CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
September 30, 2012

CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended September 30, 2012

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement Of Net Assets	4
Statement Of Activities	5
Fund Financial Statements	
Balance Sheet - Governmental Funds	6
Statement Of Revenues, Expenditures, & Changes In Fund Balances - Governmental Funds	7
Reconciliation Of The Statement Of Revenues, Expenditures, & Changes In Fund Balances Of Governmental Funds To The Statement Of Activities	8
Statement Of Net Assets - Proprietary Funds	9
Statement Of Revenues, Expenses, & Changes In Fund Net Assets - Proprietary Funds	10
Statement Of Cash Flows - Proprietary Funds	11
Notes To The Financial Statements	13
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual - General Fund	32
Schedule Of Funding Progress - Pension Plan	33
Notes To The Required Supplementary Information	34
COMBINING & INDIVIDUAL FUND SCHEDULES	
Major Governmental Funds	
General Fund	
Schedule Of Assets, Liabilities, & Fund Balances	37
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	38
Nonmajor Governmental Funds	
Combining Schedule Of Assets, Liabilities, & Fund Balances	40
Combining Schedule Of Revenues, Expenditures, & Changes In Fund Balances	42
Confiscated Assets Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	44
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	45
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	46
Technology Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	47
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	48
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	49
Adel-Cook County Recreation Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	50
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	51
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	52

CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended September 30, 2012

TABLE OF CONTENTS

	Page
SPLOST Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	53
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	54
SPLOST 2010 Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	55
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	56
CDBG Osceola Steel Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	57
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	58
Transportation Enhancement Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	59
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	60
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	61
Industrial Park Project Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	62
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	63
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	64
Recreation Project Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	65
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	66
Major Proprietary Funds	
Electric Enterprise Fund	
Schedule Of Net Assets	68
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	69
Schedule Of Cash Flows	70
Gas Enterprise Fund	
Schedule Of Net Assets	72
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	73
Schedule Of Cash Flows	74
Water Enterprise Fund	
Schedule Of Net Assets	75
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	76
Schedule Of Cash Flows	77
Sewer Enterprise Fund	
Schedule Of Net Assets	78
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	79
Schedule Of Cash Flows	80
Combined Public Utility System Enterprise Fund	
Schedule Of Net Assets	81
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	82
Schedule Of Cash Flows	83

CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended September 30, 2012

TABLE OF CONTENTS

	Page
SUPPLEMENTAL SCHEDULES	
Schedule Of Revenues - General Fund	86
Schedule Of Expenditures - General Fund	87
Schedule Of Operating Revenues & Expenses - Electric	90
Schedule Of Operating Revenues & Expenses - Gas	91
Schedule Of Operating Revenues & Expenses - Water	92
Schedule Of Operating Revenues & Expenses - Sewer	93
Schedule Of Projects Constructed With Special Sales Tax Proceeds	94
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	95

MEEKS CPA, LLP

CERTIFIED PUBLIC ACCOUNTANTS

225 East Fourth Street
P.O. Box 605
Ocilla, Georgia 31774

PATRICK M. ASHLEY, CPA
WALTER H. SUMNER, CPA
MICHAEL I. SIRMANS, CPA
JAMES H. PALMER, CPA
D. ANTHONY ECKLER, CPA

CARRIE E. PUTNAL, CPA

Members:
American Institute of
Certified Public Accountants
Georgia Society of
Certified Public Accountants

March 14, 2013

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Adel, Georgia, as of and for the year ended September 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of Adel, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Adel, Georgia, as of September 30, 2012, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

City of Adel, Georgia, has not presented the Management's Discussion and Analysis that accounting principles, generally accepted in the United States of America, has determined is necessary to supplement, although not required to be part of the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 14, 2013, on our consideration of City of Adel, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Adel, Georgia's basic financial statements as a whole. The Required Supplementary Information is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The Combining and Individual Fund Schedules, and Supplemental Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Required Supplementary Information, Combining and Individual Fund Schedules, and Supplemental Schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

MEEKS CPA, LLP

MEEKS CPA, LLP

CERTIFIED PUBLIC ACCOUNTANTS

BASIC FINANCIAL STATEMENTS

CITY OF ADEL, GEORGIA
Statement Of Net Assets
September 30, 2012

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Primary Government	Economic Development Commission	Industrial Development Authority	Downtown Development Authority
ASSETS						
Cash & Cash Equivalents	$ 8,928,828	$ 5,465,949	$ 14,394,777	$ 933,884	$ 612,681	$ 15,410
Investments	--	3,793,971	3,793,971	--	--	--
Receivables (Net Of Allowance For Uncollectibles)	933,094	1,126,114	2,059,208	345,121	--	214,785
Due From Component Unit	214,785	--	214,785	--	--	--
Inventories	--	817,437	817,437	--	--	--
Property Held For Resale	--	--	--	--	5,120,849	--
Prepaid Items	50,229	16,676	66,905	--	--	--
Restricted Assets						
Cash & Cash Equivalents	79,143	--	79,143	--	--	--
Capital Assets Not Being Depreciated	510,720	959,035	1,469,755	--	--	--
Capital Assets Net Of Accumulated Depreciation	4,241,455	7,673,265	11,914,720	--	--	--
Total Assets	14,958,254	19,852,447	34,810,701	1,279,005	5,733,530	230,195
LIABILITIES						
Accounts Payable	164,805	1,047,658	1,212,463	16,349	2,100	--
Accrued Wages, Withholdings & Benefits	30,773	13,307	44,080	1,625	--	--
Intergovernmental Payable	556	54,778	55,334	--	320,000	--
Due To Primary Government	--	--	--	--	--	214,785
Customer Deposits	--	354,613	354,613	--	--	--
Noncurrent Liabilities						
Due Within One Year	153,011	70,460	223,471	--	--	--
Due In More Than One Year	572,435	325,811	898,246	--	1,000,000	--
Total Liabilities	921,580	1,866,627	2,788,207	17,974	1,322,100	214,785
NET ASSETS						
Invested In Capital Assets, Net Of Related Debt	4,192,893	8,289,841	12,482,734	--	--	--
Restricted						
Public Safety	79,143	--	79,143	--	--	--
Capital Outlay	711,394	--	711,394	--	--	--
Economic Development	214,785	--	214,785	--	--	--
Unrestricted	8,838,459	9,695,979	18,534,438	1,261,031	4,411,430	15,410
Total Net Assets	$ 14,036,674	$ 17,985,820	$ 32,022,494	$ 1,261,031	$ 4,411,430	$ 15,410

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

CITY OF ADEL, GEORGIA
Statement Of Activities
For The Year Ended September 30, 2012

