

CITY OF JONESBORO, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2022



Prepared by:
Jonesboro Finance Department

**CITY OF JONESBORO, GEORGIA
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INTRODUCTORY SECTION

June 22, 2023

To the Honorable Mayor, Distinguished Members of City Council and the Citizens of the City of Jonesboro, Georgia:

State law requires that all general-purpose local governments 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) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, I hereby issue the annual comprehensive financial report of the City of Jonesboro, Georgia (the “City”) for the fiscal year ended December 31, 2022.

The annual comprehensive financial report (ACFR) consists of management’s representations concerning the finances of the City of Jonesboro, Georgia. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Jonesboro, Georgia has established a comprehensive internal control framework that is designed both to protect the City’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Jonesboro’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Jonesboro’s financial statements have been audited by Fulton and Kozak, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Jonesboro for the fiscal year ended December 31, 2022, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Jonesboro’s financial statements for the fiscal year ended December 31, 2022, are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

Government Auditing Standards requires the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements. This report is included in this annual comprehensive financial report.

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

Profile of the Government

The City of Jonesboro, incorporated in 1859, is the county seat for Clayton County, Georgia, and lies within the Metropolitan Atlanta area approximately ten miles south of Atlanta-Hartsfield International Airport and 15 miles south of Atlanta's downtown business district. The City enjoys access to interstate highways I-75 and I-285, as well as US Highway 19/41 that traverses north to south and is known as Tara Boulevard. The City of Jonesboro currently occupies a land area of 2.6 square miles and a population of 4,753 citizens and serves a daytime population of over 12,000 people.

The City of Jonesboro is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state laws to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City of Jonesboro is a municipal corporation created by and chartered through the laws of the State of Georgia. The City operates under the Council-Manager form of government. Policymaking and legislative authority are vested in the governing council, which consists of a mayor and a six-member council. The governing body is responsible for, among other things, approving ordinances, adopting the budget, appointing committees, and hiring the City Manager and the City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the governing body and overseeing the day-to-day operations of the City. The City Manager is vested with the authority and responsibility to provide for the effective and efficient delivery of municipal services and to attend to the management of municipal affairs within legislative and legal parameters established by federal, state and local laws and legislations.

The council is elected on a non-partisan basis. Councilmembers are elected to a four-year staggered term with three council persons elected every two years. The mayor is elected for a four-year term. The mayor and the sitting council members are elected at large, without regard to specific residency within the City. Each member of the Governing body is required to reside within the City.

The City provides a full range of services, including police protection; solid waste; planning and zoning; recreational activities and cultural events. Additional information on the individual funds which perform these services can be found in Note 1 in the footnotes section of the financial statements.

The annual budget serves as the foundation for the City of Jonesboro's financial planning and control. All departments of the City are required to submit a departmental plan for appropriation to the City Manager by the end of August. The City Manager uses this request as the starting point for developing a proposed budget. The City Manager then presents this proposed budget to the Council for review prior to December 15th. The Council is required to hold public hearings on the

proposed budget and to adopt a final budget by no later than December 31, the close of the City's fiscal year. The proposed budget is prepared by fund, function, (e.g., public safety) and department (e.g., police). Department directors may request transfers of appropriations within a department. These transfers require the approval of the City Manager. Transfers of appropriations between departments or an increase in any salary category require the approval of the Governing body. Budget to actual comparison is provided in this report for each governmental fund for which a budget has been adopted. For the General Fund and the Urban Redevelopment Agency, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the General Fund and the Urban Redevelopment Agency with appropriated annual budgets, this comparison is presented beginning on page 53 for the capital projects and special revenue funds.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Jonesboro operates.

Current Economic Condition

Jonesboro offers business and industry the convenience and access that comes with convenient proximity to Hartsfield-Jackson Atlanta International airport. The City is serviced by 2 major interstates and a railroad mainline that can handle multiple trains per day, connecting the City to Georgia's 5,000 miles of rails lines capable of transport more than 70 million gross tons per year.

The local economy continues to experience growth post COVID-19 pandemic. Local option sales tax revenues continue to increase from the prior year's receipts. An analysis of hotel-motel occupancy tax revenues at the time of this letter reveals that by the end of Fiscal Year 2023 the occupancy levels will have fully recovered from the impacts of the pandemic. The assessed values of properties have increased, and we expect the same trend for the next fiscal year in response to the nationwide housing demands and increased commercial and residential development. The local unemployment rate is 4.7%, significantly lower than the 8.9% unemployment rates experienced in 2020 and slightly higher than the 4.1% unemployment rates of 2021.

Long-term Financial Planning

The City's long-term financial health is dependent on continuing economic growth and diversification of the City's revenue base. Jonesboro remains undeterred in its efforts to transform itself into a pedestrian-friendly destination locale complete with quality restaurants, upscale shopping and modern and attractive housing options.

Construction of the Jonesboro Broad Street Plaza and City Green was completed in fiscal year 2021. The new Plaza is a keystone in the larger efforts to revitalize the downtown area and is expected to attract businesses and patronage to the area. The City Green can be leased/rented for private or public functions at customary rates. Post pandemic, the economy is showing signs of recovery and stability resulting in a steady level of activity of these new amenities and proving that these initiatives were wise investments of the city resources.

The City renovated and expanded what is now known as Lee Street Park. It was formerly an under-utilized greenspace that has been revitalized into a 5.7-acre park area that connects to the downtown commercial district and residential neighborhoods. Lee Street Park features a fountain, playground, walking trail and a weekend farmer's market. The park has two stages. As part of our efforts to promote the city as a destination spot for locals and visitors to eat, work, and play, the City hosts an annual free summer concert series from May through August that draws thousands of attendees. Lee Street Park, directly across the street from Lee Street Elementary School, has become a popular downtown destination and was awarded a Development of Excellence Award from ARC in 2016. Visitors and residents can be seen walking the trails or playing on the playground daily. The revitalization of the Jonesboro Lee Street Park has been a great addition to the City.

The City completed the construction of a new multi-million dollar City Center municipal complex adjacent to Lee Street Park in 2022. In October the new two-story facility became the new location for the City's administrative staff, Public Safety, Community Development, Code Enforcement and Municipal Court personnel. The building features state-of-the-art technology and amenities. It has an open atrium and space for community gatherings and events.

In early 2022, the City supported the construction of a new Senior Citizen residence facility, Hearthside Jonesboro, to be located at the intersection of North Avenue and Main Street. This housing option will be within walking distance to dining, recreational facilities, banking, and other amenities. The facility is scheduled to open its doors in fall of 2023.

Economic development continues to be an area of focus and consideration on the part of the governing body of the City of Jonesboro. The purpose and focus is designed to influence the direction of private sector investment toward opportunities that can lead to sustained economic growth for its citizens and the community at-large. Sustained economic growth provides sufficient incomes for Jonesboro's local labor force, profitable business opportunities for employers, and tax revenues for maintaining the infrastructure to support this continued growth. Unlike community development which is a process for making a community a better place to live and work, economic development is purely and simply the creation of wealth in which community benefits are created. To this end, the City of Jonesboro's primary economic initiatives continue to focus on the following:

- Business Retention and Expansion - enhancing existing businesses.
- Business Expansion & Start-ups- attracting new business.

Major Initiatives

During the 2021 fiscal year, the City received approximately \$1,852,000 in State and Local Fiscal Recovery funds. This program has allowed the City to rebound from the effects of the pandemic and resume expanding governmental services as outlined in the OPB guidance provided by the US Treasury Department. In 2022, These funds served to support the installation of the Information Technology infrastructure at the new City Center. Future plans for the funds include expansion of Broadband connectivity and support of city businesses.

Management Discussion and Analysis

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

Awards

The City of Jonesboro does intend to submit this report to the Government Finance Officers Association (GFOA) for its consideration for awarding the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year 2022 Annual Comprehensive Financial Report (ACFR). Management believes that the report meets the Certificate of Achievement Program's requirements for the highest standards in government accounting and financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. The Annual Comprehensive Financial Report (ACFR) must satisfy both generally accepted accounting principles and applicable legal requirements.

The Government Finance Officers Association of the United States and Canada (GFOA) will be considering this second submission for the award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

A Certificate of Achievement is valid for a period of one year only.

Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the City of Jonesboro. Each member of each department has our sincere thanks and appreciation for the contributions and assistance made in the preparation of this report. Without the leadership and support of the governing body of the City of Jonesboro, presentation of this report would not have been possible.

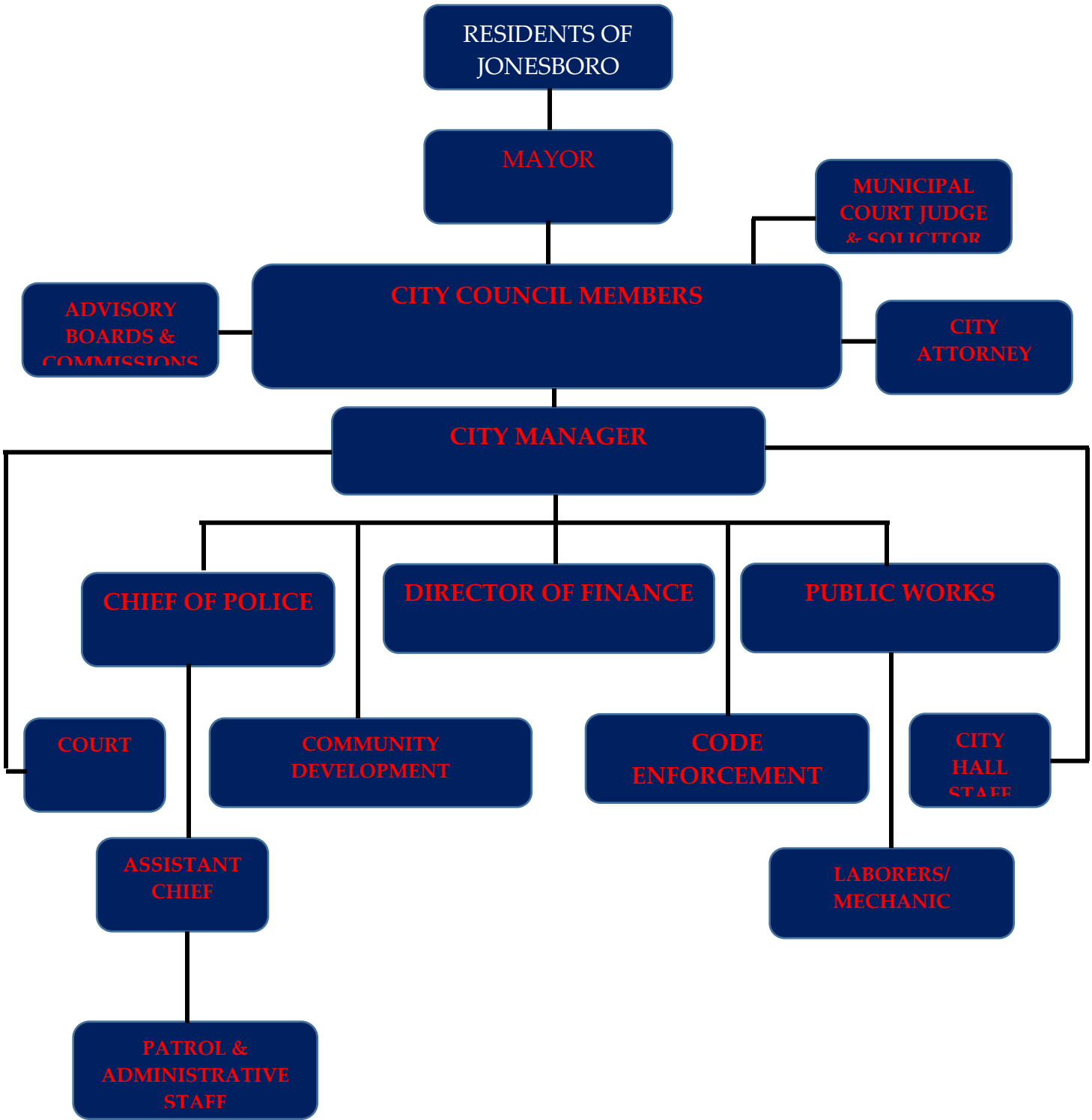
We also thank the Finance Staff, Mayor, and members of City Council for their interest and support in planning and conducting the financial operations of the City in a professional, responsible, and progressive manner.

Respectfully submitted,



Nina M. Robinson
Finance Director

**CITY OF JONESBORO
ORGANIZATIONAL CHART**



PRINCIPAL OFFICIALS



Mayor Donya Sartor



Alfred Dixon



Don Dixon



Bobby Lester



Tracey Messick



Billy Powell



Ed Wise

LISTING OF PRINCIPAL APPOINTED OFFICIALS

Interim City Manager, David Allen

DEPARTMENT DIRECTORS

| | |
|--------------------------|-----------------------------------|
| Tommy L. Henderson | Chief of Police |
| Derry Walker | Code Enforcement Officer |
| Shenika Wright | Court Administrator |
| David Allen | Director of Community Development |
| Nina Robinson | Director of Finance |
| John Burdin | Director of Public Works |
| Andrew Simpson | Main Street Manager |
| Rodney Virgil | Information Technology Specialist |
| Melissa Brooks | City Clerk |

CITY ATTORNEY

Fincher Denmark, LLC

CITY JUDGE

Chief Judge Charles Keith Wood Jr.

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of City Council
City of Jonesboro, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jonesboro, Georgia ("City") as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jonesboro, Georgia as of December 31, 2022 and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparisons for the General Fund and the Urban Redevelopment Agency thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Jonesboro, Georgia, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 7 to the financial statements, the 2022 financial statements have been restated to present all major funds. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Jonesboro, Georgia's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions.

Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Jonesboro, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Jonesboro, Georgia's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, amount other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 11, the Schedule of Changes in the City's Net Pension Liability and Related Ratios on pages 46-47, and the Schedule of City Contributions on pages 48-49 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Jonesboro, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, and the Schedule of Projects Constructed with Special Purpose Local Option Sales Tax are presented for purposes of additional analysis and are not a required part of the financial statements. Such

information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and the Schedule of Projects Constructed with Special Purpose Local Option Sales Tax are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

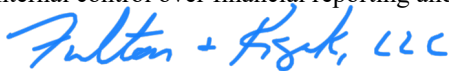
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2023, on our consideration of the City of Jonesboro, Georgia’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Jonesboro, Georgia’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Jonesboro, Georgia’s internal control over financial reporting and compliance.



Morrow, Georgia

June 22, 2023, except as to Note 7, which is as of July 26, 2023

CITY OF JONESBORO MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Jonesboro, we offer readers of the City of Jonesboro's financial statements this narrative overview and analysis of the financial activities of the City of Jonesboro for fiscal year ended December 31, 2022.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at December 31, 2022 by \$27,995,924 (*net position*). Of this amount, \$6,050,008 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$2,460,392.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$9,248,824, a decrease of \$6,269,718 in comparison with the prior year. Of this amount \$140,334 is non-spendable, \$2,674,485 is restricted, \$475,312 is assigned, and \$5,958,693 is unassigned. The unassigned of \$5,958,693 consists of various assets netted against their respective liabilities. See page 17 for a detail and reconciliation to the governmental activities net position.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$5,958,693 or 91 percent of total general fund expenditures.
- The City's total long-term debt decreased by \$596,774 during the current fiscal year. Components of this change include payments made on bond payable and financed purchases netted with new financed purchases issued in the current year.

Overview of the financial statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* 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 information on all of the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

CITY OF JONESBORO MANAGEMENT'S DISCUSSION AND ANALYSIS - Continued

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public safety, street, sanitation, and public works. The business-type activity of the City is solid waste management. The government-wide financial statements can be found on pages 12 through 14 of this report.

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

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

The City of Jonesboro maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the eight special revenue funds, and the four capital project funds.

The City adopts an annual appropriated budget for its general fund and special revenue funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 15 through 20 of this report.

Proprietary fund. The City maintains one type of proprietary fund. *Enterprise funds* (a component of proprietary funds) are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses a utility enterprise fund to account for its sanitation operation.

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 the sanitation operation which is considered to be a major fund of the City.

The basic proprietary fund financial statements can be found on pages 24 through 26 of this report.

**CITY OF JONESBORO
MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued**

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 through 45 of this report.

Government-wide financial analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Jonesboro, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$27,995,924 at the close of the most recent fiscal year.

