61,968,470	60,625,691	62,779,179	66,549,958	70,998,317	77,328,524	83,256,635	88,680,318	96,949,239
Total net debt applicable to limit (1)	-	10,867,720	14,920,000	13,890,666	13,412,938	19,321,792	17,903,057	16,475,647	15,342,698	13,995,463
Legal Debt Margin	\$ 66,604,759	\$ 51,100,750	\$ 45,705,691	\$ 48,888,513	\$ 53,137,020	\$ 51,676,525	\$ 59,425,467	\$ 66,780,988	\$ 73,337,620	\$ 82,953,776
Total net debt applicable to the limit as a percentage of debt limit	0.00%	17.54%	24.61%	22.13%	20.15%	27.21%	23.15%	19.79%	17.30%	14.44%

NOTES: Under Article 9, Section 5, Paragraph 1 of the State of Georgia Constitution, the City's outstanding general obligation debt should not exceed 10% of the assessed valuation of taxable property within the City.

(1) Includes Certificates of Participation fully amortized in Digest Year 2012. Debt in the amount of \$11,892,000 was included under Digest Year 2012 upon the blending of the component units in Fiscal Year 2013 which are Acworth Downtown Development Authority and Acworth Lake Authority. The City has intergovernmental agreements pertaining to the blended component unit issuances. Debt outstanding for the Acworth Lakeside Tax Allocation District bonds have been omitted from this schedule.

Source: Tax Digest provided by the Cobb County Tax Commissioner's Office.

Legal Debt Margin Calculation for Fiscal Year 2021

Total Taxable Assessed Value	\$ 855,443,148
Add back: exempt real property	<u>114,049,246</u>
Total assessed value	\$ 969,492,394
Debt limit (10% of total assessed value)	96,949,239
Debt applicable to limit	13,995,463
Less: Resources restricted to paying principal	<u>-</u>
	<u>13,995,463</u>
Legal debt margin	<u>\$ 82,953,776</u>

**CITY OF ACWORTH, GEORGIA
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 (unaudited)**

Tax Allocation Bonds							
Fiscal Year	Tax Increment Revenue (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest		
2012	\$ 801,380	\$ 3,000	\$ 798,380	\$ 160,000	\$ 345,938	158%	
2013	809,435	3,000	806,435	170,000	335,625	159%	
2014 (3)	757,056	1,250	755,806	290,000	283,058	132%	
2015	744,923	-	744,923	385,000	129,858	145%	
2016	767,118	-	767,118	395,000	119,951	149%	
2017	747,774	24	747,750	405,000	109,792	145%	
2018	760,774	-	760,774	415,000	99,377	148%	
2019	813,823	-	813,823	425,000	88,709	158%	
2020	820,650	-	820,650	435,000	77,788	160%	
2021	833,221	-	833,221	445,000	66,612	163%	

NOTES:

- (1) Includes interest income. FY2012 and FY2014 differ from previously issued reports to include interest earnings.
- (2) Excludes disbursement of Bond Proceeds to Tax Allocation District, distribution of excess funds and debt issuance costs.
- (3) FY2014 Bonds were refinanced.

**CITY OF ACWORTH, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	(1) Population	(2) Personal Income (amounts expressed in thousands)	(3) Per Capita Personal Income	(4) School Enrollment	Education Level in Years of Schooling	(5) Median Age	(6) Unemployment Rate
2012	21,458	\$ 636,873	\$ 29,680	6,562	*	35	9.3%
2013	21,994	669,101	30,422	6,719	*	36	8.5%
2014	22,543	702,936	31,182	6,636	*	36	7.4%
2015	23,106	738,491	31,961	6,649	*	36	5.8%
2016	23,683	775,855	32,760	7,159	*	36	5.0%
2017	24,275	815,130	33,579	7,154	*	35	4.3%
2018	24,881	856,354	34,418	6,999	*	36	3.4%
2019	25,379	890,955	35,106	6,997	*	36	3.3%
2020	25,997	930,927	35,809	6,829	*	36	7.5%
2021	22,625	681,782	30,134	6,700	*	36	2.6%

* Information not available

NOTES:

- (1) Data from Acworth Community Development Department Estimates.
- (2) Personal Income is derived by multiplying population statistics by Per Capita Income.
- (3) Per Capita Personal Income provided by the City of Acworth Economic Development Department.
- (4) Source : Cobb County Board of Education, North Cobb Christian School, Brookwood Christian School and Cornerstone Prep Academy
- (5) Data from Cobb Chamber of Commerce.
- (6) Source :Acworth Economic Development Estimates

CITY OF ACWORTH, GEORGIA
PRINCIPAL EMPLOYERS
2021 and 2012
(unaudited)