FUNCTIONS/PROGRAMS	Expenses	PROGRAM REVENUES: Charges For Services	PROGRAM REVENUES: Operating Grants & Contributions	PROGRAM REVENUES: Capital Grants & Contributions	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units: Economic Development Commission	Component Units: Industrial Development Authority	Component Units: Downtown Development Authority
Primary Government										
Governmental Activities										
General Government	$ 537,829	$ 21,221	$ 10,000	$ --	$ (506,608)	$ --	$ (506,608)			
Judicial	28,277	808,373	--	--	780,096	--	780,096			
Public Safety	3,065,347	5,584	373	185,315	(2,874,075)	--	(2,874,075)			
Public Works	2,088,916	930,409	--	257,629	(900,878)	--	(900,878)			
Culture & Recreation	523,051	79,470	447,998	--	4,417	--	4,417			
Housing & Development	80,881	--	--	--	(80,881)	--	(80,881)			
Interest On Long-Term Debt	19,191	--	--	--	(19,191)	--	(19,191)			
Total Governmental Activities	6,343,492	1,845,057	458,371	442,944	(3,597,120)	--	(3,597,120)			
Business-Type Activities										
Electric	9,805,587	10,743,460	--	--	--	937,873	937,873			
Gas	1,157,501	1,228,799	--	--	--	71,298	71,298			
Water	651,440	834,641	--	--	--	183,201	183,201			
Sewer	896,391	1,188,578	--	--	--	292,187	292,187			
Total Business-Type Activities	12,510,919	13,995,478	--	--	--	1,484,559	1,484,559			
Total Primary Government	$ 18,854,411	$ 15,840,535	$ 458,371	$ 442,944	(3,597,120)	1,484,559	(2,112,561)			
Component Units										
Economic Development Commission	$ 163,533	$ --	$ 203,208	$ --				$ 39,675	$ --	$ --
Industrial Development Authority	82,510	--	--	--				--	(82,510)	--
Downtown Development Authority	11,983	--	2,000	--				--	--	(9,983)
Total Component Units	$ 258,026	$ --	$ 205,208	$ --				39,675	(82,510)	(9,983)
General Revenues										
Taxes										
Real Property					635,658	--	635,658	--	--	--
Personal Property					82,000	--	82,000	--	--	--
Real Estate Transfer (Intangible)					678	--	678	--	--	--
Franchise					150,159	--	150,159	--	--	--
General Sales & Use					224,393	--	224,393	--	--	--
Selective Sales & Use					131,066	--	131,066	--	--	--
Business					342,243	--	342,243	--	--	--
Penalties & Interest On Delinquent Taxes					5,991	--	5,991	--	--	--
Federal Government Payments In Lieu Of Taxes					2,706	--	2,706	--	56,982	--
Investment Income					28,178	31,673	59,851	6,330	6,656	12,207
Miscellaneous					28,443	5,880	34,323	--	250,000	--
Gain On Disposition Of Capital Assets					32,033	9,158	41,191	--	--	--
Transfers					5,072,439	(5,072,439)	--	--	--	--
Total General Revenues & Transfers					6,735,987	(5,025,728)	1,710,259	6,330	313,638	12,207
Change In Net Assets					3,138,867	(3,541,169)	(402,302)	46,005	231,128	2,224
Net Assets - Beginning					10,897,807	21,526,989	32,424,796	1,215,026	4,180,302	13,186
Net Assets - Ending					$ 14,036,674	$ 17,985,820	$ 32,022,494	$ 1,261,031	$ 4,411,430	$ 15,410

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

CITY OF ADEL, GEORGIA
Balance Sheet
Governmental Funds
September 30, 2012

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash & Cash Equivalents	$ 7,445,101	$ 1,483,727	$ 8,928,828
Restricted Assets			
Cash & Cash Equivalents	--	79,143	79,143
Receivables (Net Of Allowance For Uncollectibles)	807,269	125,825	933,094
Due From Other Funds	106,811	--	106,811
Due From Component Unit	214,785	--	214,785
Total Assets	$ 8,573,966	$ 1,688,695	$ 10,262,661
LIABILITIES & FUND EQUITY			
Liabilities			
Accounts Payable	$ 148,205	$ 16,600	$ 164,805
Accrued Wages, Withholdings & Benefits	30,773	--	30,773
Intergovernmental Payable	556	--	556
Due To Other Funds	--	106,811	106,811
Deferred Revenue	559,463	68,438	627,901
Total Liabilities	738,997	191,849	930,846
Fund Balances			
Restricted	214,785	790,537	1,005,322
Assigned	203,967	782,934	986,901
Unassigned	7,416,217	(76,625)	7,339,592
Total Fund Balances	7,834,969	1,496,846	9,331,815
Total Liabilities & Fund Balances	$ 8,573,966	$ 1,688,695	
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			4,752,175
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.			627,901
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.			50,229
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Capital Leases		$ (559,282)	
Compensated Absences		(166,164)	
Total long-term liabilities			(725,446)
Net Assets Of Governmental Activities			$ 14,036,674

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

CITY OF ADEL, GEORGIA
Statement Of Revenues, Expenditures, & Changes In Fund Balances
Governmental Funds
For The Year Ended September 30, 2012

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 1,565,677	$ --	$ 1,565,677
Licenses & Permits	17,925	--	17,925
Intergovernmental	22,476	696,677	719,153
Charges For Services	939,289	79,470	1,018,759
Fines & Forfeitures	795,567	12,806	808,373
Investment Income	24,802	5,577	30,379
Contributions & Donations	40,373	--	40,373
Miscellaneous	28,443	--	28,443
Total Revenues	3,434,552	794,530	4,229,082
EXPENDITURES			
Current			
General Government	512,318	--	512,318
Judicial	28,277	--	28,277
Public Safety	2,872,848	13,334	2,886,182
Public Works	1,548,500	--	1,548,500
Culture & Recreation	47,281	446,226	493,507
Housing & Development	80,881	--	80,881
Capital Outlay	--	408,967	408,967
Debt Service	152,650	--	152,650
Total Expenditures	5,242,755	868,527	6,111,282
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(1,808,203)	(73,997)	(1,882,200)
OTHER FINANCING SOURCES (USES)			
Transfers In	5,072,439	481,202	5,553,641
Transfers Out	(77,995)	(403,207)	(481,202)
Proceeds Of Capital Asset Dispositions	32,033	--	32,033
Capital Leases	186,513	--	186,513
Total Other Financing Sources (Uses)	5,212,990	77,995	5,290,985
Net Change In Fund Balances	3,404,787	3,998	3,408,785
Fund Balances - Beginning	4,430,182	1,492,848	5,923,030
Fund Balances - Ending	$ 7,834,969	$ 1,496,846	$ 9,331,815

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

CITY OF ADEL, GEORGIA
Reconciliation Of The Statement Of Revenues, Expenditures, & Changes In Fund Balances Of Governmental Funds To The Statement Of Activities For The Year Ended September 30, 2012

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

Net change in fund balances - total governmental funds reported in the *Statement Of Revenues, Expenditures, And Changes In Fund Balances - Governmental Funds*	$ 3,408,785
Governmental funds report capital outlays as expenditures. However, in the *Statement Of Activities* the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlay	301,096
Depreciation Expense	(624,169)
	(323,073)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) increases (decreases) net assets.	
Cost Of Capital Assets Sold/Disposed	(64,941)
Accumulated Depreciation	64,941
Donations	137,545
	137,545
Revenues in the *Statement Of Activities* that do not provide current financial resources are not reported as revenues in the funds while revenues reported in the *Statement Of Revenues, Expenditures, And Changes In Fund Balances* are recognized as revenue of the previous period in the *Statement Of Activities* and included in beginning net assets.	
Taxes	6,511
Intergovernmental	4,749
	11,260
The issuance of long-term debt (e.g., bonds, leases, notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the *Statement Of Activities* .	
Debt Issued Or Incurred	
Capital Lease Financing	(186,513)
Principal Repayments	
Capital Leases	133,459
	(53,054)
Expenses reported in the *Statement Of Activities* that do not require the use of current financial resources are not reported as expenditures in governmental funds while expenditures reported in the *Statement Of Revenues, Expenditures, And Changes In Fund Balances* are recognized as expenses of the previous period in the *Statement Of Activities* and included in beginning net assets.	
Compensated Absences	(16,757)
Prepaid Items	(25,839)
	(42,596)
Change in net assets of governmental activities reported in the *Statement Of Activities*	$ 3,138,867

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

CITY OF ADEL, GEORGIA
Statement Of Net Assets
Proprietary Funds
September 30, 2012