A portion of the City's net position (69 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt that is still outstanding used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**City of Jonesboro, Georgia
Net Position
Governmental Activities**

| | <u>2022</u> | <u>2021</u> | <u>Change</u> |
|----------------------------------|----------------------|----------------------|---------------------|
| Current and other assets | \$ 11,690,610 | \$ 18,255,558 | \$ (6,564,948) |
| Capital assets | <u>40,851,209</u> | <u>32,823,108</u> | <u>8,028,101</u> |
| Total assets | <u>52,541,819</u> | <u>51,078,666</u> | <u>1,463,153</u> |
| Deferred outflows of resources | <u>44,795</u> | <u>128,454</u> | <u>(83,659)</u> |
| Current liabilities | 2,457,181 | 2,839,389 | (382,208) |
| Long-term liabilities | <u>21,983,120</u> | <u>22,579,893</u> | <u>(596,773)</u> |
| Total liabilities | <u>24,440,301</u> | <u>25,419,282</u> | <u>(978,981)</u> |
| Deferred inflows of resources | <u>433,944</u> | <u>554,811</u> | <u>(120,867)</u> |
| Net position: | | | |
| Net investment in capital assets | 19,128,062 | 10,263,491 | 8,864,571 |
| Restricted | 2,674,485 | 8,059,881 | (5,385,396) |
| Unrestricted | <u>5,909,822</u> | <u>6,909,655</u> | <u>(999,833)</u> |
| Total net position | <u>\$ 27,712,369</u> | <u>\$ 25,233,027</u> | <u>\$ 2,479,342</u> |

**CITY OF JONESBORO
MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued**

**City of Jonesboro, Georgia
Net Position
Business-Type Activities**

| | <u>2022</u> | <u>2021</u> | <u>Change</u> |
|----------------------------------|-------------------|-------------------|--------------------|
| Current and other assets | \$ 305,929 | \$ 303,674 | \$ 2,255 |
| Capital assets | <u>143,369</u> | <u>188,830</u> | <u>(45,461)</u> |
| Total assets | <u>449,298</u> | <u>492,504</u> | <u>(43,206)</u> |
| Current liabilities | <u>165,743</u> | <u>189,999</u> | <u>(24,256)</u> |
| Total liabilities | <u>165,743</u> | <u>189,999</u> | <u>(24,256)</u> |
| Net position: | | | |
| Net investment in capital assets | 143,369 | 188,830 | (45,461) |
| Unrestricted | <u>140,186</u> | <u>113,675</u> | <u>26,511</u> |
| Total net position | <u>\$ 283,555</u> | <u>\$ 302,505</u> | <u>\$ (18,950)</u> |

**City of Jonesboro, Georgia
Net Position
Total**

| | <u>2022</u> | <u>2021</u> | <u>Change</u> |
|----------------------------------|----------------------|----------------------|---------------------|
| Current and other assets | \$ 11,996,539 | \$ 18,559,232 | \$ (6,562,693) |
| Capital assets | <u>40,994,578</u> | <u>33,011,938</u> | <u>7,982,640</u> |
| Total assets | <u>52,991,117</u> | <u>51,571,170</u> | <u>1,419,947</u> |
| Deferred outflows of resources | <u>44,795</u> | <u>128,454</u> | <u>(83,659)</u> |
| Current liabilities | 2,622,924 | 3,029,388 | (406,464) |
| Long-term liabilities | <u>21,983,120</u> | <u>22,579,893</u> | <u>(596,773)</u> |
| Total liabilities | <u>24,606,044</u> | <u>25,609,281</u> | <u>(1,003,237)</u> |
| Deferred inflows of resources | <u>433,944</u> | <u>554,811</u> | <u>(120,867)</u> |
| Net position: | | | |
| Net investment in capital assets | 19,271,431 | 10,452,321 | 8,819,110 |
| Restricted | 2,674,485 | 8,059,881 | (5,385,396) |
| Unrestricted | <u>6,050,008</u> | <u>7,023,330</u> | <u>(973,322)</u> |
| Total net position | <u>\$ 27,995,924</u> | <u>\$ 25,535,532</u> | <u>\$ 2,460,392</u> |

CITY OF JONESBORO
MANAGEMENT’S DISCUSSION AND ANALYSIS – Continued

Governmental activities: Governmental activities increased the City’s net position by \$2,479,342. Key elements of this increase are as follows:

City of Jonesboro, Georgia
Change in Net Position

(In millions of dollars)

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------------|----------------------------|----------------|-----------------------------|---------------|----------------|----------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Revenue: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for services | \$ 3.4 | \$ 2.8 | \$ 0.3 | \$ 0.2 | \$ 3.7 | \$ 3.0 |
| Capital grants and contributions | 2.0 | 1.7 | 0.0 | 0.0 | 2.0 | 1.7 |
| General Revenues: | | | | | | |
| Taxes | 4.1 | 3.6 | 0.0 | 0.0 | 4.1 | 3.6 |
| Other | <u>0.4</u> | <u>0.1</u> | <u>0.0</u> | <u>0.0</u> | <u>0.4</u> | <u>0.2</u> |
| Total Revenues | <u>9.9</u> | <u>8.2</u> | <u>0.3</u> | <u>0.2</u> | <u>10.2</u> | <u>8.5</u> |
| Expenses: | | | | | | |
| Primary government: | | | | | | |
| Administrative | 1.5 | 1.5 | 0.0 | 0.0 | 1.5 | 1.5 |
| Police | 3.3 | 3.2 | 0.0 | 0.0 | 3.3 | 3.2 |
| Streets and public works | 2.0 | 2.4 | 0.0 | 0.0 | 2.0 | 2.4 |
| Community development | 0.1 | 0.0 | 0.0 | 0.0 | 0.1 | 0.0 |
| Interest on long-term debt | 0.5 | 0.5 | 0.0 | 0.0 | 0.5 | 0.5 |
| Solid waste | <u>0.0</u> | <u>0.0</u> | <u>0.3</u> | <u>0.2</u> | <u>0.3</u> | <u>0.2</u> |
| Total Expenses | <u>7.4</u> | <u>7.7</u> | <u>0.3</u> | <u>0.2</u> | <u>7.7</u> | <u>8.0</u> |
| Increase in net position | 2.5 | 0.5 | 0.0 | 0.0 | 2.5 | 0.5 |
| Net position – beginning of year | <u>25.2</u> | <u>24.8</u> | <u>0.3</u> | <u>0.3</u> | <u>25.5</u> | <u>25.1</u> |
| Net position – end of year | <u>\$ 27.7</u> | <u>\$ 25.2</u> | <u>\$ 0.3</u> | <u>\$ 0.3</u> | <u>\$ 28.0</u> | <u>\$ 25.5</u> |

- Charges for services increased by 23.1% or \$647,012 primarily due to school zone cameras put into service in 2022.
- Capital grants and contributions increased by 20.0% or \$339,829 primarily due to ARPA funds that were utilized in 2022.
- Property taxes increased by 44.7% or \$446,572 primarily due to an increase in the City’s digest, resulting from an increase in local real estate market values.
- Other revenue increased by 263.7% or \$263,658 primarily due to public safety initiatives and in-kind goods received in 2022, and a loss on disposal of capital assets in the 2021.
- Streets and public works expenses decreased by 16.4% or \$394,734 primarily due to bond issuance fees in 2021.

CITY OF JONESBORO
MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued

Business-type activities: Business-type activities decreased the City's net position by \$18,950. The decrease in 2022 is due to the increase in contract labor expense for sanitation truck driver.

Financial Analysis

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current year, the City's governmental funds reported combined ending fund balances of \$9,248,824, a decrease of \$6,269,718 in comparison with the prior year. Of this amount, \$5,958,693 constitutes *unassigned fund balance*, which is available for spending at the City's discretion.

The general fund is the chief operating fund of the City. At the end of the current year, unassigned fund balance of the general fund was \$5,958,693. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 91 percent of total general fund expenditures.

The fund balance of the City's general fund decreased by \$1,004,145 during the current year. The primary factor in this decrease was the transfer to the Capital Improvements Fund to cover capital expenditures for the City Center.

The SPLOST 2021 fund balance increased by \$722,121 during the current year, due to the City not spending all of the funds received in the current year.

The Urban Redevelopment Agency fund balance decreased by \$5,740,199 during the current year due to the amount of capital expenditures in the current year for the City Center. No new funding was received for the URA in 2022.

The Capital Improvements fund balance increased by \$433,472 during the current year due to transfers from the General Fund to cover capital expenditures for the City Center.

General Fund Budgetary Highlights

The final Police personal services and employee benefits budget exceeds the original budget by \$111,756 due to personnel related costs related to overtime and payout of staff leave accruals to employees who resigned with high leave accrual balances. Additionally, the adopted budget did not include the Professional Services that are included but netted against the monthly revenue transmittal associate with school zone traffic enforced efforts.

The final Street and Public Works personal services and employee benefits budget is less than the original budget by \$114,800 primarily due to staff attrition and understaffing that existed throughout the year in the department.

**CITY OF JONESBORO
MANAGEMENT’S DISCUSSION AND ANALYSIS – Continued**

The final Police current expenditures budget exceeds the original budget by \$406,794 due to costs of vehicle repairs and fuel costs that came with the additional vehicles added to the fleet.

The final Street and Public Works current expenditures budget is less than the original budget by \$64,700 primarily due to the revised need to spend funds on Christmas decorations for the new Jonesboro City Center.

The final Police capital outlay budget exceeds the original budget by \$140,157 primarily due to the requirement to capitalize the financed purchase payments that were budgeted in the operating expense category versus capital expenses category.

Actual revenues were more than the final budget by \$1,487,362. This was primarily the result of increases in the property taxes, sales tax revenue, fines and forfeitures revenue, and school zone traffic controls revenue received in 2022.

Actual expenditures were less than budgeted by \$59,119 which was primarily due to the City working to keep other expenditures down because of the construction of the City Center.

Capital assets and debt administration

Capital assets. The City’s investment in capital assets as of December 31, 2022, amounts to \$40,994,578 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, vehicles, machinery and equipment, and infrastructure. The total increase in the City’s investment in capital assets for the current fiscal year was 24.2%.

**City of Jonesboro, Georgia
Capital Assets**

| | Governmental | Business-type | Total | |
|-------------------------------|----------------------|-------------------|----------------------|----------------------|
| | Activities | Activities | Current | Prior |
| Land | \$ 2,406,550 | \$ - | \$ 2,406,550 | \$ 2,406,550 |
| Buildings | 19,969,699 | - | 19,969,699 | 3,146,280 |
| Improvements | 94,701 | - | 94,701 | 94,701 |
| Vehicles | 1,188,793 | 390,730 | 1,579,523 | 1,269,634 |
| Machinery and equipment | 1,753,949 | 42,052 | 1,796,001 | 898,887 |
| Infrastructure | 23,245,586 | - | 23,245,586 | 23,245,586 |
| Construction in progress | - | - | - | 8,361,818 |
| Parks and recreation | 3,514,265 | - | 3,514,265 | 3,514,265 |
| Less accumulated depreciation | <u>(11,322,334)</u> | <u>(289,413)</u> | <u>(11,611,747)</u> | <u>(9,925,783)</u> |
| Net | <u>\$ 40,851,209</u> | <u>\$ 143,369</u> | <u>\$ 40,994,578</u> | <u>\$ 33,011,938</u> |

Additional information on the City of Jonesboro’s capital assets can be found in Note 4-D on page 36 and 37 of this report.

CITY OF JONESBORO
MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued

Long-term debt. At the end of the current year, the City had total bond debt outstanding of \$21,200,000; financed purchases outstanding of \$384,399; and installment debt outstanding of \$86,973. The full amount comprises debt backed by the full faith and credit of the City.

Additional information on the City's long-term debt can be found in Note 4-F on pages 38 through 39 of this report.

Requests for Information

This financial report is designed to provide a general overview of the City of Jonesboro's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

The Office of the City Clerk
City of Jonesboro
1859 City Center Way
Jonesboro, Georgia 30236

CITY OF JONESBORO, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2022

| Assets | Governmental Activities | Business-Type Activities | Total |
|--|----------------------------|-----------------------------|----------------------|
| Cash | \$ 10,019,102 | \$ 305,929 | \$ 10,325,031 |
| Receivables | | | |
| Taxes | 552,375 | - | 552,375 |
| Intergovernmental | 301,796 | - | 301,796 |
| Other | 568,285 | - | 568,285 |
| Prepaid items | 18,908 | - | 18,908 |
| Property held for sale | 202,076 | - | 202,076 |
| Internal balances | - | - | - |
| Restricted assets: cash | 28,068 | - | 28,068 |
| Capital assets: | | | |
| Land | 2,406,550 | - | 2,406,550 |
| Buildings | 19,969,699 | - | 19,969,699 |
| Improvements | 94,701 | - | 94,701 |
| Vehicles | 1,188,793 | 390,730 | 1,579,523 |
| Machinery and equipment | 1,753,949 | 42,052 | 1,796,001 |
| Infrastructure | 23,245,586 | - | 23,245,586 |
| Construction in progress | - | - | - |
| Parks and recreation | 3,514,265 | - | 3,514,265 |
| Accumulated depreciation | (11,322,334) | (289,413) | (11,611,747) |
| Total assets | <u>52,541,819</u> | <u>449,298</u> | <u>52,991,117</u> |
| Deferred outflows of resources | | | |
| Pension | <u>44,795</u> | <u>-</u> | <u>44,795</u> |
| Total deferred outflows of resources | <u>44,795</u> | <u>-</u> | <u>44,795</u> |
| Liabilities | | | |
| Accounts payable | 1,105,010 | 8,391 | 1,113,401 |
| Accounts payable – retainage | 51,775 | - | 51,775 |
| Intergovernmental payables | 2,388 | - | 2,388 |
| Accrued liabilities | | | |
| Payroll deductions | 33,355 | 92 | 33,447 |
| Accrued expenses | 78,450 | - | 78,450 |
| Accrued salaries | 77,298 | - | 77,298 |
| Accrued interest | 208,473 | - | 208,473 |
| Unearned revenue | 900,432 | 157,260 | 1,057,692 |
| Long-term liabilities | | | |
| Note payable due within one year | 5,931 | - | 5,931 |
| Financed purchases due within one year | 190,425 | - | 190,425 |
| Bond payable due within one year | 1,005,000 | - | 1,005,000 |
| Note payable due in more than one year | 81,042 | - | 81,042 |
| Financed purchases due in more than one year | 193,974 | - | 193,974 |
| Bond payable due in more than one year | 20,195,000 | - | 20,195,000 |
| Compensated absences | 160,298 | - | 160,298 |
| Net pension liability | <u>151,450</u> | <u>-</u> | <u>151,450</u> |
| Total liabilities | <u>\$ 24,440,301</u> | <u>\$ 165,743</u> | <u>\$ 24,606,044</u> |

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF NET POSITION – (CONTINUED)
DECEMBER 31, 2022

| | Governmental Activities | Business-Type Activities | Total |
|--------------------------------------|----------------------------|-----------------------------|---------------|
| Deferred inflows of resources | | | |
| Pension | \$ 433,944 | \$ - | \$ 433,944 |
| Total deferred inflows of resources | 433,944 | - | 433,944 |
| Net position | | | |
| Net investment in capital assets | 19,128,062 | 143,369 | 19,271,431 |
| Restricted for – | | | |
| Capital projects | 2,447,577 | - | 2,447,577 |
| Police activities | 105,298 | - | 105,298 |
| Hotel/Motel | 121,610 | - | 121,610 |
| Unrestricted | 5,909,822 | 140,186 | 6,050,008 |
| Total net position | \$ 27,712,369 | \$ 283,555 | \$ 27,995,924 |

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

**CITY OF JONESBORO, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

| Functions/Programs | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|---|---------------------|----------------------------|--|---|---------------------------------|-----------------------|
| | Expenses | Charges For Services | Capital Grants and Contributions | Governmental Activities | Business- Type Activities | Total |
| Governmental activities: | | | | | | |
| Administrative | \$ 1,509,906 | \$ 1,078,315 | \$ 434,751 | \$ 3,160 | \$ - | \$ 3,160 |
| Police | 3,292,857 | 2,061,488 | 114,154 | (1,117,215) | - | (1,117,215) |
| Streets and public works | 2,005,266 | - | 1,490,924 | (514,342) | - | (514,342) |
| Community Development | 118,234 | 307,209 | - | 188,975 | - | 188,975 |
| Interest on long-term debt | <u>549,590</u> | <u>-</u> | <u>-</u> | <u>(549,590)</u> | <u>-</u> | <u>(549,590)</u> |
| Total governmental activities | <u>7,475,853</u> | <u>3,447,012</u> | <u>2,039,829</u> | <u>(1,989,012)</u> | <u>-</u> | <u>(1,989,012)</u> |
| Business-type activities: | | | | | | |
| Sanitation | <u>282,228</u> | <u>262,817</u> | <u>-</u> | <u>-</u> | <u>(19,411)</u> | <u>(19,411)</u> |
| Total business-type activities | <u>282,228</u> | <u>262,817</u> | <u>-</u> | <u>-</u> | <u>(19,411)</u> | <u>(19,411)</u> |
| Total | <u>\$ 7,758,081</u> | <u>\$ 3,709,829</u> | <u>\$ 2,039,829</u> | <u>\$ (1,989,012)</u> | <u>\$ (19,411)</u> | <u>\$ (2,008,423)</u> |
| General revenues: | | | | | | |
| Property taxes | | | | \$ 1,446,572 | \$ - | \$ 1,446,572 |
| Franchise taxes | | | | 365,515 | - | 365,515 |
| Sales taxes | | | | 1,939,222 | - | 1,939,222 |
| Alcoholic beverage taxes | | | | 248,898 | - | 248,898 |
| Hotel motel taxes | | | | 84,489 | - | 84,489 |
| Investment earnings | | | | 14,590 | - | 14,590 |
| Contributions not restricted to specific programs | | | | 130,065 | - | 130,065 |
| Miscellaneous | | | | <u>239,003</u> | <u>461</u> | <u>239,464</u> |
| Total general revenues | | | | <u>4,468,354</u> | <u>461</u> | <u>4,468,815</u> |
| Change in net position | | | | 2,479,342 | (18,950) | 2,460,392 |
| Net position – beginning of period | | | | <u>25,233,027</u> | <u>302,505</u> | <u>25,535,532</u> |
| Net position – end of period | | | | <u>\$ 27,712,369</u> | <u>\$ 283,555</u> | <u>\$ 27,995,924</u> |

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

**CITY OF JONESBORO, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2022**

| | <u>General Fund</u> | <u>SPLOST 2015</u> | <u>SPLOST 2021</u> | <u>Urban Redevelopment Agency</u> |
|--|-------------------------|------------------------|------------------------|---|
| Assets | | | | |
| Current assets: | | | | |
| Cash | \$ 5,271,837 | \$ 1,034,770 | \$ 1,455,734 | \$ - |
| Restricted cash | 28,068 | - | - | - |
| Taxes receivable | 552,375 | - | - | - |
| Intergovernmental receivables | 73,182 | - | 228,614 | - |
| Other receivables | 562,455 | - | - | - |
| Due from other funds | 93,169 | - | - | - |
| Prepaid items | 16,516 | - | - | - |
| Properties held for sale | <u>123,818</u> | <u>-</u> | <u>-</u> | <u>60,018</u> |
| Total current assets | <u>6,721,420</u> | <u>1,034,770</u> | <u>1,684,348</u> | <u>60,018</u> |
| | | | | |
| Total assets | <u>\$ 6,721,420</u> | <u>\$ 1,034,770</u> | <u>\$ 1,684,348</u> | <u>\$ 60,018</u> |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable | \$ 112,144 | \$ - | \$ - | \$ - |
| Accounts payable – retainage | - | - | - | - |
| Intergovernmental payable | 2,388 | - | - | - |
| Payroll deductions | 33,355 | - | - | - |
| Accrued expenses | 78,450 | - | - | - |
| Accrued wages | 77,298 | - | - | - |
| Due to other funds | 14,032 | 793,706 | - | - |
| Unearned revenue | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total current liabilities | <u>317,667</u> | <u>793,706</u> | <u>-</u> | <u>-</u> |
| | | | | |
| Deferred inflow of resources | | | | |
| Unavailable revenue – property taxes | <u>193,828</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | | |
| Fund balances | | | | |
| Non-spendable: prepaid items | 16,516 | - | - | - |
| Non-spendable: properties held for sale | 123,818 | - | - | - |
| Restricted: capital projects | - | 241,064 | 1,684,348 | - |
| Restricted: police activities | - | - | - | - |
| Restricted: hotel/motel | - | - | - | - |
| Assigned: Main Street | - | - | - | - |
| Assigned: cemetery | 58,645 | - | - | - |
| Assigned: tree fund | 52,253 | - | - | - |
| Assigned: properties held for sale | - | - | - | 60,018 |
| Unassigned | <u>5,958,693</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balances | <u>6,209,925</u> | <u>241,064</u> | <u>1,684,348</u> | <u>60,018</u> |
| | | | | |
| Total liabilities, deferred inflow of resources, and fund balances | <u>\$ 6,721,420</u> | <u>\$ 1,034,770</u> | <u>\$ 1,684,348</u> | <u>\$ 60,018</u> |