2021				2012			
Employer	Number of Employees	Rank	Percentage of Total City Employment	Employer	Number of Employees	Rank	Percentage of Total City Employment
Cobb County School System	559	1	5.81%	Cobb County School System	607	1	8.82%
Home Depot	352	2	3.66%	Walmart Super Center #3748	293	2	4.26%
Walmart Super Center #3741	333	3	3.46%	Walmart #3471	216	3	3.14%
Walmart Super Center #3748	295	4	3.07%	Target Store T-2091	210	4	3.05%
United Parcel Service	208	5	2.16%	Home Depot #156	163	5	2.37%
Senior Resource Management	183	6	1.90%	North Cobb Christian School	156	6	2.27%
North Cobb Christian	174	7	1.81%	City of Acworth	145	7	2.11%
City of Acworth	171	8	1.78%	Kohl's Department Store #441	140	8	2.03%
Target	166	9	1.73%	Lowe's Home Centers	108	9	1.57%
The Holbrook of Acworth	140	10	1.46%	Day's Chevrolet	107	10	1.55%
Total Principal Employers	2,581		26.83%		2,145		31.17%
Other Employers	7,040		73.17%		4,737		68.83%
Total Employers	9,621		100.00%		6,882		100.00%

Source: City Occupational Tax Department

CITY OF ACWORTH, GEORGIA
FULL TIME CITY EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(unaudited)

Function/Program	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017 (2)	2018	2019	2020	2021
General Government										
Board of Aldermen	5	5	5	5	5	5	5	5	5	5
Mayor	1	1	1	1	1	1	1	1	1	1
Administration	5	5	5	5	5	5	3	4	4	4
Finance	4	4	4	4	4	5	5	5	5	5
Information Systems	2	2	2	2	2	2	2	2	2	2
Human Resources	0	0	0	0	0	0	2	2	2	2
Building Maintenance	0	0	0	0	0	2	5	5	6	6
Customer Service (1)	6	7	7	7	9	8	8	7	8	7
Total General Government	23	24	24	24	26	28	31	31	33	32
Judicial										
Municipal Court	3	3	3	3	3	3	3	3	3	3
Public Safety (1)										
Police	40	40	40	40	44	43	44	46	45	44
Support Staff	3	3	3	4	4	4	4	6	5	6
Detention/Jail	10	10	10	13	15	16	15	15	16	12
Total Public Safety	53	53	53	57	63	63	63	67	66	62
Public Works										
Public Works	10	10	10	10	11	10	10	12	10	12
Culture & Recreation										
Culture and Recreation	15	15	17	21	22	24	24	25	24	25
Housing and Development										
Economic Development (1)	2	2	1	1	1	1	1	0	0	0
Community Development (1)	2	2	2	2	2	3	3	3	2	4
Zoning	0	0	0	0	0	0	0	0	0	0
Soil Erosion	1	1	1	1	1	1	1	1	1	1
Building	4	4	4	4	4	4	4	4	4	4
Code Compliance	0	0	0	0	0	0	0	0	0	0
Total Housing and Development	9	9	8	8	8	9	9	8	7	9
Electrical Power										
Electrical Power	14	14	14	15	17	17	17	17	16	16
Sanitation										
Sanitation	17	17	17	16	18	18	16	14	14	12
Total	144	145	146	154	168	172	173	177	173	171

Source : City Payroll Department

NOTES:

- (1) A historical review of Public Safety, Customer Service, Community Development and Economic Development positions were conducted and data updated; previously issued reports may differ.
(2) Building Maintenance Department classified in Culture and Recreation in previous report. Previously issued reports will differ.

CITY OF ACWORTH, GEORGIA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(unaudited)

Function/Program	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
Business Licenses Issued	957	920	901	885	898	917	920	934	956	972
Purchase Orders Issued	2,013	2,048	2,436	3,087	3,510	3,717	3,856	3,811	3,264	3,400
Public Safety										
Physical arrests	1,595	1,839	1,474	1,456	1,592	1,355	1,496	1,440	1,296	832
Parking violations	114	86	238	391	106	351	502	265	309	379
Traffic violations	7,519	7,876	7,026	6,549	7,765	7,625	5,146	6,320	5,401	3,905
Parks and Recreation										
Summer Camp Participant Capacity	120	120	130	120	140	140	140	240	40	132
Concerts / Movies	2	3	4	4	3	1	2	5	1	4
Youth Basketball Participants	385	399	405	452	463	470	447	443	498	277
Housing and Development										
Building Code Permits Issued	74	89	158	273	181	110	235	277	165	645
Other Code Permits Issued	699	725	483	999	652	466	447	695	557	643
Total Code Inspections Conducted	2,197	3,125	2,646	2,453	3,461	1,468	2,714	3,809	1,542	1,620
Plan Reviews Conducted	3	3	22	8	15	110	191	164	257	136
Sanitation										
Refuse collected (tons)	7,658	7,943	8,292	8,075	8,103	8,469	8,309	8,814	9,486	9,592
Sanitation Customers - Residential	6,410	6,433	6,488	6,564	6,784	6,875	6,955	7,082	7,127	7,253
Power										
Kilowatt hours sold	93,332,043	92,913,478	92,310,033	95,240,176	95,543,435	99,084,205	97,490,363	100,250,686	99,861,313	98,904,144
Electrical Power Customers (1)	6,314	6,367	6,325	6,334	6,389	6,337	6,512	6,531	6,688	6,749

Sources: Various City Departments

* Information not available

NOTES:

(1) A historical review was conducted and yielded the following differences from prior reports: a) 2011 Electrical Power Customers.