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
ASSETS						
Current Assets						
Cash & Cash Equivalents	$ 635,048	$ 462,981	$ 300,000	$ 300,000	$ 3,767,920	$ 5,465,949
Investments	3,793,971	--	--	--	--	3,793,971
Receivables (Net Of Allowance For Uncollectibles)	953,814	40,049	52,769	78,169	1,313	1,126,114
Inventories	690,247	29,887	88,824	8,479	--	817,437
Prepaid Items	6,065	1,850	3,029	5,732	--	16,676
Total Current Assets	6,079,145	534,767	444,622	392,380	3,769,233	11,220,147
Noncurrent Assets						
Capital Assets Not Being Depreciated	39,979	--	15,175	851,037	52,844	959,035
Capital Assets Net Of Accumulated Depreciation	1,547,440	373,758	2,007,152	3,744,915	--	7,673,265
Total Noncurrent Assets	1,587,419	373,758	2,022,327	4,595,952	52,844	8,632,300
Total Assets	7,666,564	908,525	2,466,949	4,988,332	3,822,077	19,852,447
LIABILITIES						
Current Liabilities						
Accounts Payable	818,771	162,368	37,765	28,754	--	1,047,658
Accrued Wages, Withholdings & Benefits	5,965	2,076	2,115	3,151	--	13,307
Intergovernmental Payable	45,739	9,039	--	--	--	54,778
Customer Deposits	326,299	19,580	8,734	--	--	354,613
Notes Payable - Current	--	--	--	23,231	--	23,231
Capital Leases Payable - Current	35,847	--	5,691	5,691	--	47,229
Total Current Liabilities	1,232,621	193,063	54,305	60,827	--	1,540,816
Noncurrent Liabilities						
Compensated Absences	16,838	10,313	11,489	15,172	--	53,812
Notes Payable	--	--	--	177,183	--	177,183
Capital Leases	18,340	--	38,238	38,238	--	94,816
Total Noncurrent Liabilities	35,178	10,313	49,727	230,593	--	325,811
Total Liabilities	1,267,799	203,376	104,032	291,420	--	1,866,627
NET ASSETS						
Invested In Capital Assets, Net Of Related Debt	1,533,232	373,758	1,978,398	4,351,609	52,844	8,289,841
Unrestricted	4,865,533	331,391	384,519	345,303	3,769,233	9,695,979
Total Net Assets	$ 6,398,765	$ 705,149	$ 2,362,917	$ 4,696,912	$ 3,822,077	$ 17,985,820

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

CITY OF ADEL, GEORGIA
Statement Of Revenues, Expenses, & Changes In Fund Net Assets
Proprietary Funds
For The Year Ended September 30, 2012

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
OPERATING REVENUES						
Charges For Services	$ 10,743,460	$ 1,228,799	$ 834,641	$ 1,188,578	$ --	$ 13,995,478
Total Operating Revenues	10,743,460	1,228,799	834,641	1,188,578	--	13,995,478
OPERATING EXPENSES						
Personal Services & Employee Benefits	740,259	302,895	226,083	380,270	--	1,649,507
Purchased/Contracted Services	387,577	57,748	112,239	112,634	--	670,198
Supplies	8,456,704	773,267	156,245	126,406	195	9,512,817
Depreciation	187,165	23,591	155,168	267,254	--	633,178
Total Operating Expenses	9,771,705	1,157,501	649,735	886,564	195	12,465,700
Operating Income (Loss)	971,755	71,298	184,906	302,014	(195)	1,529,778
NONOPERATING REVENUES (EXPENSES)						
Interest Revenue	94	--	--	--	27,777	27,871
Investment Earnings	3,802	--	--	--	--	3,802
Miscellaneous	3,980	--	1,690	--	210	5,880
Interest	(2,341)	--	(1,705)	(9,827)	(5,929)	(19,802)
Bond Issuance Costs	--	--	--	--	(25,417)	(25,417)
Gain/Loss on Disposition of Capital Assets	7,000	--	--	2,158	--	9,158
Total Nonoperating Revenues (Expenses)	12,535	--	(15)	(7,669)	(3,359)	1,492
Income (Loss) Before Contributions & Transfers	984,290	71,298	184,891	294,345	(3,554)	1,531,270
Transfers In	7,263,047	1,637,253	2,364,540	5,116,287	--	16,381,127
Transfers Out	(1,848,572)	(1,003,402)	(186,514)	(713,720)	(17,701,358)	(21,453,566)
Changes In Net Assets	6,398,765	705,149	2,362,917	4,696,912	(17,704,912)	(3,541,169)
Net Assets - Beginning	--	--	--	--	21,526,989	21,526,989
Net Assets - Ending	$ 6,398,765	$ 705,149	$ 2,362,917	$ 4,696,912	$ 3,822,077	$ 17,985,820

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

CITY OF ADEL, GEORGIA
Statement Of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2012

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts From Customers & Users	$ 10,839,688	$ 1,242,299	$ 852,245	$ 1,197,640	$ 594	$ 14,132,466
Payments To Suppliers	(8,720,496)	(740,335)	(248,410)	(254,901)	(195)	(9,964,337)
Payments To Employees	(735,988)	(310,336)	(225,848)	(379,887)	--	(1,652,059)
Net Cash Provided (Used) By Operating Activities	1,383,204	191,628	377,987	562,852	399	2,516,070
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers From Other Funds	1,566,848	1,372,598	124,043	506,621	--	3,570,110
Transfers To Other Funds	(1,848,572)	(1,003,402)	(186,514)	(713,720)	(4,890,341)	(8,642,549)
Due From Other Funds	--	--	--	--	1,319,398	1,319,398
Net Cash Provided (Used) By Noncapital Financing Activities	(281,724)	369,196	(62,471)	(207,099)	(3,570,943)	(3,753,041)
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES						
Acquisition & Construction Of Capital Assets	(11,515)	(97,843)	(10,000)	(20,221)	--	(139,579)
Principal Paid On Capital Debt	(34,764)	--	(5,501)	(27,863)	(399,583)	(467,711)
Interest Paid On Capital Debt	(2,341)	--	(1,705)	(9,827)	(5,929)	(19,802)
Bond Issue Cost Paid	--	--	--	--	(25,417)	(25,417)
Proceeds From Sales Of Capital Assets	7,000	--	--	2,158	--	9,158
Other	3,980	--	1,690	--	210	5,880
Net Cash Provided (Used) By Capital & Related Financing Activities	(37,640)	(97,843)	(15,516)	(55,753)	(430,719)	(637,471)
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase Of Investments	(432,688)	--	--	--	--	(432,688)
Interest & Dividends Received	3,896	--	--	--	29,809	33,705
Net Cash Provided (Used) By Investing Activities	(428,792)	--	--	--	29,809	(398,983)
Net Increase (Decrease) In Cash & Cash Equivalents	635,048	462,981	300,000	300,000	(3,971,454)	(2,273,425)
Cash & Cash Equivalents - Beginning Of Year	--	--	--	--	7,739,374	7,739,374
Cash & Cash Equivalents - End Of Year	$ 635,048	$ 462,981	$ 300,000	$ 300,000	$ 3,767,920	$ 5,465,949

CITY OF ADEL, GEORGIA
Statement Of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2012

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	$ 971,755	$ 71,298	$ 184,906	$ 302,014	$ (195)	$ 1,529,778
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities						
Depreciation Expense	187,165	23,591	155,168	267,254	--	633,178
(Increase) Decrease In Accounts Receivable	87,416	14,098	16,704	9,062	594	127,874
(Increase) Decrease In Inventories	60,228	(1,844)	16,601	730	--	75,715
(Increase) Decrease In Prepaid Items	6,239	1,373	1,732	1,293	--	10,637
Increase (Decrease) In Accounts Payable	57,318	91,151	1,741	(17,884)	--	132,326
Increase (Decrease) In Accrued Wages & Withholdings	321	116	216	147	--	800
Increase (Decrease) In Compensated Absences Payable	3,950	(7,557)	19	236	--	(3,352)
Increase (Decrease) In Intergovernmental Payables	(3,353)	(853)	--	--	--	(4,206)
Increase (Decrease) In Customer Deposits	12,165	255	900	--	--	13,320
Net Cash Provided (Used) By Operating Activities	$ 1,383,204	$ 191,628	$ 377,987	$ 562,852	$ 399	$ 2,516,070
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES						
Transfer of Capital Assets	$ 1,763,069	$ 299,506	$ 2,167,495	$ 4,842,985	$ (9,073,055)	$ --
Transfer of Other Assets	5,165,292	85,413	179,659	103,465	(5,533,829)	--
Transfer of Notes Payble	--	--	--	(222,776)	222,776	--
Transfer of Capital Leases	(88,951)	--	(49,430)	(49,430)	187,811	--
Transfer of Other Liabilities	(1,143,211)	(120,264)	(57,227)	(64,578)	1,385,280	--

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Adel, Georgia was incorporated in 1889 by an act of the General Assembly of Georgia. The City operates under the Mayor and Council-City Manager form of government. The City provides the following services: general administrative, public safety (police, fire, and inspections), public works (streets and sanitation), and utilities (electric, gas, water, and sewer). The accompanying financial statements present the government and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the City.