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

CITY OF JONESBORO, GEORGIA
BALANCE SHEET – CONTINUED
GOVERNMENTAL FUNDS
DECEMBER 31, 2022

| | Capital Improvement Fund | ARPA Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|--|--------------------------------|-------------------|-----------------------------------|--------------------------------|
| Assets | | | | |
| Current assets: | | | | |
| Cash | \$ 630,176 | \$ 993,119 | \$ 633,466 | \$ 10,019,102 |
| Restricted cash | - | - | - | 28,068 |
| Taxes receivable | - | - | - | 552,375 |
| Intergovernmental receivables | - | - | - | 301,796 |
| Other receivables | - | - | 5,830 | 568,285 |
| Due from other funds | 740,733 | - | 14,032 | 847,934 |
| Prepaid items | - | 2,392 | - | 18,908 |
| Properties held for sale | - | - | 18,240 | 202,076 |
| Total current assets | <u>1,370,909</u> | <u>995,511</u> | <u>671,568</u> | <u>12,538,544</u> |
| Total assets | <u>\$ 1,370,909</u> | <u>\$ 995,511</u> | <u>\$ 671,568</u> | <u>\$ 12,538,544</u> |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable | \$ 885,662 | \$ 95,829 | \$ 11,375 | \$ 1,105,010 |
| Accounts payable – retainage | 51,775 | - | - | 51,775 |
| Intergovernmental payable | - | - | - | 2,388 |
| Payroll deductions | - | - | - | 33,355 |
| Accrued expenses | - | - | - | 78,450 |
| Accrued wages | - | - | - | 77,298 |
| Due to other funds | - | - | 40,196 | 847,934 |
| Unearned revenue | - | 899,682 | - | 899,682 |
| Total current liabilities | <u>937,437</u> | <u>995,511</u> | <u>51,571</u> | <u>3,095,892</u> |
| Deferred inflow of resources | | | | |
| Unavailable revenue – property taxes | - | - | - | 193,828 |
| Fund balances | | | | |
| Non-spendable: prepaid items | - | - | - | 16,516 |
| Non-spendable: properties held for sale | - | - | - | 123,818 |
| Restricted: capital projects | 433,472 | - | 88,693 | 2,447,577 |
| Restricted: police activities | - | - | 105,298 | 105,298 |
| Restricted: hotel/motel | - | - | 121,610 | 121,610 |
| Assigned: Main Street | - | - | 286,156 | 286,156 |
| Assigned: cemetery | - | - | - | 58,645 |
| Assigned: tree fund | - | - | - | 52,253 |
| Assigned: properties held for sale | - | - | 18,240 | 78,258 |
| Unassigned | - | - | - | 5,958,693 |
| Total fund balances | <u>433,472</u> | <u>-</u> | <u>619,997</u> | <u>9,248,824</u> |
| Total liabilities, deferred inflow of resources, and fund balances | <u>\$ 1,370,909</u> | <u>\$ 995,511</u> | <u>\$ 671,568</u> | <u>\$ 12,538,544</u> |

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

**CITY OF JONESBORO, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2022**

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

| | |
|--|----------------------|
| Total fund balances – total governmental funds | \$ 9,248,824 |
| <p>Amounts reported for government activities in the statement of net position are different because:</p> | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 40,851,209 |
| Some of the City’s taxes will be collected after year-end, but are not available soon enough to pay for the current period’s expenditures, and therefore are reported as deferred inflow of resources in the funds. | 193,078 |
| Net pension liability | (151,450) |
| Deferred outflows of resources related to the recording of the net pension liability are recognized as expense over time and, therefore, are not reported in the funds. | 44,795 |
| Deferred inflows of resources related to the recording of the net pension liability are not due and payable in the current period and, therefore, are not reported in the funds. | (433,944) |
| Long-term liabilities, including bonds payable, financed purchases, notes payable, compensated absences, and accrued interest are not due and payable in the current period and therefore are not reported in the funds. | <u>(22,040,143)</u> |
| Net position of governmental activities | <u>\$ 27,712,369</u> |

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | General Fund | SPLOST 2015 | SPLOST 2021 | Urban Redevelopment Agency |
|---|---------------------|-------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 3,943,910 | \$ - | \$ - | \$ - |
| Licenses and permits | 1,033,225 | - | - | - |
| Intergovernmental | 199,495 | - | 1,202,801 | - |
| Charges for services | 45,090 | - | - | - |
| Fines and forfeitures | 1,978,767 | - | - | - |
| Interest on investments | 14,568 | - | - | - |
| Contributions and donations | 130,065 | - | - | - |
| Miscellaneous | 220,763 | - | - | - |
| Program receipts | - | - | - | - |
| Issuer fees | - | - | - | - |
| Membership fees | - | - | - | - |
| Total revenues | <u>7,565,883</u> | <u>-</u> | <u>1,202,801</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Administrative | 1,453,883 | - | - | - |
| Police | 2,983,205 | - | - | - |
| Street and public works | 751,049 | - | - | - |
| Community development | - | - | - | - |
| Capital outlay: | | | | |
| Administrative | 71,387 | 740,733 | - | - |
| Police | 330,998 | - | - | - |
| Street and public works | 90,939 | 37,121 | - | 5,517,383 |
| Debt service: | | | | |
| Principal | 354,699 | - | - | - |
| Interest | 546,923 | - | - | - |
| Total expenditures | <u>6,583,083</u> | <u>777,854</u> | <u>-</u> | <u>5,517,383</u> |
| Excess of revenues over (under) expenditures | <u>982,800</u> | <u>777,854</u> | <u>1,202,801</u> | <u>(5,517,383)</u> |
| Other financing sources: | | | | |
| Transfers in | 835,566 | - | - | 17,512 |
| Transfers out | (3,010,000) | (21,558) | (480,680) | (240,328) |
| Financed purchases issued | 187,489 | - | - | - |
| Total other financing sources | <u>(1,986,945)</u> | <u>(21,558)</u> | <u>(480,680)</u> | <u>(222,816)</u> |
| Net change in fund balance | (1,004,145) | (799,412) | 722,121 | (5,740,199) |
| Fund balance: | | | | |
| Beginning of period | 7,214,070 | 1,040,476 | 962,227 | 5,800,217 |
| End of period | <u>\$ 6,209,925</u> | <u>\$ 241,064</u> | <u>\$ 1,684,348</u> | <u>\$ 60,018</u> |

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
CONTINUED
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | Capital Improvement Fund | ARPA Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|--------------------------------|----------------|-----------------------------------|--------------------------------|
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ 54,763 | \$ 3,998,673 |
| Licenses and permits | - | - | - | 1,033,225 |
| Intergovernmental | - | 578,239 | 59,294 | 2,039,829 |
| Charges for services | - | - | - | 45,090 |
| Fines and forfeitures | - | - | 52,374 | 2,031,141 |
| Interest on investments | - | - | 22 | 14,590 |
| Contributions and donations | - | - | - | 130,065 |
| Miscellaneous | - | - | 305,699 | 526,462 |
| Program receipts | - | - | 30,347 | 30,347 |
| Issuer fees | - | - | 15,332 | 15,332 |
| Membership fees | - | - | 4,418 | 4,418 |
| Total revenues | <u>-</u> | <u>578,239</u> | <u>522,249</u> | <u>9,869,172</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Administrative | - | 80,181 | 59,878 | 1,593,942 |
| Police | - | 106,813 | 48,000 | 3,138,018 |
| Street and public works | - | 29,334 | - | 780,383 |
| Community development | - | - | 112,825 | 112,825 |
| Capital outlay: | | | | |
| Administrative | 2,549,016 | 354,570 | - | 3,715,706 |
| Police | - | 7,341 | 90,278 | 428,617 |
| Street and public works | - | - | - | 5,645,443 |
| Debt service: | | | | |
| Principal | - | - | 6,201 | 360,900 |
| Interest | - | - | 3,622 | 550,545 |
| Total expenditures | <u>2,549,016</u> | <u>578,239</u> | <u>320,804</u> | <u>16,326,379</u> |
| Excess of revenues over (under) expenditures | <u>(2,549,016)</u> | <u>-</u> | <u>201,445</u> | <u>(6,457,207)</u> |
| Other financing sources: | | | | |
| Transfers in | 3,000,000 | - | 10,000 | 3,863,078 |
| Transfers out | (17,512) | - | (93,000) | (3,863,078) |
| Financed purchases issued | - | - | - | 187,489 |
| Total other financing sources | <u>2,982,488</u> | <u>-</u> | <u>(83,000)</u> | <u>187,489</u> |
| Net change in fund balance | 433,472 | - | 118,445 | (6,269,718) |
| Fund balance: | | | | |
| Beginning of period | <u>-</u> | <u>-</u> | <u>501,552</u> | <u>15,518,542</u> |
| End of period | <u>\$ 433,472</u> | <u>\$ -</u> | <u>\$ 619,997</u> | <u>\$ 9,248,824</u> |

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

**CITY OF JONESBORO, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

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

Net changes in fund balances – total governmental funds \$ (6,269,718)

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. This is the amount by which capital outlays exceeded depreciation in the current period.

| | | |
|---|--------------------|-----------|
| Capital outlay for the current period | 9,675,602 | |
| Depreciation expense for the current period | <u>(1,644,503)</u> | 8,031,099 |

Property taxes are reported as revenues in the funds when the resources are measurable and available. Property taxes are reported as revenues in the Statement of Activities when they represent a legally enforceable claim.

86,023

Governmental funds report proceeds from the sale of capital assets, whereas in the statement of activities, a gain or loss will be reported. Therefore, the change in fund balance will differ from the change in net position by the net book value of the capital assets sold.

(2,998)

Repayment of the principal of long-term debt consumes the current financial resources of governmental funds, however, has no effect on net position.

| | | |
|---------------------------------------|--------------|---------|
| Bond principal payments | 170,000 | |
| Financed purchases issued | (187,489) | |
| Financed purchases principal payments | 184,699 | |
| Note payable principal payments | <u>6,201</u> | 173,411 |

The net pension liability did not require the use of current financial resources and therefore is not reported as expenditures in governmental funds.

233,311

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

| | | |
|----------------------|----------------|----------------|
| Accrued interest | 955 | |
| Compensated absences | <u>227,259</u> | <u>228,214</u> |

Change in net position of governmental activities \$ 2,479,342

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE</u> |
|--|-----------------------|--------------------|---------------------|-------------------|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | <u>WITH FINAL</u> |
| REVENUES | | | | |
| Taxes: | | | | |
| Property | \$ 1,007,200 | \$ 1,087,100 | \$ 1,360,549 | \$ 273,449 |
| Franchise | 332,000 | 337,000 | 365,515 | 28,515 |
| Sales | 1,550,000 | 1,550,000 | 1,939,222 | 389,222 |
| Alcoholic beverages | 160,000 | 205,000 | 248,898 | 43,898 |
| Hotel/Motel | 25,000 | - | 29,726 | 29,726 |
| Licenses and permits | 970,400 | 1,030,400 | 1,033,225 | 2,825 |
| Intergovernmental | - | 127,211 | 199,495 | 72,284 |
| Charges for services | 62,100 | 58,900 | 45,090 | (13,810) |
| Fines and forfeitures | 1,100,000 | 1,436,000 | 1,978,767 | 542,767 |
| Investment income | 2,000 | 13,400 | 14,568 | 1,168 |
| Contributions and donations | 31,100 | 58,440 | 130,065 | 71,625 |
| Miscellaneous | <u>132,800</u> | <u>175,070</u> | <u>220,763</u> | <u>45,693</u> |
| Total revenues | <u>5,372,600</u> | <u>6,078,521</u> | <u>7,565,883</u> | <u>1,487,362</u> |
| EXPENDITURES | | | | |
| Personal services and employee benefits: | | | | |
| Administrative | 763,206 | 803,106 | 774,052 | 29,054 |
| Police | 2,212,333 | 2,324,089 | 2,293,042 | 31,047 |
| Street and public works | 565,019 | 450,219 | 446,625 | 3,594 |
| Current: | | | | |
| Administrative | 797,860 | 837,940 | 679,831 | 158,109 |
| Police | 308,540 | 715,334 | 690,163 | 25,171 |
| Street and public works | 393,200 | 328,500 | 304,424 | 24,076 |
| Capital outlay: | | | | |
| Administrative | - | 71,550 | 71,387 | 163 |
| Police | 59,000 | 199,157 | 330,998 | (131,841) |
| Street and public works | 58,000 | 52,985 | 90,939 | (37,954) |
| Debt service: | | | | |
| Principal | 355,842 | 325,037 | 354,699 | (29,662) |
| Interest | <u>533,280</u> | <u>534,285</u> | <u>546,923</u> | <u>(12,638)</u> |
| Total expenditures | <u>6,046,280</u> | <u>6,642,202</u> | <u>6,583,083</u> | <u>59,119</u> |
| (Deficiency) Excess of revenues (under) over expenditures | <u>(673,680)</u> | <u>(563,681)</u> | <u>982,800</u> | <u>1,546,481</u> |
| Other financing sources | | | | |
| Transfers in | 673,680 | 573,680 | 835,566 | 261,886 |
| Transfers out | - | (3,010,000) | (3,010,000) | - |
| Financed purchases issued | <u>-</u> | <u>-</u> | <u>187,489</u> | <u>187,489</u> |
| Total | <u>673,680</u> | <u>(2,436,320)</u> | <u>(1,986,945)</u> | <u>449,375</u> |
| Net change in fund balance | <u>-</u> | <u>(3,000,001)</u> | <u>(1,004,145)</u> | <u>1,995,856</u> |
| Fund balance – beginning of year | | | <u>7,214,070</u> | |
| Fund balance – end of year | | | <u>\$ 6,209,925</u> | |

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET (GAAP BASIS) AND ACTUAL
URBAN REDEVELOPMENT AGENCY
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|--|-----------------------|-----------------------|--------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Street and public works | <u>8,000,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total current expenditures | <u>8,000,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Capital outlay: | | | | |
| Street and public works | <u>-</u> | <u>5,517,400</u> | <u>5,517,383</u> | <u>17</u> |
| Total capital outlay | <u>-</u> | <u>5,517,400</u> | <u>5,517,383</u> | <u>17</u> |
| Total expenditures | <u>8,000,000</u> | <u>5,517,400</u> | <u>5,517,383</u> | <u>17</u> |
| Excess (Deficiency) of revenues over (under) expenditures | <u>(8,000,000)</u> | <u>(5,517,400)</u> | <u>(5,517,383)</u> | <u>17</u> |
| Other financing sources: | | | | |
| Transfers in | <u>-</u> | <u>-</u> | <u>17,512</u> | <u>17,512</u> |
| Transfers | <u>-</u> | <u>(240,328)</u> | <u>(240,328)</u> | <u>-</u> |
| Total other financing sources | <u>-</u> | <u>(240,328)</u> | <u>(222,816)</u> | <u>17,512</u> |
| Net change in fund balances | <u>\$ (8,000,000)</u> | <u>\$ (5,757,728)</u> | <u>(5,740,199)</u> | <u>\$ 17,529</u> |
| Fund balance, beginning of year | | | <u>5,800,217</u> | |
| Fund balance, end of year | | | <u>\$ 60,018</u> | |

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

CITY OF JONESBORO, GEORGIA
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
ARPA FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

| | BUDGET AMOUNTS | | | VARIANCE WITH FINAL BUDGET |
|--|----------------|------------|------------|----------------------------------|
| | ORIGINAL | FINAL | ACTUAL | |
| REVENUES | | | | |
| Intergovernmental | \$ 926,495 | \$ 926,495 | \$ 578,239 | \$ (348,256) |
| Total revenues | 926,495 | 926,495 | 578,239 | (348,256) |
| EXPENDITURES | | | | |
| Personal services and employee benefits: | | | | |
| Administrative | 275,000 | 76,905 | 80,181 | (3,276) |
| Police | - | 90,585 | 106,813 | (16,228) |
| Street and public works | - | 24,250 | 29,334 | (5,084) |
| Current: | | | | |
| Administrative | - | 46,250 | - | 46,250 |
| Total current expenditures | 275,000 | 237,990 | 216,328 | 21,662 |
| Capital outlay: | | | | |
| Administrative | - | 359,050 | 354,570 | 4,480 |
| Police | - | 7,400 | 7,341 | 59 |
| Total capital outlay | - | 366,450 | 361,911 | 4,539 |
| Total expenditures | 275,000 | 604,440 | 578,239 | 26,201 |
| Excess (Deficiency) of revenues over (under) expenditures | 651,495 | 322,055 | - | (322,055) |
| Other financing sources: | | | | |
| Transfers out | (651,495) | (322,055) | - | 322,055 |
| Total other financing sources | (651,495) | (322,055) | - | 322,055 |
| Net change in fund balances | \$ - | \$ - | - | \$ - |
| Fund balance, beginning of year | | | - | |
| Fund balance, end of year | | | \$ - | |

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

**CITY OF JONESBORO, GEORGIA
STATEMENTS OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2022**

| | BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND |
|--|---|
| | Sanitation Fund |
| Assets | |
| Current assets: | |
| Cash | \$ <u>305,929</u> |
| Total current assets | <u>305,929</u> |
| Non-current assets: | |
| Capital assets | |
| Vehicles | 390,730 |
| Machinery and equipment | 42,052 |
| Less accumulated depreciation | <u>(289,413)</u> |
| Total capital assets (net of accumulated depreciation) | <u>143,369</u> |
| Total assets | \$ <u>449,298</u> |
| Liabilities | |
| Current liabilities: | |
| Accounts payable | \$ 8,391 |
| Payroll deductions | 92 |
| Unearned revenue | <u>157,260</u> |
| Total current liabilities | <u>165,743</u> |
| Total liabilities | <u>165,743</u> |
| Net Position | |
| Net investment in capital assets | 143,369 |
| Unrestricted | <u>140,186</u> |
| Total net position | \$ <u>283,555</u> |

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

CITY OF JONESBORO, GEORGIA
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

| | BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND |
|---------------------------------------|---|
| | Sanitation Fund |
| Operating Revenues: | |
| Charges for services | \$ 262,817 |
| Other | <u>461</u> |
| Total operating revenues | <u>263,278</u> |
| Operating Expenses: | |
| Supplies | 99,809 |
| Contractual services | 70,735 |
| Salaries and wages | 55,732 |
| Depreciation | 45,461 |
| Insurance | 9,279 |
| Payroll taxes | <u>1,212</u> |
| Total operating expenses | <u>282,228</u> |
| Loss from operations | <u>(18,950)</u> |
| Change in net position | (18,950) |
| Total net position, beginning of year | <u>302,505</u> |
| Total net position, end of year | <u>\$ 283,555</u> |

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

**CITY OF JONESBORO, GEORGIA
STATEMENTS OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022**

| | BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND |
|---|---|
| | Sanitation Fund |
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Cash received from customers | \$ 242,818 |
| Cash paid to suppliers for goods and services | (182,167) |
| Cash paid to employees | <u>(58,396)</u> |
| Net cash provided by operating activities | <u>2,255</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| | - |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES | |
| Due to other funds | <u>8,678</u> |
| Net cash used in capital financing activities | <u>8,678</u> |
| NET CHANGE IN CASH | 10,933 |
| CASH AT BEGINNING OF YEAR | <u>294,996</u> |
| CASH AT END OF YEAR | <u>\$ 305,929</u> |
| RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES: | |
| Net operating loss | \$ (18,950) |
| Adjustments to reconcile net operating income to net cash provided by operating activities: | |
| Depreciation expense | 45,461 |
| Decrease in accounts payable | (2,344) |
| Decrease in payroll deductions | (1,452) |
| Decrease in unearned revenue | <u>(20,460)</u> |
| Net cash provided by operating activities | <u>\$ 2,255</u> |

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

**CITY OF JONESBORO, GEORGIA
NOTE TO FINANCIAL STATEMENTS
DECEMBER 31, 2022**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the City are discussed below.