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

Function	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	45	45	47	50	63	63	65	69	67	65
Sanitation										
Collection trucks	5	6	6	6	8	6	6	6	6	6
Highways and streets										
Streets (miles)	172	172	172	179	181	181	182	178	178	178
Streetlights (2)	1,396	1,408	1,422	1,451	1,529	1,529	1,581	2,291	2,291	2,302
Culture and recreation (1)										
Park acreage	542	542	542	542	545	545	545	545	545	546
Parks	13	13	13	13	13	13	13	13	13	14
Beaches	4	4	4	4	4	4	4	4	4	4
Football Fields	2	2	2	2	3	3	3	3	3	3
Baseball Fields	11	11	12	12	12	12	12	12	12	12
Community Centers	2	2	2	2	2	2	2	4	4	4
Electric										
Number of distribution stations	3	3	3	3	3	3	3	3	3	3
Miles of service lines	94.5	94.5	94.5	94.5	94.5	94.5	94.5	100.7	100.7	102.9

NOTES:

(1) Classification of Parks and Community Centers revised in 2014 - This information will differ from previously issued reports.

(2) Beginning in 2019, Street Light count includes both public street lights and rental security lights maintained by the City.

Sources: Various City Departments

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SPECIAL REPORTS

**CITY OF ACWORTH, GEORGIA
HOTEL/MOTEL TAX
SCHEDULE OF REVENUE RECEIVED AND EXPENDITURES INCURRED
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Revenues			Expenditures		
Prior Years	Current Year	Total	Prior Years	Current Year	Total
\$4,193,549	\$289,380	\$4,482,929	\$4,193,549	\$289,380	\$4,482,929

* Expended in Hotel/Motel Tax Special Revenue Fund, General Fund and Acworth Downtown Development Authority and Acworth Tourism Bureau Authority Component Units.

CITY OF ACWORTH, GEORGIA
RECREATION IMPACT FEE
SCHEDULE OF COLLECTIONS, ENCUMBRANCES, AND FEES
AS OF JUNE 30, 2021

	<u>Prior Year</u>	<u>Current Year</u>	<u>Total</u>
<u>Recreational Impact Fee Collections</u>	\$ 2,145,760	\$ 3,000	\$ 2,148,760
Other Funding Sources			
Interest	50,348	27	50,375
Local Funding	134,229	-	134,229
Grants/Contributions	46,262	-	46,262
Total Funding - All Sources	2,376,599	3,027	2,379,626
<u>Fund Uses</u>			
<u>Actual Project Expenditures</u>			
<u>Project Budget</u>			
Repayment of Capital			
Improvements Element	9,290	9,290	-
Cauble Park Gazebo	123,088	123,088	-
Logan Road Property	150,000	150,000	-
Logan Horsefarm	708,838	708,838	-
Recreation Master Plan	9,000	9,000	-
Logan Farm Farmhouse	12,472	12,472	-
Cauble Park Boardwalk	56,530	56,530	-
Southshore Park	7,757	7,757	-
Acworth Sports Complex	196,503	196,503	-
Cowan Road	5,450	5,450	-
Amos Durr Field	6,004	6,004	-
School Street Property	3,847	3,847	-
Recreation Office - Logan	131,192	131,192	-
Cowan Trail	17,300	17,300	-
Multi-Use Lake Trail	166,146	166,146	-
Facility Needs Assessment	20,683	20,683	-
Tanyard Park Trail	4,400	4,400	-
Park Land Acquisition	110,740	110,740	-
Rosenwald School	10,066	10,066	-
Field 7 Sports Complex	140,032	140,032	-
Joint Use Parking Lot	78,242	78,242	-
Logan Farm Park Expansion	258,524	258,523	-
Community Center	101,000	101,000	-
Total Uses - All Funding Sources	2,327,103	-	2,327,103
Fees Encumbered	-	52,523	52,523
Future Projects	\$ -	\$ -	\$ -

CITY OF ACWORTH, GEORGIA
1 PERCENT SALES TAX
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Project	Original Estimated Cost	Revised Estimated Cost (1)	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
2016 SPLOST Program:						
Road Improvement Projects	\$ 12,583,827	\$ 14,475,663	\$ 6,766,436	\$ 2,512,595	\$ 9,279,031	64.10%
Judicial	25,000	25,000	-	24,750	24,750	99.00%
Parks Projects (2)	6,550,000	16,735,323	15,830,322	213,740	16,044,062	95.87%
Public Safety Projects	2,050,000	2,930,260	1,969,257	291,092	2,260,349	77.14%
	<u>\$ 21,208,827</u>	<u>\$ 34,166,246</u>	\$ 24,566,015	\$ 3,042,177	\$ 27,608,192	
		Debt Service Expenditures	611,094	289,000	900,094	
			<u>\$ 25,177,109</u>	<u>\$ 3,331,177</u>	<u>\$ 28,508,286</u>	

- (1) - Revised Estimated Cost includes revisions in original SPLOST budget and other funding sources including interest, grants and local government funds.
(2) - Includes Joint Project Funds for Recreation Center \$8,500,000 from Cobb County.

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