Discretely Presented Component Units

The Cook County Economic Development Commission was established to provide economic development services for the benefit of the citizens of Cook County. Separate financial statements of the Economic Development Commission are not issued.

The Adel Industrial Development Authority was established to promote industrial development through the purchase and sale of land. Separate financial statements of the Industrial Development Authority are not issued.

The Downtown Development Authority of the City of Adel was established to revitalize and redevelop the downtown area of the City. Separate financial statements of the Downtown Development Authority are not issued.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

The City reports the following major proprietary funds:

The *Electric Fund* accounts for electricity provided by the City to residents and businesses.

The *Gas Fund* accounts for natural gas provided by the City to residents and businesses.

The *Water Fund* accounts for water provided by the City to residents and businesses.

The *Sewer Fund* accounts for the sewer services provided by the City to residents and businesses.

The *Combined Public Utility System Fund* accounts for the electricity, gas, water, and sewer services provided by the City during the period revenue bonds are outstanding.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

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. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for the 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 nonoperating revenues and expenses.

D. Assets, Liabilities and Equity

1. Deposits and Investments

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

State statutes authorize the City to invest in obligations of the State of Georgia or other states, obligations issued by the U.S. Government, obligations fully insured or guaranteed by the U.S. Government or by a government agency of the United States, obligations of any corporation of the U.S. Government, prime bankers' acceptances, the local government investment pool, repurchase agreements, and obligations of other political subdivisions of Georgia.

Investments for the City, as well as for its component units, are reported at fair value.

2. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due from/to other funds" (i.e., the current portion of interfund loans) or "advances from/to other funds" (i.e., the non-current portion of interfund loans). All other outstanding material balances between funds are reported as "due from/to other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, if any, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

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

Property taxes were levied on September 6, 2012, payable December 20, 2012, and attached as an enforceable lien on property as of January 1, 2012.

3. Inventories & Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method in the proprietary fund. Inventories of governmental funds are recorded as expenditures when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the proprietary fund and as expenditures when paid in the governmental funds.

4. Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost which exceeds certain capitalization thresholds and has an estimated useful life in excess of two years. Such assets are recorded at historical cost if purchased or constructed. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the City chose to include all such items regardless of their acquisition date or amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical costs. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Assets	Capitalization Thresholds	Estimated Service Life
Buildings	$ 10,000	30-40
Machinery & Equipment	$ 5,000	5-20
Improvements	$ 5,000	10-20
Roads	$ 25,000	15-40
Bridges	$ 25,000	15-40
Sidewalks	$ 25,000	15-40
Electric System	$ 25,000	15-50
Gas System	$ 5,000	30
Water System	$ 5,000	30-40
Sewer System	$ 5,000	30-40

5. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

6. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

7. Fund Balance

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balance is classified as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance includes amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision making authority.

Assigned fund balance includes amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned fund balance is the residual classification for the General Fund. The classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

The City Council can establish a fund balance commitment and is the City's highest level of decision making authority. The City Council has authorized the Finance Director, City Manager, and Mayor to assign fund balance amounts for a specific purpose.

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the capital projects funds, which adopt project-length budgets. All annual appropriations lapse at fiscal year end.

All departments of the City submit requests for appropriations to the City Manager so that a budget may be prepared. The City Manager and Finance Director prepare and submit a proposed budget to the Mayor and Council for review. The Council holds public hearings and a final budget must be prepared and adopted no later than September 30.

The appropriated budget is prepared by fund, department and expenditure category. The City's Finance Director may make transfers of appropriations within any fund. The adopted budget may be amended by formal action of the Mayor and Council when unexpected modifications are required in estimated revenues and appropriations. The legal level of budgetary control is the department level.

B. Deficit Fund Equity

The following funds had deficit fund equity at September 30, 2012:

CDBG Osceola Steel Capital Projects Fund	$ 70,125
Industrial Park Project Capital Projects Fund	6,500

III. DETAILED NOTES ON ALL FUNDS

A. Deposits & Investments

According to the City's Investment and Cash Management policy, the City shall seek to maximize safety through the following strategies:

1. All City investments shall be federally-insured or fully collateralized to protect investment principal and accrued interest. Emphasis shall be given to Category 1 collateralization (collateral securities held by the City or its agent in the City's name), which is preferable, or Category 2 (collateral securities held by the counter party's trust department or agent in the City's name). Category 3 (collateral not in the City's name) shall be avoided due to higher degree of risk.

2. Market risk shall be avoided by limiting investments to a maximum one year maturity, except for special circumstances where an interest rate differential and certainty of ability to hold the investment to maturity would justify a longer maturity. The City Manager shall approve any exceptions to the one-year maturity limit, and such exceptions will be disclosed to the City Council.

3. Undue credit risk shall be avoided by monitoring the financial condition of financial institutions participating in the City's investment program. Financial institutions shall provide a consolidated report of condition annually and the City shall review credit-worthiness at least annually.

The City is a beneficiary of the Municipal Competitive Trust created in 1999 by the Municipal Electric Authority of Georgia (MEAG) and its member municipalities. The trust provides a means for beneficiaries to deposit funds to be invested at the best prudent rates of return. Wachovia Bank, a national bank having trust powers and organized under the laws of the United States, serves as trustee with complete authority for management, investment and disbursement of the trust estate. The trustee may invest in all types of investments, which, under the laws of the State of Georgia, is legal for trust beneficiaries or MEAG to invest funds. The Trust reports its portfolio at market value, using net asset value (unit price per share) to determine the account balance per beneficiary. It is the City's policy to report its investments at fair value based on the net asset value determined by the trustee. At September 30, 2012 the City owned 37,863.981 shares of the Municipal Competitive Trust Flexible Operating Account for a value of $3,793,971. The Flexible Operating Account is not rated and the maximum maturity of investments permitted in the account is 18 months. The City's position in the account is the same as the value of the account shares.

As of September 30, 2012, the City's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. As of September 30, 2012, the Cook County Economic Development Commission's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the Commission's name. As of September 30, 2012, the Adel Industrial Development Authority's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the Authority's name. As of September 30, 2012, the Downtown Development Authority's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the Authority's name.

B. Receivables

Receivables at year-end for the City's individual major funds and nonmajor funds in the aggregate, including applicable allowances for uncollectible accounts, were as follows:

	General	Nonmajor Governmental Funds	Electric	Gas	Water	Sewer	Combined Public Utility System	Total
Receivables:								
Current								
Interest	$ 2,302	$ 273	$ --	$ --	$ --	$ --	$ 1,313	$ 3,888
Taxes	675,646	--	--	--	--	--	--	675,646
Accounts	219,434	--	1,395,589	64,449	116,719	174,294	--	1,970,485
Intergovernmental	25,212	125,552	--	--	--	--	--	150,764
Gross Receivables	922,594	125,825	1,395,589	64,449	116,719	174,294	1,313	2,800,783
Less: Allowance For Uncollectibles	(115,325)	--	(441,775)	(24,400)	(63,950)	(96,125)	--	(741,575)
	$ 807,269	$ 125,825	$ 953,814	$ 40,049	$ 52,769	$ 78,169	$ 1,313	$ 2,059,208

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable
Property Taxes (General Fund)	$ 559,463
Intergovernmental (Adel-Cook County Recreation Special Revenue Fund)	68,438
	$ 627,901

The Economic Development Commission has made loans to local businesses to provide incentives to create employment. The loans are for one year and no interest is charged if the employer hires one person for every $10,000 borrowed. If the employer does not create the required number of jobs, interest accrues at 8.5% per annum on the difference between the required number of jobs and the actual number of jobs created multiplied by $10,000. The total amount of loans receivable at September 30, 2012 was $19,114.