B. Reporting Entity

The City of Jonesboro was incorporated December 13, 1859. The City operates under the Mayor and Council form of government and provides general administrative services as authorized by its charter.

The City's combined balance sheet includes the amounts of all City operations. Management of the City has reviewed all potential component units to determine if any should be included in these financial statements. As defined by the Governmental Accounting Standards Board Statement 14, *component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusions would cause the reporting entity's financial statements to be misleading or incomplete.*

Management has concluded that there are two blended component units for the City. Blended component units, although legally separate entities, are, in substance, part of the government's operations. The Urban Redevelopment Agency was created by the City's elected officials to provide for the financing of construction projects throughout the City. Although legally separate, the Urban Redevelopment Agency is blended as a governmental fund into the primary government. Separate financial statements for the Agency are not issued.

The Downtown Development Authority was created by the City's elected officials to revitalize and redevelop the central business district of the City. Although legally separate, the Downtown Development Authority is blended as a governmental fund into the primary government. Separate financial statements for the Authority are not issued.

C. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities* are normally supported by taxes and intergovernmental revenues.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

C. Government-wide and fund financial statements – (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges for services and 2) grants and contributions. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

D. 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*; proprietary funds also use the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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 revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales tax, 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 government reports the following major governmental funds:

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

The *SPLOST 2015 fund* is used for projects related to the special purpose local option sales tax received.

The *SPLOST 2021 fund* is used for projects related to the special purpose local option sales tax received.

The *Urban Redevelopment Agency fund* is used to provide for the financing of construction projects throughout the City.

The *Capital Improvement Fund* is used for capital projects throughout the City.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Measurement focus, basis of accounting, and financial statement presentation – (continued)

The *ARPA fund* is used to account for the financial resources provided and subsequently expended from the American Rescue Plan grant received from the federal government.

The government reports the following major proprietary funds:

The *Sanitation fund* accounts for the activities of the government's solid waste disposal operations.

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

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions, including special assessments. General revenues include all taxes other than special purpose sales taxes and all other non-program revenues.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

E. Assets, liabilities, and net position or equity

1. Deposits and investments

Cash consists of demand and interest-bearing deposits held in banks.

All deposits with financial institutions must be collateralized in an amount equal to 110% of uninsured deposits. In lieu of a surety bond, a depository of public funds may pledge as collateral any one or more of the securities as enumerated in OCGA 50-17-59.

Investments - Georgia law authorizes local governments to invest in the following types of obligations:

- Obligations of the State of Georgia or any other states;
- Obligations issued by the United States;
- Obligations fully insured or guaranteed by the United States government or governmental agency;
- Obligations of any corporation of the United States Government;
- Prime bankers' acceptances;
- The State of Georgia Local Government Investment Pool;
- Repurchase agreements; and
- Obligations of other political subdivisions of the State of Georgia.

Investments in the pension plan are reported at fair value.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

E. Assets, liabilities, and net position or equity – (continued)

2. Receivables and payables

Property taxes were levied on November 5, 2022 based upon property values assessed as of January 1, 2022. The City’s millage rate is levied on taxable property, which is assessed at 40% of estimated fair market value. Tax bills were mailed on November 5, 2022, and payable on or before January 5, 2023, for the 2022 taxes. The City did not setup a lien date in the current year. Late fees were assessed beginning February 5, 2023.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

3. 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 activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of two years.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Capital assets received in a service concession arrangement are reported at acquisition value.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

| <u>Assets</u> | <u>Years</u> |
|-------------------------|--------------|
| Buildings | 50 |
| Infrastructure | 20 |
| Automobiles and trucks | 5 |
| Machinery and equipment | 5/10 |
| Furniture and fixtures | 5 |
| Improvements | 5/10 |
| Parks and recreation | 40 |

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

E. Assets, liabilities, and net position or equity – (continued)

4. Compensated absences

It is the City’s policy to permit employees to accumulate earned, but unused annual and sick pay benefits. Annual and sick leave each accrue in hours at the rate of 13 days per year. In addition to the regular accrual, an employee shall receive an additional one-day of annual and sick leave for each two years of full-time service with the City, not to exceed twenty-two days per year. Annual leave may be accrued up to 360 hours or 45 days.

There is no limit on the amount of accrual for sick leave. Pay in lieu of accrued annual leave is authorized when an employee is separated from employment. An employee, upon separation from service, shall not be eligible to receive payment for any accumulated sick leave. The government-wide financial statements reflect an accrual for the earned, but unused vacation pay. The liability is recorded as compensated absences.

5. Fund equity

GASB previously issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds.

The governmental funds report five categories of fund balance, when applicable. *Non-spendable fund balances* refer to amounts that are not in non-spendable form or are legally required to remain intact. *Restricted fund balances* refer to amounts that are subject to externally enforceable legal restrictions by either debt covenants, or laws or regulations of other governments. *Committed fund balances* refer to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution prior to the end of the fiscal year. Only the City Council may modify or rescind the commitment. *Assigned fund balances* refer to amounts that are intended to be used for specific purposes. *Unassigned fund balances* refer to remaining spendable amounts. Fund expenditures and encumbrances are from restricted fund balance to the extent of the restricted fund revenue and followed by committed then assigned and unassigned fund balance.

When an expenditure is incurred for purposes for which committed, assigned, and unassigned net position could be used, the City considers committed funds to have been spent first, then assigned and then unassigned.

Equity for government-wide and proprietary fund statements is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

E. Assets, liabilities, and net position or equity – (continued)

5. Fund equity – (continued)

Restricted net position – Consists of net position with constraints placed on its use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

When an expenditure is incurred for purpose for which both restricted and unrestricted net position is available, the City considers restricted funds to have been spent first.

6. Deferred outflows of resources and deferred inflows of resources

GASB Statements No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities* established accounting and financial reporting for deferred outflows/inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditures) until then. The City has one item that qualifies for reporting in this category, deferred amounts related to their pension plan. The deferred amount relates to differences in expected and actual expense, changes in assumptions, and differences in projected and actual earnings. Additionally, the City made contributions to the pension plan before year end but subsequent to the measurement date of the City’s net pension liability which are reported as deferred outflows of resources.

In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category, a deferred amount related to the pension plan in the statement of net position and unavailable revenue in the general fund. In the government-wide financial statements, the deferred amount is related to differences in expected and actual expenses for the pension plan. Unavailable property taxes are reported as a deferred inflow in the general fund.

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

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between *fund balance - total governmental funds* and *net position - governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$(22,040,143) difference are as follows:

| | |
|--|------------------------------|
| Accrued interest | \$ (208,473) |
| Bonds payable | (21,200,000) |
| Financed purchases | (384,399) |
| Note payable | (86,973) |
| Compensated absences | <u>(160,298)</u> |
| Net adjustment to reduce fund balance – total governmental funds to arrive at net position | <u><u>\$(22,040,143)</u></u> |

3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The annual budget is the financial plan for the operation of the City for the ensuing annual period. The budget process provides for a professional management approach to the establishment of priorities and the implementation of work programs while providing an orderly means for control and evaluation of the financial posture of the Government. The City is required to adopt an annual budget no later than the beginning of each fiscal year. The Mayor is required to prepare and submit a budget to the Council for review and adoption. The budget is accompanied by a message from the Mayor containing a statement of general fiscal policies of the City, the important features of the budgets, explanations of the major changes recommended for the next fiscal year, a general summary of the budgets, and such other comments and information as may be deemed pertinent. The Council may approve, reject, or modify the proposed budget. The council holds public hearings and a final budget must be prepared and approved no later than December 31.

Upon recommendation of the Mayor and approval of the Council, the City may make interfund or interdepartmental transfers in the current operating or capital improvements budgets at any regular or special meeting called for such purpose, provided funds are available. The budget is prepared and adopted on a basis consistent with generally accepted accounting principles.

Annual budgets are adopted for the General Fund, and Special Revenue Funds.

The legal level of budgetary control is the object level of personal services and employee benefits and the department level for all other areas within individual funds. Increases in the total appropriations of a department, whether accomplished through an increase in estimated revenues or through a transfer of appropriations among departments, require the approval of the Mayor and Council.

Appropriations lapse at year-end. Council approved several supplemental budgetary appropriations throughout the year.

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

3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY – (Continued)

B. Excess of expenditures over appropriations

The following department/function expenditures exceeded the final 2022 year budgets:

General Fund:

| | |
|---|------------|
| Capital outlay: Police | \$ 131,841 |
| Capital outlay: Street and public works | 37,954 |
| Debt service: Principal | 29,662 |
| Debt service: Interest | 12,638 |

ARPA Fund:

| | |
|--|--------|
| Personal Services and Employee Benefits: Administrative | 3,276 |
| Personal Services and Employee Benefits: Police | 16,228 |
| Personal Services and Employee Benefits: Street and public works | 5,084 |

Hotel/Motel Tax Fund:

| | |
|-------------------------|-------|
| Current: Administrative | 4,878 |
|-------------------------|-------|

Downtown Development Authority:

| | |
|--------------------------------|--------|
| Current: Community development | 27,993 |
| Debt service: Principal | 6,201 |

4. DETAILED NOTES ON ALL FUNDS

A. Deposits

At year-end, the City’s carrying amount of deposits was \$10,353,099 and the bank balance was \$10,401,803. Of the bank balance \$500,000 was covered by federal depository insurance or by collateral held by the City’s agent in the City’s name. Of the remaining balance, \$9,075,923 was collateralized by the pledging financial institution with securities held in its pooled account as provided for by state statutes. The remaining of \$825,880 is not guaranteed or insured by any bank, the FDIC, the Federal Reserve Board, the State of Georgia, or any other agency.

Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The majority of the City’s deposits are covered by a combination of federal depository insurance and securities pledged by the financial institution as collateral to protect the deposits of the City as required under state law. The City does not have a deposit policy for custodial credit risk.

B. Receivables

Receivables as of year-end for the government’s individual major funds and nonmajor, in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

| | <u>General</u> | <u>SPLOST 2021</u> | <u>Hotel/ Motel</u> | <u>Downtown Development Authority</u> | <u>Total</u> |
|-------------------|---------------------|------------------------|-------------------------|---|---------------------|
| Receivables: | | | | | |
| Taxes | \$ 552,375 | \$ - | \$ - | \$ - | \$ 552,375 |
| Intergovernmental | 73,182 | 228,614 | - | - | 301,796 |
| Other | <u>562,455</u> | <u>-</u> | <u>5,230</u> | <u>600</u> | <u>568,285</u> |
| Gross receivables | <u>\$ 1,188,012</u> | <u>\$ 228,614</u> | <u>\$ 5,230</u> | <u>\$ 600</u> | <u>\$ 1,422,456</u> |

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

4. DETAILED NOTES ON ALL FUNDS – (Continued)

C. Interfund balances and transfers

Interfund balances as of December 31, 2022, are as follows:

| | <u>Due to:</u> | | |
|--------------------------------|------------------|-------------------------------|---------------------------------|
| | <u>General</u> | <u>Confiscated Assets</u> | <u>Capital Improvements</u> |
| Due from: | | | |
| General Fund | \$ - | \$ 14,032 | \$ - |
| DEA Confiscated Fund | 2,244 | - | - |
| Hotel/Motel Tax Fund | 31,433 | - | - |
| SPLOST 15 | 52,973 | - | 740,733 |
| Downtown Development Authority | 6,519 | - | - |
| Total | <u>\$ 93,169</u> | <u>\$ 14,032</u> | <u>\$ 740,733</u> |

The outstanding balances between funds results from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are record in the accounting system, and 3) payments between funds are made.

Interfund transfers for the year ended December 31, 2022, consisted of the following:

| | <u>Transfers in:</u> | | |
|--------------------------------|----------------------|---------------------------------|---|
| | <u>General</u> | <u>Capital Improvements</u> | <u>Urban Redevelopment Agency</u> |
| Transfers Out: | | | |
| General Fund | \$ - | \$ 3,000,000 | \$ - |
| SPLOST 15 | 21,558 | - | - |
| SPLOST 2021 | 480,680 | - | - |
| Capital Improvements | - | - | 17,512 |
| Urban Redevelopment Agency | 240,328 | - | - |
| Downtown Development Authority | 83,000 | - | - |
| Total | <u>\$ 825,566</u> | <u>\$ 3,000,000</u> | <u>\$ 17,512</u> |

Generally, transfers are used to move revenues from the fund that collects them to the fund that the budget requires to expend them. Transfers between the General Fund and the other funds represent the reimbursement of capital expenditures incurred in the General Fund.

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

4. DETAILED NOTES ON ALL FUNDS – (Continued)

D. Capital assets

Capital assets activity for the year ended December 31, 2022, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|---------------------|--------------------|---------------------------|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 2,406,550 | \$ - | \$ - | \$ 2,406,550 |
| Construction in progress | <u>8,361,818</u> | <u>-</u> | <u>8,361,818</u> | <u>-</u> |
| Total capital assets, not being depreciated | 10,768,368 | - | 8,361,818 | 2,406,550 |
| Capital assets, being depreciated: | | | | |
| Buildings | 3,146,280 | 16,823,419 | - | 19,969,699 |
| Improvements | 94,701 | - | - | 94,701 |
| Vehicles | 878,904 | 309,889 | - | 1,188,793 |
| Machinery and equipment | 856,835 | 904,112 | 6,998 | 1,753,949 |
| Infrastructure | 23,245,586 | - | - | 23,245,586 |
| Parks and recreation | <u>3,514,265</u> | <u>-</u> | <u>-</u> | <u>3,514,265</u> |
| Total capital assets, being depreciated | <u>31,736,571</u> | <u>18,037,420</u> | <u>6,998</u> | <u>49,766,993</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | 1,534,858 | 187,822 | - | 1,722,680 |
| Improvements | 56,106 | 5,773 | - | 61,879 |
| Vehicles | 575,541 | 130,985 | - | 706,526 |
| Machinery and equipment | 457,571 | 162,754 | 4,000 | 616,325 |
| Infrastructure | 6,559,899 | 1,069,312 | - | 7,629,211 |
| Parks and recreation | <u>497,856</u> | <u>87,857</u> | <u>-</u> | <u>585,713</u> |
| Total accumulated depreciation | <u>9,681,831</u> | <u>1,644,503</u> | <u>4,000</u> | <u>11,322,334</u> |
| Total capital assets being depreciated, net | <u>22,054,740</u> | <u>16,392,917</u> | <u>2,998</u> | <u>38,444,659</u> |
| Governmental activities capital assets, net | <u>\$ 32,823,108</u> | <u>\$16,392,917</u> | <u>\$8,364,816</u> | <u>\$ 40,851,209</u> |

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

Governmental activities:

| | |
|--|--------------------|
| Administrative | \$ 102,499 |
| Police | 244,397 |
| Streets | 1,292,198 |
| Community development | <u>5,409</u> |
| Total Depreciation Expense – Governmental Activities | <u>\$1,644,503</u> |

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

4. DETAILED NOTES ON ALL FUNDS – (Continued)

Capital assets activity for the year ended December 31, 2022, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|--------------------|------------------|---------------------------|
| Business-type activities: | | | | |
| Capital assets, being depreciated: | | | | |
| Vehicles | \$ 390,730 | \$ - | \$ - | \$ 390,730 |
| Machinery and equipment | <u>42,052</u> | <u>-</u> | <u>-</u> | <u>42,052</u> |
| Total capital assets, being depreciated | <u>432,782</u> | <u>-</u> | <u>-</u> | <u>432,782</u> |
| Less accumulated depreciation for: | | | | |
| Vehicles | 233,184 | 37,050 | - | 270,234 |
| Machinery and equipment | <u>10,768</u> | <u>8,411</u> | <u>-</u> | <u>19,179</u> |
| Total accumulated depreciation | <u>243,952</u> | <u>45,461</u> | <u>-</u> | <u>289,413</u> |
| Business-type activities capital assets, net | \$ <u>188,830</u> | \$ <u>(45,461)</u> | \$ <u>-</u> | \$ <u>143,369</u> |

E. Financed purchases

The City enters into financed purchase agreements for financing the acquisition of vehicles for the police and public works departments. At the end of each lease, the City will take ownership of the vehicle(s). These agreements have been recorded at the present value of their future minimum financed purchase payments as of the inception date.

The future minimum debt obligations and the net present value of these minimum financed purchase payments as of December 31, 2022, were as follows:

| <u>Year ending December 31</u> | <u>Governmental Activities</u> |
|---|------------------------------------|
| 2023 | \$ 208,412 |
| 2024 | 152,157 |
| 2025 | 55,858 |
| 2026 | 4,468 |
| Less amount representing interest | <u>(36,496)</u> |
| Present value of minimum financed purchase payments | \$ <u>384,399</u> |

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

4. DETAILED NOTES ON ALL FUNDS – (Continued)

F. Long-term debt

Series 2015 Revenue Bond

On June 1, 2015, the Urban Redevelopment Agency of the City of Jonesboro, Georgia authorized the issuance and sale of \$2,500,000 in principal amount of its Revenue Bond (The City of Jonesboro, Georgia Project), Series 2015. The proceeds of the Series 2015 Bond will be applied to costs of acquiring, constructing, and installing an urban redevelopment project consisting of various improvements to Lee Street Park.

Annual maturities for the Series 2015 Bond are as follows:

| <u>Year ending</u> <u>December 31</u> | <u>Governmental Activities</u> | | |
|--|---------------------------------------|--------------------------|----------------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2023 | 175,000 | 41,243 | 216,243 |
| 2024 | 180,000 | 36,237 | 216,237 |
| 2025 | 185,000 | 31,091 | 216,091 |
| 2026 | 190,000 | 25,803 | 215,803 |
| 2027 | 195,000 | 20,375 | 215,375 |
| 2028-2030 | <u>625,000</u> | <u>26,861</u> | <u>651,861</u> |
| | <u>\$ 1,550,000</u> | <u>\$ 181,610</u> | <u>\$ 1,731,610</u> |

Series 2021A and Series 2021B Revenue Bonds

In January 2021, the Urban Redevelopment Agency of the City of Jonesboro, Georgia authorized the issuance and sale of \$14,125,000 in principal amount of its Revenue Bond, Series 2021A, and \$5,525,000 in principal amount of its Revenue Bond, Series 2021B. The proceeds of the Series 2021A and 2021B Bonds will be applied to costs of construction of the Municipal Complex.