C. Capital Assets

Capital asset activity for the year ended September 30, 2012, was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 211,141	$ --	$ --	$ 211,141
Construction in progress	215,683	83,896	--	299,579
Total capital assets, not being depreciated	426,824	83,896	--	510,720
Capital assets, being depreciated:				
Buildings	2,425,033	--	--	2,425,033
Infrastructure	10,328,545	--	--	10,328,545
Improvements other than buildings	1,409,051	--	--	1,409,051
Machinery & equipment	3,624,415	354,745	(64,941)	3,914,219
Total capital assets, being depreciated	17,787,044	354,745	(64,941)	18,076,848
Less accumulated depreciation for:				
Buildings	(1,527,908)	(48,009)	--	(1,575,917)
Infrastructure	(8,246,212)	(257,811)	--	(8,504,023)
Improvements other than buildings	(833,778)	(30,351)	--	(864,129)
Machinery & equipment	(2,668,267)	(287,998)	64,941	(2,891,324)
Total accumulated depreciation	(13,276,165)	(624,169)	64,941	(13,835,393)
Total capital assets, being depreciated, net	4,510,879	(269,424)	--	4,241,455
Governmental activities capital assets, net	$ 4,937,703	$ (185,528)	$ --	$ 4,752,175

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 896,191	$ --	$ --	$ 896,191
Construction in progress	--	10,000	--	10,000
Idle Assets	52,844	--	--	52,844
Total capital assets, not being depreciated	949,035	10,000	--	959,035
Capital assets, being depreciated:				
Buildings & system	20,805,697	109,358	--	20,915,055
Improvements other than buildings	87,116	--	--	87,116
Machinery & equipment	1,962,390	20,221	--	1,982,611
Total capital assets, being depreciated	22,855,203	129,579	--	22,984,782
Less accumulated depreciation for:				
Buildings & system	(13,260,883)	(499,023)	--	(13,759,906)
Improvements other than buildings	(71,934)	(1,951)	--	(73,885)
Machinery & equipment	(1,345,522)	(132,204)	--	(1,477,726)
Total accumulated depreciation	(14,678,339)	(633,178)	--	(15,311,517)
Total capital assets, being depreciated, net	8,176,864	(503,599)	--	7,673,265
Business-type activities capital assets, net	$ 9,125,899	$ (493,599)	$ --	$ 8,632,300

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

Governmental Activities	
General Government	$ 23,154
Public Safety	195,829
Public Works	378,221
Culture & Recreation	26,965
	$ 624,169
Business-type Activities	
Electric	$ 187,165
Gas	23,591
Water	155,168
Sewer	267,254
	$ 633,178

On September 30, 2010, the City discontinued providing internet service to customers and began the process of dismantling and selling the system and equipment. The idle capital assets have been reported at their estimated fair value of $52,844.

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of September 30, 2012 is as follows:

Due from / to other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	$ 106,811
		$ 106,811

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

The City received a Community Development Block Grant to purchase and renovate the Phillips Building in the downtown area to further economic development and job creation. The Downtown Development Authority purchased the building for resale and issued a note to the City for $410,385 to be repaid over 20 years. In November 2010, the building was sold for $225,000 to be paid over 20 years at 6% interest in monthly payments of $1,612. The amounts repaid on this loan must be used by the City to make similar loans for economic development projects. The Department of Community Affairs authorized a $172,600 write down of the loan and the balance outstanding as of September 30, 2012 was $214,785.

Interfund transfers:

Transfer In	Transfer Out	Amount
General Fund	Combined Public Utility System Enterprise Fund	$ 1,320,231
General Fund	Electric Enterprise Fund	1,848,572
General Fund	Gas Enterprise Fund	1,003,402
General Fund	Water Enterprise Fund	186,514
General Fund	Sewer Enterprise Fund	713,720
Nonmajor Governmental Funds	General Fund	77,995
Nonmajor Governmental Funds	Nonmajor Governmental Funds	403,207
Electric Enterprise Fund	Combined Public Utility System Enterprise Fund	7,263,047
Gas Enterprise Fund	Combined Public Utility System Enterprise Fund	1,637,253
Water Enterprise Fund	Combined Public Utility System Enterprise Fund	2,364,540
Sewer Enterprise Fund	Combined Public Utility System Enterprise Fund	5,116,287
		$ 21,934,768

The General Fund received annually budgeted transfers of $1,972,275 from Enterprise Funds. The Combined Public Utility System Fund transferred $1,319,398 to the General Fund to settle balances due as of September 30, 2011. The Electric, Gas, Water, Sewer, and Combined Utility Funds transferred $1,780,766 to the General Fund to settle balances due as of September 30, 2012. The Combined Public Utility System Enterprise Fund transferred $16,381,127 to Enterprise Funds to re-establish the utilities as separate funds. The General Fund transferred $62,500 to a Nonmajor Governmental Fund to finance a transportation enhancement capital project. The General Fund transferred $15,495 to a Nonmajor Governmental Fund to finance police technology expenditures. A Nonmajor Governmental Fund transferred $403,207 to finance a recreation capital project.

E. Leases

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of capital assets. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

Capital assets subject to lease obligations at September 30, 2012 were as follows:

	Governmental Activities	Business-type Activities
Machinery and Equipment	$ 1,001,136	$ 264,752
Less: Accumulated Depreciation	(496,526)	(81,314)
Total	$ 504,610	$ 183,438

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2012, were as follows:

Year Ending September 30	Governmental Activities	Business-type Activities
2013	$ 171,565	$ 51,517
2014	146,635	32,965
2015	111,664	14,413
2016	108,193	54,333
2017	69,095	--
Total Minimum Lease Payments	607,152	153,228
Less: Amounts Representing Interest	(47,870)	(11,183)
Present Value Of Minimum Lease Payments	$ 559,282	$ 142,045

F. Long-Term Debt

Notes Payable

On April 15, 2004, the City executed a promissory note with the Georgia Environmental Facilities Authority for $387,218 with interest at 3.82% for the Wastewater Disinfection Upgrade. The note is being repaid in sixty quarterly payments of $8,508. At September 30, 2012, the balance outstanding was $200,414. Annual debt service requirements to maturity for the notes payable are as follows:

Year Ending	Business-type Activities		
September 30	Principal	Interest	Total
2013	$ 23,231	$ 7,252	$ 30,483
2014	24,134	6,349	30,483
2015	25,072	5,410	30,482
2016	26,047	4,436	30,483
2017	27,060	3,423	30,483
2018 - 2022	74,870	3,874	78,744
Total	$ 200,414	$ 30,744	$ 231,158

Two private companies conveyed 350 acres of land to the Industrial Development Authority for an industrial park site in exchange for an agreement to repay the companies $5,000 per acre for each acre of the park sold by the Authority at 6.5% interest. The agreement also requires the Authority to re-convey to the companies any of the land not sold within 15 years. The Authority recorded an asset and a corresponding note payable for the land based upon the agreed upon price of $5,000 per acre. On October 18, 2011, the Authority re-negotiated the terms of the agreement which resulted in a $165,000 reduction of principal. The balance outstanding on the remaining property as of September 30, 2012 was $1,000,000.

Changes in General Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2012, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	$ 149,407	$ 16,757	$ --	$ 166,164	$ --
Capital Leases	506,228	186,513	(133,459)	559,282	153,011
	$ 655,635	$ 203,270	$ (133,459)	$ 725,446	$ 153,011
Business-type Activities:					
Compensated Absences	$ 57,164	$ --	$ (3,352)	$ 53,812	$ --
Capital Leases	187,811	--	(45,766)	142,045	47,229
Notes Payable	222,776	--	(22,362)	200,414	23,231
Revenue Bonds	425,000	--	(425,000)	--	--
Less Deferred Amounts	(25,417)	--	25,417	--	--
	$ 867,334	$ --	$ (471,063)	$ 396,271	$ 70,460
Industrial Development Authority:					
Notes Payable	$ 1,315,000	$ --	$ (315,000)	$ 1,000,000	$ --
	$ 1,315,000	$ --	$ (315,000)	$ 1,000,000	$ --

For Governmental activities, claims and judgments, compensated absences, and pension liabilities are generally liquidated by the General Fund.

G. Restricted Assets

The balances of the restricted asset accounts in the governmental and enterprise funds were as follows:

	Governmental Activities
Confiscated Funds	$ 26,529
Technology Account	52,614
	$ 79,143

H. Fund Balances

	General	Other Governmental Funds	Total Governmental Funds
Fund Balances			
Restricted			
Public Safety	$ --	$ 79,143	$ 79,143
Economic Development	214,785	--	214,785
Capital Outlay	--	711,394	711,394
	214,785	790,537	1,005,322
Assigned			
Culture & Recreation	--	337,024	337,024
Capital Outlay	183,100	445,910	629,010
Other Purposes	20,867	--	20,867
	203,967	782,934	986,901
Unassigned, Reported In			
General Fund	7,416,217	--	7,416,217
Capital Projects Funds	--	(76,625)	(76,625)
	7,416,217	(76,625)	7,339,592
Total Fund Balances	$ 7,834,969	$ 1,496,846	$ 9,331,815

IV. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. For workers compensation, the City carries commercial insurance. For other risks, the City is a member of the Georgia Interlocal Risk Management Agency. The agency operates under the authority of O.C.G.A. 36-85-1 et Seq. and administers group self-insurance funds which receive contributions from its members in order to pool the risks of general liability, motor vehicle liability, and property damage. Through participation in the agency, members jointly purchase insurance with other municipalities participating in and belonging to the agency and are coinsured under master policies with the total premium apportioned among the participants. The City is jointly and severally liable for all legal obligations of the funds which arise out of an event that occurs while the City is a member of the fund. The City's deductibles for insurance coverage start at $1,000 with various limits of liability up to $5,000,000 for liability and $21,153,519 for property.

B. Commitments and Contingencies

Amounts received or receivable from grantor agencies, federal and state, are subject to audit and adjustment by those agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In the opinion of City management, such disallowances, if any, will not be significant to the City's financial statements.

Municipal Competitive Trust - On May 3, 1999, the City adopted Resolution 99-7 approving its execution of a trust agreement with MEAG and other member cities creating the Municipal Competitive Trust. This trust was created in anticipation of future deregulation of the electric industry to provide a means for MEAG and its wholesale customers to deposit funds to be invested at the best prudent rates of return and be applied when needed to mitigate the change to full competition as a result of the anticipated deregulation. The trust creates separate accounts within the trust fund estate for each member beneficiary. No beneficiary shall have any interest in the account of any other beneficiary. Since the funds in this account represent a current unrestricted asset of the Combined Public Utility System Fund, the balance is reported as a current asset in the balance sheet of the fund. The Trust also administers other sub-accounts with the City as beneficiary, but the restrictive requirements for use negate the recognition of these sub-accounts until such time as funds are disbursed for the direct benefit of the City to mitigate above market costs of electricity that may result from the deregulation of the electric industry in Georgia.

MEAG Power Sales Contract - In March 1976, the City of Adel and the Municipal Electric Authority of Georgia (MEAG) entered into a contract under which MEAG is to provide bulk electrical power to the City. In return, the City agreed to pay its participant share of MEAG's cost of generating and transmitting power. The term of the contract will continue in full force until such time, not exceeding 50 years, as all of MEAG's bonds have been paid or until such time as MEAG is retired from service, whichever is later. Each member participant is responsible for their pro-rata share of MEAG's bonds until paid. MEAG is obligated to periodically review the rates it charges member cities for power purchases. MEAG Power is also required to determine at the end of each power supply year, the sufficiency of the amounts paid by participants to recover MEAG Power's applicable costs for the year. Recent year-end settlements have resulted in net billings to participants exceeding actual costs, reserve requirements, and other assessments.

Distribution & Marketing Business Unit Contracts - In November 1998, the City agreed to enter into a contract with MEAG in furtherance of its power sales contract. Continuing changes in the electric industry, such as deregulation of wholesale electric supply, and changes in retail structure created a need for a business unit to function as a division of MEAG to facilitate the delivery of distribution, marketing, and related services to member cities needing such services. Under the services contract with MEAG, the City received services related to electrical distribution such as training

and safety, technical support, meter testing, and services related to marketing, such as pricing and sales support, energy services, major account support, and local economic development. In March 2009, the City entered into an agreement with Electric Cities of Georgia, Inc. to provide such services until June 30, 2012 and automatically extending for additional twelve month periods on each successive anniversary date of the contract.

Municipal Gas Authority of Georgia Contract - According to the terms of a contract, as amended, with Municipal Gas Authority of Georgia (MGAG), the City is committed to purchase gas supplies from MGAG through December 31, 2040. Pursuant to the agreement in order to finance project costs, MGAG is authorized to issue bonds in series through the close of business on December 31, 2014, with a maximum principal amount outstanding at any one time of $1,500,000,000 and a final maturity not to exceed 15 years from the date of issuance of each series. In the event that at any time project costs payable by MGAG are in excess of the revenues of the Authority available for the purpose of paying the same or reserve funds, the City is obligated to pay its share of such excess. The obligation of the City to make payments to the Authority under these contracts constitutes a general obligation of the City.

Telecommunications Project - In 1996, the City entered into an agreement as a participant in a Telecommunications Project with the Municipal Electric Authority of Georgia (MEAG) to construct a telecommunications system. MEAG owns, operates and maintains the Telecommunications Project. The Telecommunications Project consists of telecommunications facilities, fibers and other equipment acquired, constructed and installed by MEAG for the purpose of providing telecommunications capabilities to participants, and to Project One for the operation of the transmission facilities, and to others in order to achieve economies of scale and improve the economics of the Telecommunications Project. As a participant, the City's obligation share in the project is 3.6167%. Under the agreement, as amended, the City elected to prepay the amount it owed for Debt Service attributable to its interest in the Telecommunications Project.

Internet Services - On September 30, 2010, the City discontinued providing internet service to customers and began the process of dismantling and selling the system and equipment.

C. Pensions

Effective January 1, 1983, the City voluntarily dropped coverage under the Social Security program. In lieu of that coverage, the City provided pension benefits for all of its employees through the City of Adel Defined Contribution Retirement Plan administered by Nationwide Retirement Solutions. In a defined contribution plan, benefits are paid solely on amounts contributed to the plan plus invested earnings. Employees are eligible to participate immediately upon becoming employed. An employee may elect to become a participant by executing a participation agreement and consenting to defer a portion of compensation by a reduction of salary of the annual deferral amount specified in the participation agreement. The administrator may establish a minimum deferral amount, currently 5% of compensation, and change such minimum deferral amounts from time to time. The City is not required to make employer contributions. All contribution and other requirements are established by City ordinance. Employee deferrals were $74,102 for the year ended September 30, 2012.

Effective May 1, 2009, the City began participation in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer defined benefit plan. The City's participation in the plan, benefit provisions, and other requirements are established by City ordinance. GMEBS issues a financial report that may be obtained by writing to Georgia Municipal Employees Benefit System, 201 Pryor Street SW, Atlanta, Georgia 30303.

Funding Policy

City employees are required to contribute 6.2% of their covered pay. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10).

Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The City's current required contribution rate is 11.53% of annual covered payroll. The contribution requirements of employees and the City are established by City ordinance.

Annual Pension Cost

For 2012, the City's annual pension cost of $274,730 was equal to the City's required and actual contributions.

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
9/30/2010	$ 194,749	100 %	$ --
9/30/2011	198,384	100	--
9/30/2012	274,730	100	--

The required contribution was determined as part of the January 1, 2011, actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return, (b) projected salary increases of 3.5% plus age and service based merit increases, and (c) 2% inflation rate. The actuarial value of Plan assets was determined using techniques that smooth the effect of short-term volatility in the market value of the investments. The unfunded actuarial accrued liability is being amortized on a closed level dollar basis for the remaining unfunded liability. The net effective remaining amortization period at January 1, 2011, was 30 years.