Annual maturities for the Series 2021A Bond are as follows:

| <u>Year ending</u> <u>December 31</u> | <u>Governmental Activities</u> | | |
|--|---------------------------------------|----------------------------|----------------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2023 | \$ 605,000 | \$ 317,918 | \$ 922,918 |
| 2024 | 615,000 | 303,888 | 918,888 |
| 2025 | 630,000 | 289,570 | 919,570 |
| 2026 | 645,000 | 274,908 | 919,908 |
| 2027 | 660,000 | 259,900 | 919,900 |
| 2028-2032 | 3,540,000 | 1,061,795 | 4,601,795 |
| 2033-2036 | <u>7,430,000</u> | <u>492,085</u> | <u>7,922,085</u> |
| | <u>\$14,125,000</u> | <u>\$ 3,000,064</u> | <u>\$17,125,064</u> |

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

4. DETAILED NOTES ON ALL FUNDS – (Continued)

Annual maturities for the Series 2021B Bond are as follows:

| Year ending December 31 | Governmental Activities | | |
|------------------------------------|--------------------------------|---------------------|---------------------|
| | Principal | Interest | Total |
| 2023 | \$ 225,000 | \$ 152,633 | \$ 377,633 |
| 2024 | 230,000 | 146,217 | 376,217 |
| 2025 | 235,000 | 139,661 | 374,661 |
| 2026 | 245,000 | 132,893 | 377,893 |
| 2027 | 250,000 | 125,913 | 375,913 |
| 2028-2032 | 1,360,000 | 518,457 | 1,878,457 |
| 2033-2036 | <u>2,980,000</u> | <u>243,225</u> | <u>3,223,225</u> |
| | <u>\$ 5,525,000</u> | <u>\$ 1,458,999</u> | <u>\$ 6,983,999</u> |

Note payable

On April 25, 2019, the Downtown Development Authority took out a loan to purchase property in the City. The loan amount was \$106,250, with quarterly payments of \$2,456 through April 25, 2034. The initial interest rate is 4.5%.

The future minimum note payments are as follows:

| Year ending December 31 | Governmental | |
|------------------------------------|---------------------|------------------|
| | Principal | Interest |
| 2023 | \$ 5,931 | \$ 3,892 |
| 2024 | 6,196 | 3,627 |
| 2025 | 6,494 | 3,329 |
| 2026 | 6,796 | 3,027 |
| 2027 | 7,111 | 2,712 |
| 2028-2032 | 40,812 | 8,303 |
| 2033-2034 | <u>13,633</u> | <u>571</u> |
| | <u>\$ 86,973</u> | <u>\$ 25,461</u> |

Changes in long-term liabilities:

Long-term liability activity for the year ended December 31, 2022, was as follows:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending Balance</u> | <u>Due within One year</u> |
|--------------------------|------------------------------|-------------------|-------------------|---------------------------|--------------------------------|
| Governmental activities: | | | | | |
| *Lease liability | \$ 381,610 | \$ 187,489 | \$ 184,700 | \$ 384,399 | \$ 190,425 |
| *Bond payable | 21,370,000 | - | 170,000 | 21,200,000 | 1,005,000 |
| *Note payable | 93,174 | - | 6,201 | 86,973 | 5,931 |
| *Compensated absences | 387,557 | 160,298 | 387,557 | 160,298 | 160,298 |
| *Net pension liability | <u>347,553</u> | <u>-</u> | <u>196,103</u> | <u>151,450</u> | <u>-</u> |
| Total | <u>\$22,579,894</u> | <u>\$ 347,787</u> | <u>\$ 944,561</u> | <u>\$21,983,120</u> | <u>\$1,361,654</u> |

* Typically liquidated with General Fund resources.

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

5. OTHER INFORMATION

A. Risk management

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance coverage on real and personal property, automobiles, and liability with a private insurance carrier.

B. Contingent liabilities

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

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

C. Joint venture

Under Georgia law, the City, in conjunction with other cities and counties in the thirteen County Metro Atlanta area, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto. During its year ended December 31, 2022, the City paid all dues assessed. Membership in the ARC is required by the *Official Code of Georgia Annotated* (OCGA) Section 50-8-34 which provides for the organization structure of the Regional Commission (RC) in Georgia. The ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Atlanta Regional Commission
 40 Courtland St. NE
 Atlanta, GA 30303

D. Hotel/Motel tax

The City has levied a lodging tax pursuant to state statutes. A summary of the transactions for the year ended December 31, 2022, follows:

| | | |
|---------------------------|----|--------------|
| Receipts | | |
| Hotel/Motel tax collected | \$ | 54,763 |
| Expenditures | | |
| Visitors Center/Tourism | | 52,388 |
| Administrative | | <u>2,995</u> |
| | \$ | <u>(620)</u> |

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

5. OTHER INFORMATION – (Continued)

E. Employee retirement system and pension plans

Defined Benefit Pension Plan

Plan Description –

The City, as authorized by the City Council, has established a non-contributory defined pension plan, City of Jonesboro Retirement Plan (JRP), covering all full-time employees. JRP is affiliated with the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS. The City does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, 201 Pryor Street, SW, Atlanta, Georgia, 30303 or by calling (404) 688-0472.

As provided by state law, benefit provisions for participants in GMEBS are established by the respective employers. As authorized by City Council, the plan provides pension benefits and death and disability benefits for all employees that have been employed full time for one year. Members may retire on reaching the age of 65, depending on their classification. Early retirement is possible on reaching the age of 55, depending on the member’s classification. In addition, police officers can retire at age 55 and 10 years of service with full benefits. Benefits are calculated at 1.75% of the average monthly earnings for the period of the five highest years’ earnings prior to retirement.

Current membership in the plan is as follows:

| | |
|---|-------------------|
| Retirees and beneficiaries currently receiving benefits | 32 |
| Terminated vested participants entitled to but not yet receiving benefits | 23 |
| Active participants | 49 |
| Active elected officials | <u>6</u> |
| Total number of participants | <u><u>110</u></u> |

Contributions: The plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan is to contribute an amount equal to the recommended contribution described below. For 2022, the actuarially determined contribution rate was 5.72% of covered payroll. For 2022, the City’s contribution to the plan totaled \$140,913.

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

5. OTHER INFORMATION – (Continued)

Net Pension Liability of the City

Effective October 1, 2014, the City implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, which significantly changed the City’s accounting for pension amounts. The information disclosed below is presented in accordance with these new standards.

The City’s net pension liability was measured as of July 1, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of March 31, 2022 with update procedures performed by the actuary to roll forward to the total pension liability measured as of July 1, 2022.

Actuarial assumptions: The total pension liability in the March 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.25% |
| Salary increases | 2.25% plus service-based merit increases |
| Investment rate of return | 7.375% |

Mortality rates were based on the Sex-distinct Pri-2012 head-count weighted Employee Mortality Table.

The actuarial assumptions used in the July 1, 2022 valuation were based on results of an actuarial experience study for the period January 1, 2015 – June 30, 2019. There is no cost-of-living adjustment by the Plan.

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 difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of March 31, 2020 are summarized in the following table:

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

5. OTHER INFORMATION – (Continued)

| <u>Asset Class</u> | <u>Allocation</u> | <u>Long-term Expected real rate of return*</u> |
|-----------------------|-------------------|--|
| Domestic equity | 45% | 6.55% |
| International equity | 20% | 7.30% |
| Domestic fixed income | 20% | 0.40% |
| Real estate | 10% | 3.65% |
| Global fixed income | 5% | 0.50% |
| Cash | 0% | 0.00% |

* Rates shows are net of the 2.25% assumed rate of inflation.

Discount rate: The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability of the City: The changes in the components of the net pension liability of the City for the year ended December 31, 2022, were as follows:

| | <u>Total Pension Liability (a)</u> | <u>Plan Fiduciary Net Position (b)</u> | <u>Net Pension Liability (a) – (b)</u> |
|--|--|--|--|
| Balances at December 31, 2021 | \$ 3,469,325 | \$ 3,121,772 | \$ 347,553 |
| Changes for the year: | | | |
| Service cost | 99,133 | - | 99,133 |
| Interest | 255,397 | - | 255,397 |
| Differences between expected and actual experience | (75,440) | - | (75,440) |
| Contributions – employer | - | 293,639 | (293,639) |
| Net investment income | - | 195,111 | (195,111) |
| Benefit payments, including refunds of employee contributions | (210,903) | (210,903) | - |
| Administrative expense | - | (13,557) | 13,557 |
| Net changes | <u>68,187</u> | <u>264,290</u> | <u>(196,103)</u> |
| Balances at December 31, 2022 | <u>\$ 3,537,512</u> | <u>\$ 3,386,062</u> | <u>\$ 151,450</u> |

The required schedule of changes in the City’s net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

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

5. OTHER INFORMATION – (Continued)

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 percent, as well as what the City’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.375 percent) or 1-percentage-point higher (8.375 percent) than the current rate:

| | 1% Decrease <u>(6.375%)</u> | Current Discount Rate <u>(7.375%)</u> | 1% Increase <u>(8.375%)</u> |
|------------------------------|--------------------------------|---|--------------------------------|
| City’s net pension liability | \$ 589,519 | \$ 151,450 | \$ (212,130) |

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2022, and the current sharing pattern of costs between employer and employee.

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

For the year ended December 31, 2022, the City recognized pension expense of \$60,328. At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual expense | \$ 2,360 | \$ (111,390) |
| Changes in assumptions | 42,435 | - |
| Net difference between projected and actual earnings on pension plan investments | <u>-</u> | <u>(322,554)</u> |
| Total | \$ <u>44,795</u> | \$ <u>(433,944)</u> |

Amounts reports as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year ending June 30: | |
|----------------------|---------------------|
| 2023 | \$ (92,953) |
| 2024 | (122,180) |
| 2025 | (181,550) |
| 2026 | <u>7,534</u> |
| | <u>\$ (389,149)</u> |

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

6. POST EMPLOYMENT BENEFITS

Pursuant to City statutes, employees who retire with 30 or more years of service, but before they have attained the age to be eligible for Medicare benefits, the City provides health care coverage for up to 36 months. For the year December 31, 2022, no retired employees were eligible for this health care benefit.

7. RESTATEMENT OF MAJOR FUNDS

The financial statements have been restated to present the City's major funds. The restated financial statements include the ARPA Fund and SPLOST 2015 Fund as major funds.

REQUIRED SUPPLEMENTARY INFORMATION

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

| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total pension liability | | | | | |
| Service cost | \$ 99,133 | \$ 88,711 | \$ 105,574 | \$ 103,671 | \$ 99,296 |
| Interest | 255,397 | 247,699 | 228,775 | 230,023 | 204,176 |
| Differences between expected and actual experience | (75,440) | (38,651) | 9,440 | (177,421) | 144,995 |
| Changes of assumptions | - | - | 169,739 | - | 49,323 |
| Benefit payments, including refunds of employee contributions | <u>(210,903)</u> | <u>(196,698)</u> | <u>(180,058)</u> | <u>(169,566)</u> | <u>(168,465)</u> |
| Net change in total pension liability | 68,187 | 101,061 | 333,470 | (13,293) | 329,325 |
| Total pension liability – beginning | <u>3,469,325</u> | <u>3,368,264</u> | <u>3,034,794</u> | <u>3,048,087</u> | <u>2,718,762</u> |
| Total pension liability – ending (a) | <u>\$ 3,537,512</u> | <u>\$ 3,469,325</u> | <u>\$ 3,368,264</u> | <u>\$ 3,034,794</u> | <u>\$ 3,048,087</u> |
| Plan fiduciary net position | | | | | |
| Contributions – employer | \$ 293,639 | \$ 124,754 | \$ - | \$ 133,244 | \$ 108,278 |
| Net investment income | 195,111 | 1,009,972 | (161,099) | 87,117 | 280,433 |
| Benefit payments, including refunds of employee contributions | (210,903) | (196,698) | (180,058) | (169,566) | (168,465) |
| Administrative expenses | <u>(13,557)</u> | <u>(12,347)</u> | <u>(14,006)</u> | <u>(13,934)</u> | <u>(13,496)</u> |
| Net change in plan fiduciary net position | 264,290 | 925,681 | (355,163) | 36,861 | 206,750 |
| Plan fiduciary net position – beginning | <u>3,121,772</u> | <u>2,196,091</u> | <u>2,551,254</u> | <u>2,514,393</u> | <u>2,307,643</u> |
| Plan fiduciary net position – ending (b) | <u>\$ 3,386,062</u> | <u>\$ 3,121,772</u> | <u>\$ 2,196,091</u> | <u>\$ 2,551,254</u> | <u>\$ 2,514,393</u> |
| City's net pension liability – ending (a) - (b) | <u>\$ 151,450</u> | <u>\$ 347,553</u> | <u>\$ 1,172,173</u> | <u>\$ 483,540</u> | <u>\$ 533,694</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 95.72% | 89.98% | 65.20% | 84.07% | 82.49% |
| Covered payroll | \$ 2,437,830 | \$ 2,105,953 | \$ 1,999,919 | \$ 2,071,964 | \$ 2,167,522 |
| City's net pension liability as a percentage of covered payroll | 6.21% | 16.50% | 58.61% | 23.34% | 24.62% |

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

CITY OF JONESBORO, GEORGIA
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS – CONTINUED

| | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|---------------------|---------------------|---------------------|
| Total pension liability | | | |
| Service cost | \$ 97,219 | \$ 94,317 | \$ 88,349 |
| Interest | 206,386 | 197,911 | 188,558 |
| Differences between expected and actual experience | (163,271) | (17,710) | 45,382 |
| Changes of assumptions | - | - | (44,312) |
| Benefit payments, including refunds of employee contributions | <u>(169,226)</u> | <u>(161,104)</u> | <u>(153,488)</u> |
| Net change in total pension liability | (28,892) | 113,414 | 124,489 |
| Total pension liability – beginning | <u>2,747,654</u> | <u>2,634,240</u> | <u>2,509,751</u> |
| Total pension liability – ending (a) | <u>\$ 2,718,762</u> | <u>\$ 2,747,654</u> | <u>\$ 2,634,240</u> |
| Plan fiduciary net position | | | |
| Contributions – employer | \$ 112,169 | \$ 213,208 | \$ - |
| Net investment income | 256,230 | 3,672 | 191,788 |
| Benefit payments, including refunds of employee contributions | (169,226) | (161,104) | (153,488) |
| Administrative expenses | <u>(13,792)</u> | <u>(11,558)</u> | <u>(8,729)</u> |
| Net change in plan fiduciary net position | 185,381 | 44,218 | 29,571 |
| Plan fiduciary net position – beginning | <u>2,122,262</u> | <u>2,078,044</u> | <u>2,048,473</u> |
| Plan fiduciary net position – ending (b) | <u>\$ 2,307,643</u> | <u>\$ 2,122,262</u> | <u>\$ 2,078,044</u> |
| City's net pension liability – ending (a) - (b) | <u>\$ 411,119</u> | <u>\$ 625,392</u> | <u>\$ 556,196</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 84.88% | 77.24% | 78.89% |
| Covered payroll | \$ 1,894,803 | \$ 1,857,003 | \$ 1,741,566 |
| City's net pension liability as a percentage of covered payroll | 21.70% | 33.68% | 31.94% |

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

CITY OF JONESBORO, GEORGIA
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS

| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|---|-------------------|------------------------|------------------------|-------------|-------------|
| Actuarially determined contribution | \$ - ¹ | \$ 145,905 | \$ 124,754 | \$ 133,244 | \$ 108,278 |
| Contributions in relation to the actuarially determined | - ¹ | 145,905 ² | 124,754 | 133,244 | 108,278 |
| Contribution deficiency (excess) | - ¹ | - | - | - | - |
| Covered payroll | - ¹ | 2,105,953 ³ | 1,999,919 ³ | 2,071,964 | 2,167,522 |
| Contributions as a percentage of Covered payroll | - ¹ | 6.93% | 6.24% | 6.43% | 5.00% |

¹ 2022 information will be determined after fiscal year end and will be included in the 2023 valuation report.

² Contributions are recorded based on date of receipt into the GMEBS trust. Minor timing issues in receipt of monthly payments are not indicative of non-compliance with GMEBS funding policy. A plan is in compliance with the GMEBS funding policy if it pays either the dollar amount or the percentage of employee-covered payroll of the actuarially determined contributions.

³ 2021 covered payroll is based on data collected as of March 31, 2021 for the 2021 actuarial valuation.

Notes to the Schedule

| | |
|-------------------------------|--|
| Valuation date | July 1, 2022 |
| Actuarial cost method | Projected Unit Credit |
| Amortization method | Closed level dollar for remaining unfunded liability |
| Remaining amortization period | Remaining amortization period varies for the bases, with a net effective amortization period of 13 years |
| Asset valuation method | Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value. |
| Actuarial assumptions: | |
| Investment rate of return | 7.375% |
| Projected salary increase | 2.25% plus service-based merit increases |

CITY OF JONESBORO, GEORGIA
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS – CONTINUED

| | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|--|-------------|-------------|-------------|
| Actuarially determined contribution | \$ 112,169 | \$ 118,870 | \$ 94,338 |
| Contributions in relation to the actuarially determined Contribution | 112,169 | 118,870 | 94,338 |
| Contribution deficiency (excess) | - | - | - |
| Covered payroll | 1,894,803 | 1,857,003 | 1,741,566 |
| Contributions as a percentage of Covered payroll | 5.92% | 6.40% | 5.42% |

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

**CITY OF JONESBORO, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2022**

| | Special Revenue Funds | | | | | |
|-------------------------------------|-----------------------|----------------------------|------------------|----------------------------|--------------------|--------------------------------------|
| | Confiscated Fund | DEA Confiscated Fund | LMIG Fund | Hotel/Motel Tax Fund | Technology Fund | Downtown Development Authority |
| ASSETS | | | | | | |
| Current assets: | | | | | | |
| Cash and cash equivalents | \$ 39,746 | \$ 45,439 | \$ 59,294 | \$ 151,113 | \$ 12,325 | \$ 296,150 |
| Other receivables | - | - | - | 5,230 | - | 600 |
| Due from other funds | 14,032 | - | - | - | - | - |
| Properties held for sale | <u>18,240</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total assets | <u>\$ 72,018</u> | <u>\$ 45,439</u> | <u>\$ 59,294</u> | <u>\$ 156,343</u> | <u>\$ 12,325</u> | <u>\$ 296,750</u> |
| LIABILITIES AND FUND BALANCE | | | | | | |
| Current liabilities: | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 3,300 | \$ 4,000 | \$ 4,075 |
| Due to other funds | - | 2,244 | - | 31,433 | - | 6,519 |
| Fund balance: | | | | | | |
| Restricted | 53,778 | 43,195 | 59,294 | 121,610 | 8,325 | - |
| Assigned | <u>18,240</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>286,156</u> |
| Total liabilities and fund balance | <u>\$ 72,018</u> | <u>\$ 45,439</u> | <u>\$ 59,294</u> | <u>\$ 156,343</u> | <u>\$ 12,325</u> | <u>\$ 296,750</u> |

**CITY OF JONESBORO, GEORGIA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS – (CONTINUED)
 DECEMBER 31, 2022**

| | Capital Projects Fund | Total Nonmajor Governmental Funds |
|---|--------------------------|--|
| | SPLOST 12 Fund | |
| ASSETS | | |
| Current assets: | | |
| Cash and | | |
| cash equivalents | \$ 29,399 | \$ 633,466 |
| Other receivables | - | 5,830 |
| Due from other funds | - | 14,032 |
| Properties held for sale | - | 18,240 |
| Total assets | \$ 29,399 | \$ 671,568 |
| LIABILITIES AND FUND BALANCE | | |
| Current liabilities: | | |
| Accounts payable | \$ - | \$ 11,375 |
| Due to other funds | - | 40,196 |
| Fund balance: | | |
| Restricted | 29,399 | 315,601 |
| Assigned | - | 304,396 |
| Total liabilities and fund balance | \$ 29,399 | \$ 671,568 |