Funded Status and Funding Progress

As of January 1, 2012, the most recent actuarial valuation date, the plan was 68.4% funded. The actuarial accrued liability for benefits was $8,614,412, and the actuarial value of assets was $5,888,856, resulting in an unfunded actuarial accrued liability (UAAL) of $2,725,556. The covered payroll (annual payroll of active employees covered by the plan) was $3,450,357, and the ratio of the UAAL to the covered payroll was 79.0%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

D. Related Organizations

Related organizations are excluded from the financial reporting entity because the City's accountability does not extend beyond making appointments. Related organizations are described as follows:

Housing Authority of the City of Adel - The Authority administers Federal funding and/or other financing for improvement of housing conditions in the City. The five members of the governing board are appointed by the Mayor and Council. The City has no significant influence over management, budget, or policies of the Authority. The Authority reports independently.

E. Joint Ventures

Under Georgia law, the City, in conjunction with other cities and counties in the South Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During its year ended September 30, 2012, the City paid $10,744 in such dues. Membership in a Regional Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Regional Commission in Georgia. The Regional Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that member governments are liable for any debts or obligations of a Regional Commission. Separate financial statements may be obtained from:

Southern Georgia Regional Commission
327 West Savannah Ave.
Valdosta, Georgia 31601

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended September 30, 2012

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	$ 1,595,000	$ 1,577,075	$ 1,565,677	$ (11,398)
Licenses & Permits	15,000	15,000	17,925	2,925
Intergovernmental	3,300	13,300	22,476	9,176
Charges For Services	950,075	950,075	939,289	(10,786)
Fines & Forfeitures	530,000	530,000	795,567	265,567
Interest Revenue	28,000	28,000	24,802	(3,198)
Contributions & Donations	--	--	40,373	40,373
Miscellaneous	18,000	18,000	28,443	10,443
Total Revenues	3,139,375	3,131,450	3,434,552	303,102
EXPENDITURES				
Mayor & Council	95,625	92,125	91,974	151
Elections	10,250	11,475	11,455	20
Administration	551,000	572,250	571,789	461
Attorney	6,600	4,100	4,100	--
Judge	25,900	28,300	28,277	23
Police	1,778,850	1,850,600	1,848,354	2,246
Fire	1,064,750	1,012,300	1,011,927	373
Volunteer Fire	58,300	50,425	50,310	115
Animal Control	71,275	67,775	67,516	259
Sanitation	515,500	512,950	512,619	331
Sanitation	986,350	958,200	957,799	401
Maintenance	139,200	137,100	136,768	332
Parks	12,600	15,525	15,481	44
Inspection	17,250	12,400	12,381	19
Total Expenditures	5,333,450	5,325,525	5,320,750	4,775
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(2,194,075)	(2,194,075)	(1,886,198)	307,877
OTHER FINANCING SOURCES (USES)				
Transfers In				
Combined Public Utility System Enterprise Fund	1,972,275	1,972,275	1,320,231	(652,044)
Water Enterprise Fund	--	--	186,514	186,514
Sewer Enterprise Fund	--	--	713,720	713,720
Electric Enterprise Fund	--	--	1,848,572	1,848,572
Gas Enterprise Fund	--	--	1,003,402	1,003,402
Proceeds Of Capital Asset Dispositions	10,000	10,000	32,033	22,033
Capital Leases	211,800	211,800	186,513	(25,287)
Total Other Financing Sources (Uses)	2,194,075	2,194,075	5,290,985	3,096,910
Net Change In Fund Balances	--	--	3,404,787	3,404,787
Fund Balances - Beginning	4,430,182	4,430,182	4,430,182	--
Fund Balances - Ending	$ 4,430,182	$ 4,430,182	$ 7,834,969	$ 3,404,787

CITY OF ADEL, GEORGIA
Pension Plan
Schedule Of Funding Progress
September 30, 2012

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
1/1/2010	$ 4,187,623	$ 5,278,210	$ 1,090,587	79.3 %	$ 3,430,703	31.8 %
1/1/2011	5,030,345	6,710,560	1,680,215	75.0	3,321,627	50.6
1/1/2012	5,888,856	8,614,412	2,725,556	68.4	3,450,357	79.0

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The presentation of expenditures reported in the General Fund *Schedule Of Revenues, Expenditures, & Changes In Fund Balances – Budget & Actual* differs from the Statement *Of Revenues, Expenditures, & Changes In Fund Balance – Governmental Funds* due to the functional classification of certain expenditures. The following schedule presents a reconciliation of those amounts.

	Budget Schedule	Reconciliation	Governmental Fund Statement
EXPENDITURES			
Current			
General Government			
Mayor & Council	$ 91,974	$ --	$ 91,974
Elections	11,455	--	11,455
Administration	571,789	(167,000)	404,789
Attorney	4,100	--	4,100
	679,318	(167,000)	512,318
Judicial	28,277	--	28,277
Public Safety			
Police	1,848,354	(48,096)	1,800,258
Fire	1,011,927	(56,899)	955,028
Volunteer Fire	50,310	(264)	50,046
Animal Control	67,516	--	67,516
	2,978,107	(105,259)	2,872,848
Public Works			
Sanitation	512,619	(16,431)	496,188
Sanitation	957,799	(46,455)	911,344
Maintenance	136,768	--	136,768
Other Public Works	--	4,200	4,200
	1,607,186	(58,686)	1,548,500
Culture & Recreation			
Parks	15,481	--	15,481
Other Culture & Recreation	--	31,800	31,800
	15,481	31,800	47,281
Housing & Development			
Inspection	12,381	--	12,381
Other Housing & Development	--	68,500	68,500
	12,381	68,500	80,881
Debt Service	--	152,650	152,650
Total Expenditures	5,320,750	(77,995)	5,242,755
OTHER FINANCING SOURCES (USES)			
Transfers Out	--	77,995	77,995
Total	$ 5,320,750	$ --	$ 5,320,750

B. Pension Plan

Since the prior valuation, the cost to purchase service credit has decreased. This decrease has been passed on to participants who purchased service credit prior to January 1, 2010 by increasing the amount of past service purchased. This change, effective March 21, 2011, increased the unfunded actuarial accrued liability by $694,920.

COMBINING & INDIVIDUAL FUND SCHEDULES

Major Governmental Funds

General Fund

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

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 7,445,101	$ 5,431,657
Receivables (Net Of Allowance For Uncollectibles)		
Interest	2,302	6,537
Taxes	647,646	635,618
Accounts	132,109	135,644
Intergovernmental	25,212	18,848
Due From Other Funds		
Adel-Cook County Recreation Special Revenue Fund	26,989	22,198
CDBG Osceola Steel Capital Projects Fund	53,525	103
Transportation Enhancement Capital Projects Fund	19,797	--
Industrial Park Capital Projects Fund	6,500	--
Due From Component Unit	214,785	220,529
Total Assets	$ 8,573,966	$ 6,471,134
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	$ 148,205	$ 137,010
Accrued Wages, Withholdings & Benefits	30,773	30,286
Intergovernmental Payable	556	556
Due To Other Funds		
Combined Public Utility System Enterprise Fund	--	1,319,398
Deferred Revenue		
Property Taxes	559,463	552,952
Customer Deposits	--	750
Total Liabilities	738,997	2,040,952
Fund Balances		
Restricted	214,785	220,529
Assigned	203,967	197,242
Unassigned	7,416,217	4,012,411
Total Fund Balances	7,834,969	4,430,182
Total Liabilities & Fund Balances	$ 8,573,966	$ 6,471,134

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Taxes	$ 1,565,677	$ 1,689,389
Licenses & Permits	17,925	16,150
Intergovernmental	22,476	32,020
Charges For Services	939,289	948,757
Fines & Forfeitures	795,567	950,419
Interest Revenue	24,802	42,665
Contributions & Donations	40,373	282
Miscellaneous	28,443	53,012
Total Revenues	3,434,552	3,732,694
EXPENDITURES		
Current		
General Government	512,318	445,989
Judicial	28,277	24,018
Public Safety	2,872,848	2,856,959
Public Works	1,548,500	1,456,933
Culture & Recreation	47,281	44,666
Housing & Development	80,881	259,990
Debt Service	152,650	185,281
Total Expenditures	5,242,755	5,273,836
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(1,808,203)	(1,541,142)
OTHER FINANCING SOURCES (USES)		
Transfers In		
Electric Enterprise Fund	1,848,572	--
Gas Enterprise Fund	1,003,402	--
Water Enterprise Fund	186,514	--
Sewer Enterprise Fund	713,720	--
Combined Public Utility System Enterprise Fund	1,320,231	1,479,575
Transfers Out		
CDBG Drainage Project Capital Projects Fund	--	(72,762)
Confiscated Assets Special Revenue Fund	--	(69,566)
Technology Special Revenue Fund	(15,495)	(58,362)
Transportation Enhancement Capital Projects Fund	(62,500)	--
Proceeds Of Capital Asset Dispositions	32,033	41,690
Capital Leases	186,513	150,190
Total Other Financing Sources (Uses)	5,212,990	1,470,765
Net Change In Fund Balances	3,404,787	(70,377)
Fund Balances - Beginning	4,430,182	4,500,559
Fund Balances - Ending	$ 7,834,969	$ 4,430,182

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Confiscated Assets Fund - This fund is used to account for the funds received from cash confiscations and sales of capital assets acquired from drug raids.