CITY OF JONESBORO, GEORGIA
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | Special Revenue Funds | | | | |
|--|-----------------------|----------------------------|------------------|-----------------------------|--------------------|
| | Confiscated Fund | DEA Confiscated Fund | LMIG Fund | Hotel/ Motel Tax Fund | Technology Fund |
| REVENUES: | | | | | |
| Hotel/Motel tax | \$ - | \$ - | \$ - | \$ 54,763 | \$ - |
| Intergovernmental | - | - | 59,294 | - | - |
| Fines and forfeitures | - | - | - | - | 52,374 |
| Interest on investments | - | - | - | - | - |
| Miscellaneous | 18,240 | - | - | - | - |
| Program receipts | 11,192 | 19,155 | - | - | - |
| Issuer fees | - | - | - | - | - |
| Membership fees | - | - | - | - | - |
| Total revenues | <u>29,432</u> | <u>19,155</u> | <u>59,294</u> | <u>54,763</u> | <u>52,374</u> |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| Administrative | - | - | - | 59,878 | - |
| Police | - | - | - | - | 48,000 |
| Community development | - | - | - | - | - |
| Total current expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>59,878</u> | <u>48,000</u> |
| Capital outlay: | | | | | |
| Police | - | 90,278 | - | - | - |
| Total capital outlay | <u>-</u> | <u>90,278</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Debt service: | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Total debt service | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>-</u> | <u>90,278</u> | <u>-</u> | <u>59,878</u> | <u>48,000</u> |
| Excess (Deficiency) of revenues over expenditures | <u>29,432</u> | <u>(71,123)</u> | <u>59,294</u> | <u>(5,115)</u> | <u>4,374</u> |
| Other financing sources: | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers out | - | - | - | - | - |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balance | 29,432 | (71,123) | 59,294 | (5,115) | 4,374 |
| Fund balance, beginning of year | <u>42,586</u> | <u>114,318</u> | <u>-</u> | <u>126,725</u> | <u>3,951</u> |
| Fund balance, end of year | <u>\$ 72,018</u> | <u>\$ 43,195</u> | <u>\$ 59,294</u> | <u>\$ 121,610</u> | <u>\$ 8,325</u> |

CITY OF JONESBORO, GEORGIA
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS – (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

| | Special Revenue Funds | Capital Projects Fund | Total Nonmajor Governmental Funds |
|--|--------------------------------------|--------------------------|--|
| | Downtown Development Authority | SPLOST 12 Fund | |
| REVENUES: | | | |
| Hotel/Motel tax | \$ - | \$ - | \$ 54,763 |
| Intergovernmental | - | - | 59,294 |
| Fines and forfeitures | - | - | 52,374 |
| Interest on investments | 22 | - | 22 |
| Miscellaneous | 287,459 | - | 305,699 |
| Program receipts | - | - | 30,347 |
| Issuer fees | 15,332 | - | 15,332 |
| Membership fees | <u>4,418</u> | <u>-</u> | <u>4,418</u> |
| Total revenues | <u>307,231</u> | <u>-</u> | <u>522,249</u> |
| EXPENDITURES: | | | |
| Current: | | | |
| Administrative | - | - | 59,878 |
| Police | - | - | 48,000 |
| Community development | <u>112,825</u> | <u>-</u> | <u>112,825</u> |
| Total current expenditures | <u>112,825</u> | <u>-</u> | <u>220,703</u> |
| Capital outlay: | | | |
| Police | <u>-</u> | <u>-</u> | <u>90,278</u> |
| Total capital outlay | <u>-</u> | <u>-</u> | <u>90,278</u> |
| Debt service: | | | |
| Principal | 6,201 | - | 6,201 |
| Interest | <u>3,622</u> | <u>-</u> | <u>3,622</u> |
| Total debt service | <u>9,823</u> | <u>-</u> | <u>9,823</u> |
| Total expenditures | <u>122,648</u> | <u>-</u> | <u>320,804</u> |
| Excess (Deficiency) of revenues over expenditures | <u>184,583</u> | <u>-</u> | <u>201,445</u> |
| Other financing sources: | | | |
| Transfers in | 10,000 | - | 10,000 |
| Transfers out | <u>(93,000)</u> | <u>-</u> | <u>(93,000)</u> |
| Total other financing sources | <u>(83,000)</u> | <u>-</u> | <u>(83,000)</u> |
| Net change in fund balance | 101,583 | - | 118,445 |
| Fund balance, beginning of year | <u>184,573</u> | <u>29,399</u> | <u>501,552</u> |
| Fund balance, end of year | <u>\$ 286,156</u> | <u>\$ 29,399</u> | <u>\$ 619,997</u> |

CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
CONFISCATED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|---------------------------------|-----------------------|-------------------|------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Miscellaneous | \$ - | \$ - | \$ 18,240 | \$ 18,240 |
| Program receipts | <u>5,000</u> | <u>5,000</u> | <u>11,192</u> | <u>6,192</u> |
| Total revenues | <u>5,000</u> | <u>5,000</u> | <u>29,432</u> | <u>24,432</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Police | <u>-</u> | <u>2,800</u> | <u>-</u> | <u>2,800</u> |
| Total current expenditures | <u>-</u> | <u>2,800</u> | <u>-</u> | <u>2,800</u> |
| Capital outlay: | | | | |
| Police | <u>5,000</u> | <u>5,000</u> | <u>-</u> | <u>5,000</u> |
| Total capital outlay | <u>5,000</u> | <u>5,000</u> | <u>-</u> | <u>5,000</u> |
| Total expenditures | <u>5,000</u> | <u>7,800</u> | <u>-</u> | <u>7,800</u> |
| Net change in fund balance | \$ <u>-</u> | \$ <u>(2,800)</u> | 29,432 | \$ <u>32,232</u> |
| Fund balance, beginning of year | | | <u>42,586</u> | |
| Fund balance, end of year | | | \$ <u>72,018</u> | |

CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
DEA CONFISCATED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|---------------------------------|-----------------------|--------------------|------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Miscellaneous | \$ 20,000 | \$ 20,000 | \$ - | \$ (20,000) |
| Program receipts | <u>25,000</u> | <u>25,000</u> | <u>19,155</u> | <u>(5,845)</u> |
| Total revenues | <u>45,000</u> | <u>45,000</u> | <u>19,155</u> | <u>(25,845)</u> |
| EXPENDITURES | | | | |
| Capital outlay: | | | | |
| Police | <u>-</u> | <u>96,357</u> | <u>90,278</u> | <u>6,079</u> |
| Total capital outlay | <u>-</u> | <u>96,357</u> | <u>90,278</u> | <u>6,079</u> |
| Total expenditures | <u>-</u> | <u>96,357</u> | <u>90,278</u> | <u>6,079</u> |
| Net change in fund balance | <u>\$ 45,000</u> | <u>\$ (51,357)</u> | (71,123) | <u>\$ (19,766)</u> |
| Fund balance, beginning of year | | | <u>114,318</u> | |
| Fund balance, end of year | | | <u>\$ 43,195</u> | |

CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
LMIG FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|---------------------------------|-----------------------|------------------|------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Intergovernmental | \$ <u>50,000</u> | \$ <u>50,000</u> | \$ <u>59,294</u> | \$ <u>9,294</u> |
| Total revenues | <u>50,000</u> | <u>50,000</u> | <u>59,294</u> | <u>9,294</u> |
| EXPENDITURES | | | | |
| Capital outlay: | | | | |
| Street and public works | <u>50,000</u> | <u>50,000</u> | - | <u>50,000</u> |
| Total capital outlay | <u>50,000</u> | <u>50,000</u> | - | <u>50,000</u> |
| Total expenditures | <u>50,000</u> | <u>50,000</u> | - | <u>50,000</u> |
| Net change in fund balance | \$ <u>-</u> | \$ <u>-</u> | 59,294 | \$ <u>59,294</u> |
| Fund balance, beginning of year | | | - | |
| Fund balance, end of year | | | \$ <u>59,294</u> | |

CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
HOTEL/MOTEL TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|---------------------------------|-----------------------|------------------|-------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Taxes | | | | |
| Hotel/Motel tax | \$ <u>45,000</u> | \$ <u>55,000</u> | \$ <u>54,763</u> | \$ <u>(237)</u> |
| Total revenues | <u>45,000</u> | <u>55,000</u> | <u>54,763</u> | <u>(237)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Administrative | <u>45,000</u> | <u>55,000</u> | <u>59,878</u> | <u>(4,878)</u> |
| Total current expenditures | <u>45,000</u> | <u>55,000</u> | <u>59,878</u> | <u>(4,878)</u> |
| Total expenditures | <u>45,000</u> | <u>55,000</u> | <u>59,878</u> | <u>(4,878)</u> |
| Net change in fund balance | \$ <u>-</u> | \$ <u>-</u> | (5,115) | \$ <u>(5,115)</u> |
| Fund balance, beginning of year | | | <u>126,725</u> | |
| Fund balance, end of year | | | <u>\$ 121,610</u> | |

**CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
TECHNOLOGY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022**

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|---------------------------------|-----------------------|------------------|------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Fines and forfeitures | \$ <u>48,000</u> | \$ <u>48,000</u> | \$ <u>52,374</u> | \$ <u>4,374</u> |
| Total revenues | <u>48,000</u> | <u>48,000</u> | <u>52,374</u> | <u>4,374</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Police | <u>48,000</u> | <u>48,000</u> | <u>48,000</u> | <u>-</u> |
| Total current expenditures | <u>48,000</u> | <u>48,000</u> | <u>48,000</u> | <u>-</u> |
| Total expenditures | <u>48,000</u> | <u>48,000</u> | <u>48,000</u> | <u>-</u> |
| Net change in fund balance | \$ <u>-</u> | \$ <u>-</u> | 4,374 | \$ <u>4,374</u> |
| Fund balance, beginning of year | | | <u>3,951</u> | |
| Fund balance, end of year | | | <u>\$ 8,325</u> | |

CITY OF JONESBORO, GEORGIA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
DOWNTOWN DEVELOPMENT AUTHORITY
FOR THE YEAR ENDED DECEMBER 31, 2022

| | <u>BUDGET AMOUNTS</u> | | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|--|-----------------------|-----------------|-------------------|---|
| | <u>ORIGINAL</u> | <u>FINAL</u> | | |
| REVENUES | | | | |
| Interest on investments | \$ - | \$ - | \$ 22 | \$ 22 |
| Miscellaneous | 126,600 | 126,600 | 287,459 | 160,859 |
| Issuer fees | 15,332 | 15,332 | 15,332 | - |
| Membership revenue | <u>13,500</u> | <u>13,500</u> | <u>4,418</u> | <u>(9,082)</u> |
| Total revenues | <u>155,432</u> | <u>155,432</u> | <u>307,231</u> | <u>151,799</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Community development | <u>84,832</u> | <u>84,832</u> | <u>112,825</u> | <u>(27,993)</u> |
| Total current expenditures | <u>84,832</u> | <u>84,832</u> | <u>112,825</u> | <u>(27,993)</u> |
| Debt service: | | | | |
| Principal | - | - | 6,201 | (6,201) |
| Interest | <u>5,000</u> | <u>5,000</u> | <u>3,622</u> | <u>1,378</u> |
| Total debt service | <u>5,000</u> | <u>5,000</u> | <u>9,823</u> | <u>(4,823)</u> |
| Total expenditures | <u>89,832</u> | <u>89,832</u> | <u>122,648</u> | <u>(32,816)</u> |
| (Deficiency) Excess of revenues (under) over expenditures | <u>65,600</u> | <u>65,600</u> | <u>184,583</u> | <u>118,983</u> |
| Other financing sources: | | | | |
| Transfers in | 10,000 | 10,000 | 10,000 | - |
| Transfers | <u>(75,600)</u> | <u>(75,600)</u> | <u>(93,000)</u> | <u>(17,400)</u> |
| Total other financing sources | <u>(65,600)</u> | <u>(65,600)</u> | <u>(83,000)</u> | <u>(17,400)</u> |
| Net change in fund balances | \$ - | \$ - | 101,583 | \$ <u>101,583</u> |
| Fund balance, beginning of year | | | <u>184,573</u> | |
| Fund balance, end of year | | | <u>\$ 286,156</u> | |

**CITY OF JONESBORO, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2022**

| Project | Total Estimated Project Costs | Expenditures | | Total |
|--|--|---------------------|-------------------|---------------------|
| | | Prior Years | Current Year | |
| SPLOST 2012: | | | | |
| Streets, curbs, and sidewalks | \$ 3,170,000 | \$ 1,966,315 | \$ - | \$ 1,966,315 |
| Cemetery remapping, paving, and lighting | 450,000 | - | - | - |
| Gateway projects | 500,000 | - | - | - |
| Streetscape projects | 2,150,000 | 2,150,000 | - | 2,150,000 |
| Parks and recreation facilities | <u>1,850,000</u> | <u>1,161,175</u> | <u>-</u> | <u>1,161,175</u> |
| | <u>\$ 8,120,000</u> | <u>\$ 5,277,490</u> | <u>\$ -</u> | <u>\$ 5,277,490</u> |
| SPLOST 2015: | | | | |
| Infrastructure projects | \$ 2,205,039 | \$ 2,979,891 | \$ - | \$ 2,979,891 |
| Public safety – public works Equipment and vehicles | 450,000 | 38,919 | 37,121 | 76,040 |
| Park enhancements | 300,000 | 853,618 | - | 853,618 |
| Municipal complex | <u>2,000,000</u> | <u>306,007</u> | <u>762,291</u> | <u>1,068,298</u> |
| | <u>\$ 4,955,039</u> | <u>\$ 4,178,435</u> | <u>\$ 799,412</u> | <u>\$ 4,977,847</u> |
| SPLOST 2021: | | | | |
| Real and Personal Property for Broad Street | % of collections | \$ - | \$ - | \$ - |
| Road, Street, Bridges, and Public Infrastructure | % of collections | - | - | - |
| Real and Personal Property for City Government Buildings including a New City Center | % of collections | - | 480,680 | 480,680 |
| Streetscape Improvements | % of collections | <u>93,111</u> | <u>-</u> | <u>93,111</u> |
| | | <u>\$ 93,111</u> | <u>\$ 480,680</u> | <u>\$ 573,791</u> |

STATISTICAL SECTION

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

| <u>Contents</u> | <u>Page</u> |
|---|--------------------|
| Financial Trends..... <i>These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.</i> | 61-65 |
| Revenue Capacity..... <i>These schedules contain information to help the reader assess the City’s most significant Local revenue sources.</i> | 66-70 |
| Debt Capacity..... <i>These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debit in the future.</i> | 71-73 |
| Demographic and Economic Information..... <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.</i> | 74-75 |
| Operating Information..... <i>These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.</i> | 76-78 |

Sources: Unless otherwise noted, the information in these schedules is derived from the City’s financial reports for the relevant year.

City of Jonesboro, Georgia
Net Position by Activity
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | \$ 7,846,424 | \$ 8,887,774 | \$ 11,756,094 | \$ 14,870,558 | \$ 15,428,183 | \$ 15,526,356 | \$ 17,439,415 | \$ 17,332,841 | \$ 10,263,491 | \$ 19,128,062 |
| Restricted | 4,461,501 | 4,925,720 | 2,069,003 | 488,405 | 660,146 | 1,586,866 | 966,805 | 2,128,461 | 8,059,881 | 2,674,485 |
| Unrestricted | 3,745,434 | 3,939,088 | 5,407,230 | 4,454,172 | 4,614,435 | 5,499,946 | 4,855,268 | 5,324,464 | 6,909,655 | 5,909,822 |
| Total governmental activities net position | \$ 16,053,359 | \$ 17,752,582 | \$ 19,232,327 | \$ 19,813,135 | \$ 20,702,764 | \$ 22,613,168 | \$ 23,261,488 | \$ 24,785,766 | \$ 25,233,027 | \$ 27,712,369 |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | \$ - | \$ - | \$ - | \$ 72,000 | \$ 56,000 | \$ 61,117 | \$ 40,148 | \$ 19,179 | \$ 188,830 | \$ 143,369 |
| Restricted | - | - | - | - | - | - | - | - | - | - |
| Unrestricted | 65,701 | 84,851 | 166,822 | 151,343 | 199,389 | 199,810 | 241,910 | 272,953 | 113,675 | 140,186 |
| Total business-type activities net position | \$ 65,701 | \$ 84,851 | \$ 166,822 | \$ 223,343 | \$ 255,389 | \$ 260,927 | \$ 282,058 | \$ 292,132 | \$ 302,505 | \$ 283,555 |
| Primary government | | | | | | | | | | |
| Net investment in capital assets | \$ 7,846,424 | \$ 8,887,774 | \$ 11,756,094 | \$ 14,942,558 | \$ 15,484,183 | \$ 15,587,473 | \$ 17,479,563 | \$ 17,352,020 | \$ 10,452,321 | \$ 19,271,431 |
| Restricted | 4,461,501 | 4,925,720 | 2,069,003 | 488,405 | 660,146 | 1,586,866 | 966,805 | 2,128,461 | 8,059,881 | 2,674,485 |
| Unrestricted | 3,811,135 | 4,023,939 | 5,574,052 | 4,605,515 | 4,813,824 | 5,699,756 | 5,097,178 | 5,597,417 | 7,023,330 | 6,050,008 |
| Total primary government net position | \$ 16,119,060 | \$ 17,837,433 | \$ 19,399,149 | \$ 20,036,478 | \$ 20,958,153 | \$ 22,874,095 | \$ 23,543,546 | \$ 25,077,898 | \$ 25,535,532 | \$ 27,995,924 |

Note: GASB 63 and 65 were implemented during fiscal year 2012.

City of Jonesboro, Georgia
Changes in Net Position
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|------------|------------|------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Expenses | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Administrative | \$ 638,612 | \$ 681,612 | \$ 971,740 | \$ 921,424 | \$ 1,112,821 | \$ 1,257,430 | \$ 1,317,631 | \$ 1,786,930 | \$ 1,501,091 | \$ 1,509,906 |
| Police | 2,002,309 | 2,326,651 | 2,444,823 | 2,658,494 | 2,802,187 | 2,738,027 | 2,927,242 | 2,699,592 | 3,247,215 | 3,292,857 |
| Streets and public works | 873,257 | 1,010,016 | 1,098,260 | 1,157,207 | 1,265,438 | 1,497,527 | 1,571,230 | 1,855,913 | 2,018,159 | 2,005,266 |
| Community development | - | - | - | - | 32,667 | 45,659 | 69,011 | 14,290 | 48,850 | 118,234 |
| Interest on long-term debt | 15,021 | 11,371 | 40,321 | 76,001 | 71,166 | 66,309 | 65,608 | 122,237 | 531,898 | 549,590 |
| Bond issuance costs | - | - | - | - | - | - | 127,500 | - | 408,255 | - |
| Total governmental activities expenses | 3,529,199 | 4,029,650 | 4,555,144 | 4,813,126 | 5,284,279 | 5,604,952 | 6,078,222 | 6,478,962 | 7,755,468 | 7,475,853 |
| Business-type activities: | | | | | | | | | | |
| Solid waste management | 117,518 | 124,423 | 115,742 | 146,099 | 176,065 | 203,550 | 207,954 | 214,677 | 223,996 | 282,228 |
| Total business-type activities expenses | 117,518 | 124,423 | 115,742 | 146,099 | 176,065 | 203,550 | 207,954 | 214,677 | 223,996 | 282,228 |
| Total primary government expenses | 3,646,717 | 4,154,073 | 4,670,886 | 4,959,225 | 5,460,344 | 5,808,502 | 6,286,176 | 6,693,639 | 7,979,464 | 7,758,081 |
| Program revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| Administrative | 521,249 | 548,667 | 588,343 | 696,135 | 817,487 | 810,260 | 973,571 | 1,077,079 | 1,350,221 | 1,078,315 |
| Police | 1,622,480 | 1,829,851 | 1,848,474 | 1,666,762 | 1,818,358 | 1,608,391 | 1,665,514 | 946,587 | 1,263,472 | 2,061,488 |
| Community development | - | - | - | - | 47,609 | 61,225 | 75,570 | 37,391 | 142,998 | 307,209 |
| Operating grants and contributions | - | - | - | - | - | - | - | - | - | - |
| Capital grants and contributions | 1,007,174 | 1,261,462 | 1,811,242 | 863,185 | 1,037,757 | 1,420,697 | 1,184,172 | 2,773,260 | 1,711,423 | 2,039,829 |
| Total governmental activities program revenues | 3,150,903 | 3,639,980 | 4,248,059 | 3,226,082 | 3,721,211 | 3,900,573 | 3,898,827 | 4,834,317 | 4,468,114 | 5,486,841 |
| Business-type activities: | | | | | | | | | | |
| Charges for services | 131,049 | 143,503 | 197,646 | 201,948 | 205,540 | 207,203 | 226,660 | 224,371 | 221,489 | 262,817 |
| Total business-type activities program revenues | 131,049 | 143,503 | 197,646 | 201,948 | 205,540 | 207,203 | 226,660 | 224,371 | 221,489 | 262,817 |
| Total primary government program revenues | 3,281,952 | 3,783,483 | 4,445,705 | 3,428,030 | 3,926,751 | 4,107,776 | 4,125,487 | 5,058,688 | 4,689,603 | 5,749,658 |
| Net (expense)/revenue | | | | | | | | | | |
| Governmental activities | (378,296) | (389,670) | (307,085) | (1,587,044) | (1,563,068) | (1,704,379) | (2,179,395) | (1,644,645) | (3,287,354) | (1,989,012) |
| Business-type activities | 13,531 | 19,080 | 81,904 | 55,849 | 29,475 | 3,653 | 18,706 | 9,694 | (2,507) | (19,411) |
| Total primary government net expense | (364,765) | (370,590) | (225,181) | (1,531,195) | (1,533,593) | (1,700,726) | (2,160,689) | (1,634,951) | (3,289,861) | (2,008,423) |

(Continued)

City of Jonesboro, Georgia
Changes in Net Position
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|---------------------|---------------------|---------------------|-------------------|-------------------|---------------------|-------------------|---------------------|-------------------|---------------------|
| General revenues and other changes in net position | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property taxes | 201,106 | 221,179 | 190,930 | 118,802 | 177,053 | 408,845 | 522,301 | 918,694 | 1,039,969 | 1,446,572 |
| Franchise taxes | 308,155 | 322,471 | 335,465 | 314,267 | 311,710 | 313,010 | 325,671 | 83,883 | 562,355 | 365,515 |
| Sales taxes | 1,147,558 | 1,368,749 | 1,465,302 | 1,460,207 | 1,688,297 | 2,434,649 | 1,518,800 | 1,562,248 | 1,728,892 | 1,939,222 |
| Alcoholic beverage taxes | 66,992 | 63,272 | 58,042 | 58,786 | 54,133 | 95,897 | 137,956 | 138,952 | 215,412 | 248,898 |
| Hotel motel taxes | 18,950 | 10,130 | 12,747 | 21,980 | 23,622 | 56,455 | 76,428 | 68,526 | 82,242 | 84,489 |
| Investment earnings | 2,257 | 2,154 | 2,286 | 2,649 | 20,860 | 13,987 | 21,346 | 10,043 | 597 | 14,590 |
| Contributions not restricted to specific programs | 4,342 | 2,980 | 8,529 | 25,835 | 38,389 | 40,185 | 35,115 | 250,125 | 32,075 | 130,065 |
| Miscellaneous | 112,838 | 97,958 | 117,270 | 150,013 | 138,633 | 251,755 | 190,098 | 136,452 | 73,073 | 239,003 |
| Issuer fees | - | - | - | 15,313 | - | - | - | - | - | - |
| Total governmental activities general revenues and other changes in net position | 1,862,198 | 2,088,893 | 2,190,571 | 2,167,852 | 2,452,697 | 3,614,783 | 2,827,715 | 3,168,923 | 3,734,615 | 4,468,354 |
| Business-type activities: | | | | | | | | | | |
| Investment earnings | 78 | 70 | 67 | 482 | 1,541 | 685 | 175 | - | - | - |
| Miscellaneous | 70 | - | - | 190 | 1,030 | 1,200 | 2,250 | 380 | 12,880 | 461 |
| Total business-type activities general revenues and other changes in net position | 148 | 70 | 67 | 672 | 2,571 | 1,885 | 2,425 | 380 | 12,880 | 461 |
| Total primary government general revenues and other changes in net position | 1,862,346 | 2,088,963 | 2,190,638 | 2,168,524 | 2,455,268 | 3,616,668 | 2,830,140 | 3,169,303 | 3,747,495 | 4,468,815 |
| Change in net position | | | | | | | | | | |
| Governmental activities | 1,483,902 | 1,699,223 | 1,883,486 | 580,808 | 889,629 | 1,910,404 | 648,320 | 1,524,278 | 447,261 | 2,479,342 |
| Business-type activities | 13,679 | 19,150 | 81,971 | 56,521 | 32,046 | 5,538 | 21,131 | 10,074 | 10,373 | (18,950) |
| Total primary government change in net position | \$ 1,497,581 | \$ 1,718,373 | \$ 1,965,457 | \$ 637,329 | \$ 921,675 | \$ 1,915,942 | \$ 669,451 | \$ 1,534,352 | \$ 457,634 | \$ 2,460,392 |

City of Jonesboro, Georgia
Fund Balances, Governmental Funds
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| General Fund | | | | | | | | | | |
| Nonspendable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 155,433 | \$ 140,334 |
| Restricted | - | - | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - | 105,998 | 110,898 |
| Unassigned | 3,802,834 | 4,037,013 | 4,531,654 | 5,094,052 | 5,203,805 | 6,055,281 | 5,488,684 | 5,982,006 | 6,952,639 | 5,958,693 |
| Total General Fund | \$ 3,802,834 | \$ 4,037,013 | \$ 4,531,654 | \$ 5,094,052 | \$ 5,203,805 | \$ 6,055,281 | \$ 5,488,684 | \$ 5,982,006 | \$ 7,214,070 | \$ 6,209,925 |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable, reported in: | | | | | | | | | | |
| Special revenue funds | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Capital projects fund | - | - | - | - | - | - | - | - | 60,018 | - |
| Restricted, reported in: | | | | | | | | | | |
| Special revenue funds | 344,114 | 609,886 | 598,356 | 389,735 | 218,028 | 356,064 | 350,405 | 278,657 | 287,580 | 286,202 |
| Capital projects fund | 4,117,387 | 4,315,834 | 2,151,986 | 116,682 | 436,074 | 1,296,662 | 616,400 | 1,849,804 | 7,772,301 | 2,388,283 |
| Committed, reported in: | | | | | | | | | | |
| Special revenue funds | - | - | - | - | - | - | - | - | - | - |
| Capital projects fund | - | - | - | - | - | - | - | - | - | - |
| Assigned, reported in: | | | | | | | | | | |
| Special revenue funds | - | - | - | 15,313 | 40,267 | - | 56,857 | 85,194 | 184,573 | 364,414 |
| Capital projects fund | - | - | 770,869 | - | - | - | - | - | - | - |
| Unassigned (deficit), reported in: | | | | | | | | | | |
| Special revenue funds | - | - | (18,363) | (18,012) | 6,044 | - | - | - | - | - |
| Capital projects fund | - | - | - | - | - | - | - | - | - | - |
| Total all other governmental funds | \$ 4,461,501 | \$ 4,925,720 | \$ 3,502,848 | \$ 503,718 | \$ 700,413 | \$ 1,652,726 | \$ 1,023,662 | \$ 2,213,655 | \$ 8,304,472 | \$ 3,038,899 |

City of Jonesboro, Georgia
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|--------------|--------------|--------------|----------------|--------------|--------------|----------------|--------------|--------------|----------------|
| Revenues: | | | | | | | | | | |
| Taxes | \$ 1,762,113 | \$ 1,971,869 | \$ 2,075,931 | \$ 1,966,779 | \$ 2,272,214 | \$ 3,273,027 | \$ 2,570,837 | \$ 2,650,377 | \$ 3,720,388 | \$ 3,998,673 |
| Licenses and permits | 492,544 | 491,626 | 539,312 | 626,977 | 714,166 | 782,196 | 872,205 | 1,030,089 | 1,226,551 | 1,033,225 |
| Intergovernmental | 1,005,277 | 1,259,483 | 1,809,978 | 861,729 | 1,036,162 | 1,419,578 | 1,183,727 | 2,773,260 | 1,711,423 | 2,039,829 |
| Charges for services | 28,705 | 57,041 | 49,031 | 44,833 | 45,233 | 43,432 | 90,611 | 100,465 | 123,670 | 45,090 |
| Fines and forfeitures | 1,566,933 | 1,717,638 | 1,744,817 | 1,643,239 | 1,778,520 | 1,576,208 | 1,543,953 | 918,109 | 1,235,860 | 2,031,141 |
| Interest on investments | 4,154 | 4,133 | 3,550 | 4,105 | 22,455 | 15,106 | 21,791 | 10,043 | 597 | 14,590 |
| Contributions and donations | 4,342 | 2,980 | 8,529 | 25,835 | 38,389 | 40,185 | 35,115 | 250,125 | 32,075 | 130,065 |
| Miscellaneous | 112,838 | 97,958 | 117,270 | 150,013 | 177,992 | 278,867 | 237,997 | 147,407 | 352,008 | 526,462 |
| Program receipts | 55,547 | 112,213 | 103,657 | 23,523 | 39,838 | 32,183 | 121,561 | 28,478 | 27,612 | 30,347 |
| Issuer fees | - | - | - | 15,313 | - | 22,813 | 15,771 | 15,636 | 15,482 | 15,332 |
| Membership fees | - | - | - | - | 8,250 | 11,300 | 11,900 | 10,800 | 10,975 | 4,418 |
| Total revenues | 5,032,453 | 5,714,941 | 6,452,075 | 5,362,346 | 6,133,219 | 7,494,895 | 6,705,468 | 7,934,789 | 8,456,641 | 9,869,172 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Administrative | 565,491 | 600,419 | 814,230 | 901,046 | 1,039,003 | 1,165,570 | 1,256,649 | 1,441,921 | 1,489,647 | 1,593,942 |
| Police | 1,841,781 | 2,138,253 | 2,229,298 | 2,485,964 | 2,629,921 | 2,590,331 | 2,784,666 | 2,516,919 | 2,785,797 | 3,138,018 |
| Street and public works | 500,707 | 622,293 | 628,675 | 689,929 | 735,171 | 733,357 | 806,727 | 730,972 | 1,085,918 | 780,383 |
| Community development | - | - | - | - | 32,667 | 45,659 | 69,011 | 8,881 | 43,441 | 112,825 |
| Capital outlay: | | | | | | | | | | |
| Administrative | - | - | 199,044 | 26,336 | 301,601 | 189,049 | 871,510 | 456,440 | - | 3,715,706 |
| Police | 259,470 | 425,445 | 140,732 | 175,325 | 94,516 | 106,371 | 23,321 | 521,357 | 140,673 | 428,617 |
| Street and public works | 458,150 | 1,112,214 | 5,649,938 | 3,694,600 | 692,466 | 679,051 | 1,776,327 | 6,494,529 | 8,336,792 | 5,645,443 |
| Community development | - | - | - | - | - | - | 126,924 | - | - | - |
| Debt service: | | | | | | | | | | |
| Principal | 154,267 | 175,486 | 205,422 | 83,151 | 227,403 | 243,992 | 224,557 | 327,737 | 6,296,495 | 360,900 |
| Interest | 15,326 | 12,769 | 30,275 | 73,928 | 74,023 | 67,797 | 67,687 | 122,237 | 332,730 | 550,545 |
| Bond issuance costs | - | - | 80,000 | - | - | - | 127,500 | - | 408,255 | - |
| Total expenditures | 3,795,192 | 5,086,879 | 9,977,614 | 8,130,279 | 5,826,771 | 5,821,177 | 8,134,879 | 12,620,993 | 20,919,748 | 16,326,379 |
| Excess (deficiency) of revenues over (under) expenditures | 1,237,261 | 628,062 | (3,525,539) | (2,767,933) | 306,448 | 1,673,718 | (1,429,411) | (4,686,204) | (12,463,107) | (6,457,207) |
| Other financing sources (uses) | | | | | | | | | | |
| Transfers | - | - | - | - | - | - | - | - | - | - |
| Financed purchases issued | 132,967 | 70,336 | 97,308 | 149,515 | - | 130,071 | 127,500 | 497,019 | 104,827 | 187,489 |
| Issuance of bonds payable | - | - | 2,500,000 | - | - | - | 106,250 | 5,872,500 | 19,650,000 | - |
| Proceeds from disposal of assets | - | - | - | - | - | - | - | - | 31,161 | - |
| Total other financing sources (uses) | 132,967 | 70,336 | 2,597,308 | 149,515 | - | 130,071 | 233,750 | 6,369,519 | 19,785,988 | 187,489 |
| Net change in fund balance | \$ 1,370,228 | \$ 698,398 | \$ (928,231) | \$ (2,618,418) | \$ 306,448 | \$ 1,803,789 | \$ (1,195,661) | \$ 1,683,315 | \$ 7,322,881 | \$ (6,269,718) |
| Debt Service as a % of | | | | | | | | | | |
| Noncapital Expenditures | 5.51% | 5.30% | 7.92% | 3.71% | 6.36% | 6.43% | 7.87% | 8.74% | 56.56% | 13.94% |

City of Jonesboro, Georgia
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Tax Digest Years

| Tax Digest Year | Residential | Agricultural | Commercial | Industrial | Utility | Motor Vehicle | Heavy Duty Equipment | Gross Digest | Less : Exemptions - M&O | Less: Exemptions - City | Net Taxable Assessed Value | Millage Rate | Estimated Actual Value | Assessed Value as a Percentage of Actual Value |
|-----------------|---------------|--------------|---------------|--------------|--------------|---------------|----------------------|---------------|-------------------------|-------------------------|----------------------------|--------------|------------------------|--|
| 2013 | \$ 21,685,088 | \$ 30,179 | \$ 38,904,986 | \$ 3,010,960 | \$ 7,536,676 | \$ 12,259,780 | \$ - | \$ 83,427,669 | \$ 5,013,978 | \$ 10,406,430 | \$ 68,007,261 | 1.5 | \$ 170,018,153 | 40% |
| 2014 | 21,902,002 | 30,179 | 36,876,051 | 3,042,728 | 7,536,676 | 9,068,950 | - | 78,456,586 | 10,025,273 | 5,659,860 | 62,771,453 | 1.5 | 156,928,633 | 40% |
| 2015 | 24,081,584 | 30,179 | 36,588,461 | 3,788,066 | 7,001,452 | 6,664,830 | - | 78,154,572 | 10,758,088 | 5,751,132 | 61,645,352 | 1.5 | 154,113,380 | 40% |
| 2016 | 23,586,081 | 30,179 | 37,629,721 | 2,415,167 | 7,782,845 | 4,881,700 | 2,423 | 76,328,116 | 10,597,825 | 5,751,132 | 59,979,159 | 1.5 | 149,947,898 | 40% |
| 2017 | 23,623,226 | 30,179 | 41,544,117 | 3,116,356 | 5,668,418 | 3,454,420 | - | 77,436,716 | 10,507,702 | 5,751,132 | 61,177,882 | 3.0 | 152,944,705 | 40% |
| 2018 | 28,097,326 | 31,315 | 67,806,658 | 4,946,607 | 5,255,655 | 2,492,840 | 4,818 | 108,635,219 | 12,174,844 | 6,094,801 | 90,365,574 | 4.0 | 225,913,935 | 40% |
| 2019 | 30,201,441 | 31,315 | 74,218,151 | 6,799,242 | 6,063,576 | 1,911,910 | - | 119,225,635 | 13,809,076 | 8,838,655 | 96,577,904 | 4.0 | 241,444,760 | 40% |
| 2020 | 35,535,337 | 31,315 | 78,300,110 | 6,739,059 | 5,733,475 | 1,607,070 | 4,900 | 127,951,266 | 16,116,267 | 7,567,550 | 104,267,449 | 6.0 | 260,668,623 | 40% |
| 2021 | 45,470,933 | 47,384 | 85,371,461 | 9,838,808 | 5,729,057 | 811,220 | - | 147,268,863 | 13,841,977 | 4,530,000 | 128,896,886 | 7.0 | 322,242,215 | 40% |
| 2022 | 56,792,532 | 55,870 | 88,532,496 | 10,685,080 | 5,538,831 | 1,111,480 | 10,370 | 162,726,659 | 14,068,670 | 4,300,000 | 144,357,989 | 8.0 | 360,894,973 | 40% |

Source: City Records & Clayton County Tax Commissioner
2022 Consolidation and Evaluation Digest

City of Jonesboro, Georgia
Property Tax Rates
Last Ten Tax Digest Years

| Tax Digest Year | City of Jonesboro | | | | Clayton County | School District | Fire | Total Millage Rate |
|--------------------|-------------------|-------------------------------|------------------------|------------|-------------------|--------------------|-------|-----------------------|
| | State of Georgia | Maintenance and Operations | Sales Tax Reduction | Total City | | | | |
| 2013 | 0.150 | 18.77 | 17.27 | 1.50 | 14.661 | 20.000 | 5.000 | 41.311 |
| 2014 | 0.100 | 17.94 | 16.44 | 1.50 | 14.869 | 20.000 | 5.000 | 41.469 |
| 2015 | 0.050 | 8.90 | 7.40 | 1.50 | 15.862 | 19.095 | 5.000 | 41.507 |
| 2016 | 0.000 | 9.92 | 8.42 | 1.50 | 16.596 | 19.095 | 5.000 | 42.191 |
| 2017 | 0.000 | 10.64 | 7.64 | 3.00 | 16.596 | 19.095 | 5.000 | 43.691 |
| 2018 | 0.000 | 11.88 | 7.88 | 4.00 | 15.596 | 20.000 | 5.000 | 44.596 |
| 2019 | 0.000 | 11.78 | 7.78 | 4.00 | 15.596 | 20.000 | 5.000 | 44.596 |
| 2020 | 0.000 | 15.35 | 9.35 | 6.00 | 15.089 | 20.000 | 4.906 | 45.995 |
| 2021 | 0.000 | 15.35 | 8.35 | 7.00 | 14.746 | 20.000 | 4.750 | 46.496 |
| 2022 | 0.000 | 20.10 | 12.10 | 8.00 | 14.746 | 20.000 | 4.750 | 47.496 |

Source: City Records & Clayton County Tax Commissioner

City of Jonesboro, Georgia
Principal Property Taxpayers
Current Year and Nine Years Ago
(amounts expressed in thousands)

| Taxpayer | 2022 | | | 2013 | | |
|---|------------------------|------|---|------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |
| Hampstead Keystone Partners Development Authority | \$ 12,250 | 1 | 9.50% | | | |
| BVC Crossroads South | 18,363 | 2 | 14.25% | | | |
| Georgia Power Company | 10,818 | 3 | 8.39% | | | |
| PM Tara Jonesboro | 9,780 | 4 | 7.59% | | | |
| Low Temp Industries | 7,576 | 5 | 5.88% | | | |
| Wayfield Foods | 6,956 | 6 | 5.40% | | | |
| S&A Hospitality | 4,411 | 7 | 3.42% | | | |
| Lansky Partnership | 4,299 | 8 | 3.34% | | | |
| Comcast of GA/VA Inc | 3,358 | 9 | 2.61% | | | |
| Bellsouth / AT&T Southeast | 2,870 | 10 | 2.23% | \$ 8,170 | 1 | 11.54% |
| Georgia Power Company | | | | 6,729 | 2 | 9.50% |
| Comcast of GA/VA Inc | | | | 5,405 | 3 | 7.63% |
| GGR LLC | | | | 4,880 | 4 | 6.89% |
| Branch Banking & Trust Company | | | | 2,795 | 5 | 3.95% |
| Jack W Branan | | | | 2,421 | 6 | 3.42% |
| West Indies Holding Company LLC | | | | 2,336 | 7 | 3.30% |
| Jonesboro Shopping Center | | | | 2,300 | 8 | 3.25% |
| Supertel Limited Partnership | | | | 2,300 | 9 | 3.25% |
| Bryn-Mawr Estates | | | | 1,552 | 10 | 2.19% |
| Total | \$ 128,896 | | 53.09% | \$ 70,800 | | 54.92% |

Source: City of Jonesboro Tax Records

City of Jonesboro, Georgia
Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year | Taxes Levied | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|-------------|--------------|---|-----------|---------------------------------------|---------------------------|-----------|
| | | Amount | % of Levy | | Amount | % of Levy |
| 2013 | \$ 85,981 | \$ 60,816 | 70.7% | \$ 24,078 | \$ 84,894 | 98.7% |
| 2014 | 94,157 | 71,242 | 75.7% | 21,516 | 92,758 | 98.5% |
| 2015 | 87,304 | 87,156 | 99.8% | 145 | 87,301 | 100.0% |
| 2016 | 85,263 | 81,641 | 95.8% | 3,338 | 84,979 | 99.7% |
| 2017 | 183,534 | 183,471 | 100.0% | 80 | 183,551 | 100.0% |
| 2018 | 363,462 | 348,347 | 95.8% | 604 | 348,951 | 96.0% |
| 2019 | 386,312 | 322,277 | 83.4% | 62,894 | 385,171 | 99.7% |
| 2020 | 625,605 | 589,531 | 94.2% | 35,671 | 625,202 | 99.9% |
| 2021 | 1,135,767 | 1,059,256 | 93.3% | 42,370 | 1,101,626 | 97.0% |
| 2022 | 1,129,892 | 1,087,629 | 96.3% | - | 1,087,629 | 96.3% |

Source: City of Jonesboro Property Tax Receivable Records

Notes: Includes real, personal and utility taxes levied and collected

City of Jonesboro, Georgia
Local Option Sales Tax History
Last Ten Fiscal Years

| Month | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| January | \$ 96,675 | \$ 118,068 | \$ 120,956 | \$ 144,100 | \$ 126,986 | \$ 154,477 | \$ 141,866 | \$ 137,060 | \$ 121,649 | \$ 141,542 |
| February | 92,360 | 97,202 | 108,766 | 109,036 | 179,439 | 145,313 | 126,632 | 110,037 | 129,693 | 141,455 |
| March | 96,002 | 102,860 | 110,302 | 100,114 | 123,685 | 128,087 | 115,528 | 105,367 | 140,321 | 162,509 |
| April | 80,623 | 167,342 | 111,196 | 121,739 | 136,763 | 162,787 | 126,530 | 111,110 | 140,854 | 155,376 |
| May | 127,234 | 108,812 | 116,524 | 124,318 | 126,909 | 147,607 | 130,942 | 108,534 | 146,856 | 165,446 |
| June | 77,148 | 113,902 | 110,399 | 126,719 | 137,437 | 151,485 | 129,101 | 121,331 | 148,273 | 160,604 |
| July | 79,808 | 106,558 | 114,001 | 132,186 | 139,023 | 149,750 | 128,533 | 127,164 | 149,944 | 163,700 |
| August | 78,270 | 114,199 | 145,217 | 129,190 | 144,072 | 128,067 | 135,575 | 101,036 | 145,537 | 165,790 |
| September | 99,518 | 109,097 | 129,816 | 128,492 | 140,411 | 124,418 | 121,390 | 178,085 | 145,179 | 162,294 |
| October | 100,382 | 114,538 | 126,978 | 129,673 | 134,685 | 110,233 | 123,501 | 121,879 | 145,306 | 156,052 |
| November | 101,274 | 103,825 | 126,476 | 132,065 | 137,025 | 125,663 | 125,198 | 205,200 | 147,094 | 175,184 |
| December | 118,263 | 112,346 | 144,671 | 82,576 | 161,863 | 109,048 | 118,917 | 135,446 | 168,187 | 189,272 |
| Adjustment | - | - | - | - | - | 797,715 | - | - | - | - |
| Total | \$ 1,147,558 | \$ 1,368,749 | \$ 1,465,302 | \$ 1,460,207 | \$ 1,688,297 | \$ 2,434,649 | \$ 1,523,713 | \$ 1,562,248 | \$ 1,728,892 | \$ 1,939,221 |

Notes:

(1) The City's percentage of the total LOST distribution for Clayton County increased in Fiscal Year 2014. The County sent a check to adjust the amount received by the City for the months before the State accepted the new Certificate

(2) In 2018, the City received a Lump Sum Fuel Tax Payment

(3) In Fiscal Year 2019, our sales tax revenue decreased due to an FAA ruling that the City could no longer collect sales tax on airport jet fuel.

(4) In 2022, the City of College Park enacted a MOST. Proceeds from those collections related to Clayton County College Park were distributed to Jonesboro beginning in 4th quarter 2022.

City of Jonesboro, Georgia
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year | Bonds Payable | Contract Payable | Finance Purchases | Total Primary Government | Percentage of Personal Income | Population | Debt per Capita | Personal Income (in thousands) |
|--------------------|----------------------|-------------------------|--------------------------|---------------------------------|--------------------------------------|-------------------|------------------------|---------------------------------------|
| 2013 | \$ - | \$ 235,000 | \$ 88,700 | \$ 323,700 | 0.27% | 4,719 | 1.46% | \$ 118,834 |
| 2014 | - | 120,000 | 98,550 | 218,550 | 0.18% | 4,737 | 2.17% | 120,448 |
| 2015 | 2,500,000 | - | 110,436 | 2,610,436 | 2.09% | 4,852 | 0.19% | 124,876 |
| 2016 | 2,500,000 | - | 176,800 | 2,676,800 | 2.07% | 4,842 | 0.18% | 129,175 |
| 2017 | 2,350,000 | - | 99,397 | 2,449,397 | 1.79% | 4,882 | 0.20% | 136,769 |
| 2018 | 2,200,000 | - | 135,746 | 2,335,746 | 1.57% | 5,045 | 0.22% | 148,944 |
| 2019 | 2,172,500 | 103,755 | 68,414 | 2,344,669 | 1.47% | 5,146 | 0.22% | 159,871 |
| 2020 | 7,885,000 | 98,591 | 402,860 | 8,386,451 | 5.02% | 5,147 | 0.06% | 166,902 |
| 2021 | 21,370,000 | 93,174 | 381,610 | 21,844,784 | 12.62% | 5,134 | 0.02% | 173,139 |
| 2022 | 21,200,000 | 86,973 | 384,399 | 21,671,372 | 14.69% | 4,753 | 0.02% | 147,500 |

Notes: Details regarding the City's long term debt can be found in the notes to the financial statements

<https://worldpopulationreview.com/us-cities/jonesboro-ga-population>

City of Jonesboro, Georgia
Legal Debt Margin Information
Last Ten Fiscal Years

| Fiscal Year | Assessed Value of Taxable Property | Debt Limit (10% of assessed value) | Amount of Outstanding Debt Applicable to debt Limit | Legal Debt Margin | Total % Net Debt Applicable to the debt limit |
|--------------------|---|---|--|--------------------------|--|
| 2013 | \$ 83,427,669 | \$ 8,342,767 | \$ 323,700 | \$ 8,019,067 | 3.88% |
| 2014 | 78,456,586 | 7,845,659 | 218,550 | 7,627,109 | 2.79% |
| 2015 | 78,154,572 | 7,815,457 | 110,436 | 7,705,021 | 1.41% |
| 2016 | 76,328,116 | 7,632,812 | 176,800 | 7,456,012 | 2.32% |
| 2017 | 77,436,716 | 7,743,672 | 99,397 | 7,644,275 | 1.28% |
| 2018 | 108,635,219 | 10,863,522 | 135,746 | 10,727,776 | 1.25% |
| 2019 | 119,225,635 | 11,922,564 | 172,169 | 11,750,395 | 1.44% |
| 2020 | 127,951,266 | 12,795,127 | 501,451 | 12,293,676 | 3.92% |
| 2021 | 147,268,863 | 14,726,886 | 474,784 | 14,252,102 | 3.22% |
| 2022 | 162,726,659 | 16,272,666 | 471,372 | 15,801,294 | 2.90% |

Notes: Details regarding the City's long term debt can be found in the notes to the financial statements. Under Georgia law, the City of Jonesboro's outstanding general obligation debt should not exceed 10% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

City of Jonesboro, Georgia
Direct and Overlapping Governmental Activities Debt
As of December 31, 2022

| Jurisdiction | Debt Outstanding | Percentage Applicable to the City of Jonesboro (a) | Amount Applicable to the City of Jonesboro |
|---|---------------------|---|---|
| Clayton County, Georgia - Overlapping Debt | \$ 72,000,000 | 1.40% | \$ 1,008,246 |
| Subtotal Overlapping Debt | | | 1,008,246 |
| City of Jonesboro, Georgia - Direct Debt | 21,671,372 | 100.00% | 21,671,372 |
| Total Direct and Overlapping Debt | | | 22,679,618 |

Sources: Assessed value data used to estimate applicable percentages provided by the County. Debt outstanding provided by the County (as of December 31, 2022) and City Finance Department.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that could place burden on the residents and businesses of the City of Jonesboro. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.

(a) - The percentage of overlapping debt applicable is estimated using the assessed gross digest. Applicable percentages were estimated by determining the portion of the City's assessed taxable value that is within the County's boundaries and dividing it by the County's total gross digest.

City of Jonesboro, Georgia
Demographic and Economic Statistics
Last Ten Fiscal Years

| Fiscal Year | Population (1) | Median Age (1) | Per Capita Personal Income (1) | Personal Income (in thousands) | Public School Enrollment (3) | Unemployment Rate (2) |
|--------------------|-----------------------|-----------------------|---|---|---|----------------------------------|
| 2013 | 4,719 | 28.2 | \$ 25,182 | \$ 118,834 | 637 | 17.6 |
| 2014 | 4,737 | 30.9 | 25,427 | 120,448 | 675 | 17.4 |
| 2015 | 4,852 | 30.9 | 25,737 | 124,876 | 735 | 17.8 |
| 2016 | 4,842 | 32.0 | 26,678 | 129,175 | 787 | 14.6 |
| 2017 | 4,882 | 32.0 | 28,015 | 136,769 | 850 | 12.4 |
| 2018 | 5,045 | 32.6 | 29,523 | 148,944 | 793 | 11.1 |
| 2019 | 5,146 | 33.0 | 31,067 | 159,871 | 790 | 7.9 |
| 2020 | 5,147 | 31.6 | 32,427 | 166,902 | 893 | 3.2 |
| 2021 | 5,134 | 31.6 | 33,724 | 173,139 | 895 | 4.1 |
| 2022 | 4,753 | 32.0 | 31,033 | 147,500 | 2,848 | 4.7 |

(1) U.S. Census Bureau - <https://www.census.gov/data/tables/2022/demo/educational-attainment/cps-detailed-tables.html>

(2) Georgia Department of Labor

(3) Clayton County Board of Education

City of Jonesboro, Georgia
Ten Largest Employers in Jonesboro
Current Year and Nine Years Ago

| Business | 2022 | | | 2013 | | |
|-------------------------|---------------------|------|-------------------------------------|---------------------|------|-------------------------------------|
| | Number of Employees | Rank | Percentage of Total City Employment | Number of Employees | Rank | Percentage of Total City Employment |
| BHW Sheet Metal | 230 | 1 | 16.43% | 200 | 1 | 16.95% |
| Kroger | 123 | 2 | 8.79% | | | |
| Tallman Pools | 74 | 3 | 5.29% | | | |
| Wayfield Foods | 49 | 4 | 3.50% | | | |
| Quik Trip Store #799 | 27 | 5 | 1.93% | | | |
| Hilltop Pools | 23 | 6 | 1.64% | | | |
| Quik Trip Store #756 | 19 | 7 | 1.36% | 19 | 4 | 1.61% |
| CVS Pharmacy #4549 | 19 | 8 | 1.36% | | | |
| Jonesboro Dialysis | 17 | 9 | 1.21% | 17 | 9 | 1.44% |
| Supplies Unlimited | 17 | 10 | 1.21% | | | |
| Better Buy Glass/Screen | | | | 44 | 2 | 3.73% |
| Heritage Bank | | | | 30 | 3 | 2.54% |
| CSS Healthcare Services | | | | 16 | 5 | 1.36% |
| BB&T | | | | 14 | 6 | 1.19% |
| Wells Fargo Bank | | | | 11 | 7 | 0.93% |
| Clayton Daily News | | | | 3 | 8 | 0.25% |
| Starflex Corp | | | | 2 | 10 | 0.17% |
| Totals | 598 | | 42.72% | 356 | | 30.17% |

Source: City of Jonesboro Business License Records
ARC Statistics per ESRI data compiled

City of Jonesboro, Georgia
Full Time Equivalent City Employees by Function
Last Ten Fiscal Years

| Function | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| City Manager | 0 | 0 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| City Clerk | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Assistant City Manager | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Community Development Director | 0 | 0 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Finance Director | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Code Enforcement | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Administrative | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Chief of Police | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Lieutenant | 3 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Sergeant | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Detective | 2 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Police Officer | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 |
| Probation Officer | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Park Ranger | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Court Administrator | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 1 |
| Court Clerk | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 0 | 0 | 0 |
| Public Works Director | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Mechanic | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| General Laborer | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 |

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

| Function | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police | | | | | | | | | | |
| Number of stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Physical arrests | N/A | 825 | 991 | 986 | 1,276 | 1,197 | 885 | 1,069 | 583 | 887 |
| Traffic violations | N/A | 5,811 | 7,102 | 8,145 | 8,633 | 6,734 | 5,551 | 11,387 | 6,532 | 9,191 |
| Public Works | | | | | | | | | | |
| Streets (sq miles) | 2.3 | 2.3 | 2.3 | 2.3 | 2.3 | 2.3 | 2.4 | 2.6 | 2.6 | 2.6 |
| Parks and Recreation | | | | | | | | | | |
| Acreage | 8.61 | 8.61 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 |
| Playgrounds | 2 | 2 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Basketball courts | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Amphitheatre | 0 | 0 | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 2 |

City of Jonesboro, Georgia
Capital Asset Statistics by Function
Last Ten Fiscal Years

| <u>Function/Program</u> | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Patrol units | 34 | 37 | 41 | 39 | 40 | 40 | 17 | 22 | 22 | 22 |
| Fire stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Public works | | | | | | | | | | |
| Streets (miles) | 2.3 | 2.3 | 2.3 | 2.3 | 2.3 | 2.3 | 2.4 | 2.6 | 2.6 | 2.6 |
| Parks and recreation | | | | | | | | | | |
| Acreage | 8.61 | 8.61 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 | 9.5 |
| Playgrounds | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 1 | 1 |
| Sanitation | | | | | | | | | | |
| Vehicles | 1 | 1 | 1 | 1 | 1 | 3 | 3 | 3 | 4 | 4 |

Source: Various City of Jonesboro Departments

COMPLIANCE SECTION

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

To the Honorable Mayor and Members of City Council
City of Jonesboro, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jonesboro, Georgia as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Jonesboro, Georgia’s basic financial statements and have issued our report thereon dated June 22, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

of findings and questioned costs as items 2022-001 and 2022-002 that we consider to be a significant deficiencies.

Report on Compliance and Other Matters

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

City of Jonesboro, Georgia’s Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City of Jonesboro, Georgia’s response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The City of Jonesboro, Georgia’s response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



Morrow, Georgia
June 22, 2023

**CITY OF JONESBORO, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

2022-001: Significant Number of Proposed Adjustments

Criteria: The auditor proposed material journal entries during the audit for property taxes receivable and finance purchases issued.

Condition: These misstatements were not discovered during the course of closing the books and records of the City indicating a deficiency in year-end closing procedures.

Effect: Without the adjustments made at year-end, the property tax revenue and finance purchases issued were understated.

Recommendations: We recommend that the City review the financials and work with the finance manager to close out the books, making any necessary adjustments.

**Views of Responsible
Officials and Corrective**

Actions: The City agrees with this finding. Please refer to the Corrective Action Plan.

2022-002: Transfers out of SPLOST Fund

Criteria: The uniform chart of accounts states that SPLOST funds used to finance major capital projects should be accounted for and reported in a SPLOST fund.

Condition: The City did not follow the uniform chart of accounts guidance to account for and report SPLOST funds used to finance major capital projects in a capital projects fund.

Effect: Noncompliance

Recommendations: We recommend that the City pay all SPLOST related expenses from the SPLOST Fund so that there are no transfers to other funds to cover those costs.

**Views of Responsible
Officials and Corrective**

Actions: The City agrees with this finding. Please refer to the Corrective Action Plan.

June 22, 2023

**MANAGEMENT'S CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2022**

Finding: 2022-001 Significant Number of Proposed Adjustments

Correction action: Management will institute measures to ensure proper statement of financials at year-end.

Responsible Person: Nina Robinson, Finance Director

Proposed completion date: December 31, 2023

Finding: 2022-002 Transfers out of SPLOST Fund

Correction action: Management will institute measures to ensure SPLOST expenditures will be paid out of the SPLOST Fund directly.

Responsible Person: Nina Robinson, Finance Director

Proposed completion date: December 31, 2023