Technology Fund - This fund is used to account for fines collected through the imposition of a technology surcharge.

Adel-Cook County Recreation Fund - This fund is used to account for the funds used to provide the parks and recreation program of the Cook County Countywide Recreation Board.

Capital Projects Funds

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

1% Special Purpose Local Option Sales Tax (SPLOST) Fund - This fund is used to account for proceeds of the 1% special purpose local option sales tax used to finance capital projects.

1% Special Purpose Local Option Sales Tax (SPLOST) 2010 Fund - This fund is used to account for proceeds of the 1% special purpose local option sales tax used to finance capital projects, effective October 1, 2011 through September 30, 2017.

CDBG Osceola Steel - This fund is used to account for the proceeds of a community development block grant used to finance a utilities extension project. As of July 23, 2012, $495,000 of the grant was de-obligated.

Transportation Enhancement - This fund is used to account for the proceeds of a Georgia Department of Transportation grant used to finance a pedestrian facilities project.

Industrial Park Project - This fund is used to account for the proceeds of a U.S. Department of Commerce grant used to finance a utilities extension project.

Recreation Project - This fund is used to account for the financial resources to be used to finance a major recreation facilities project.

CITY OF ADEL, GEORGIA
Combining Schedule Of Assets, Liabilities, & Fund Balances
Nonmajor Governmental Funds
September 30, 2012

	Special Revenue Funds			
	Confiscated Assets	Technology	Adel-Cook County Recreation	Total
ASSETS				
Cash & Cash Equivalents	$ --	$ --	$ 327,028	$ 327,028
Cash & Cash Equivalents	26,529	52,614	--	79,143
Receivables (Net Of Allowance For Uncollectibles)	--	--	105,423	105,423
Total Assets	$ 26,529	$ 52,614	$ 432,451	$ 511,594
LIABILITIES & FUND EQUITY				
Liabilities				
Accounts Payable	--	--	--	--
Due To Other Funds	--	--	26,989	26,989
Deferred Revenue	--	--	68,438	68,438
Total Liabilities	--	--	95,427	95,427
Fund Balances				
Restricted	26,529	52,614	--	79,143
Assigned	--	--	337,024	337,024
Unassigned	--	--	--	--
Total Fund Balances	26,529	52,614	337,024	416,167
Total Liabilities & Fund Balances	$ 26,529	$ 52,614	$ 432,451	$ 511,594

Capital Projects Funds							
SPLOST	SPLOST 2010	CDBG Osceola Steel	Transportation Enhancement	Industrial Park Project	Recreation Project	Total	Total Nonmajor Governmental Funds
$ 523,934	$ 167,058	$ --	$ 62,500	$ --	$ 403,207	$ 1,156,699	$ 1,483,727
--	--	--	--	--	--	--	79,143
--	20,402	--	--	--	--	20,402	125,825
$ 523,934	$ 187,460	$ --	$ 62,500	$ --	$ 403,207	$ 1,177,101	$ 1,688,695
--	--	16,600	--	--	--	16,600	16,600
--	--	53,525	19,797	6,500	--	79,822	106,811
--	--	--	--	--	--	--	68,438
--	--	70,125	19,797	6,500	--	96,422	191,849
523,934	187,460	--	--	--	--	711,394	790,537
--	--	--	42,703	--	403,207	445,910	782,934
--	--	(70,125)	--	(6,500)	--	(76,625)	(76,625)
523,934	187,460	(70,125)	42,703	(6,500)	403,207	1,080,679	1,496,846
$ 523,934	$ 187,460	$ --	$ 62,500	$ --	$ 403,207	$ 1,177,101	$ 1,688,695

CITY OF ADEL, GEORGIA
Combining Schedule Of Revenues, Expenditures, & Changes In Fund Balances
Nonmajor Governmental Funds
September 30, 2012

	Special Revenue Funds			
	Confiscated Assets	Technology	Adel-Cook County Recreation	Total
REVENUES				
Intergovernmental	$ --	$ --	$ 441,249	$ 441,249
Charges For Services	--	--	79,470	79,470
Fines & Forfeitures	12,806	--	--	12,806
Interest Revenue	303	--	3,073	3,376
Total Revenues	13,109	--	523,792	536,901
EXPENDITURES				
Current				
Public Safety	4,610	8,724	--	13,334
Culture & Recreation	--	--	446,226	446,226
Capital Outlay	43,668	--	1,589	45,257
Total Expenditures	48,278	8,724	447,815	504,817
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(35,169)	(8,724)	75,977	32,084
OTHER FINANCING SOURCES (USES)				
Transfers In	--	15,495	--	15,495
Transfers Out	--	--	(403,207)	(403,207)
Total Other Financing Sources (Uses)	--	15,495	(403,207)	(387,712)
Net Change In Fund Balances	(35,169)	6,771	(327,230)	(355,628)
Fund Balances - Beginning	61,698	45,843	664,254	771,795
Fund Balances - Ending	$ 26,529	$ 52,614	$ 337,024	$ 416,167

Capital Projects Funds							
SPLOST	SPLOST 2010	CDBG Osceola Steel	Transportation Enhancement	Industrial Park Project	Recreation Project	Total	Total Nonmajor Governmental Funds
$ 63,173	$ 187,255	$ --	$ --	$ 5,000	$ --	$ 255,428	$ 696,677
--	--	--	--	--	--	--	79,470
--	--	--	--	--	--	--	12,806
1,996	205	--	--	--	--	2,201	5,577
65,169	187,460	--	--	5,000	--	257,629	794,530
--	--	--	--	--	--	--	13,334
--	--	--	--	--	--	--	446,226
288,481	--	43,932	19,797	11,500	--	363,710	408,967
288,481	--	43,932	19,797	11,500	--	363,710	868,527
(223,312)	187,460	(43,932)	(19,797)	(6,500)	--	(106,081)	(73,997)
--	--	--	62,500	--	403,207	465,707	481,202
--	--	--	--	--	--	--	(403,207)
--	--	--	62,500	--	403,207	465,707	77,995
(223,312)	187,460	(43,932)	42,703	(6,500)	403,207	359,626	3,998
747,246	--	(26,193)	--	--	--	721,053	1,492,848
$ 523,934	$ 187,460	$ (70,125)	$ 42,703	$ (6,500)	$ 403,207	$ 1,080,679	$ 1,496,846

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Restricted Assets		
Cash & Cash Equivalents	$ 26,529	$ 61,698
Total Assets	$ 26,529	$ 61,698
LIABILITIES & FUND BALANCES		
Fund Balances		
Restricted	$ 26,529	$ 61,698
Total Fund Balances	26,529	61,698
Total Liabilities & Fund Balances	$ 26,529	$ 61,698

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Fines & Forfeitures	$ 12,806	$ 46,902
Interest Revenue	303	338
Total Revenues	13,109	47,240
EXPENDITURES		
Current		
Public Safety	4,610	3,516
Capital Outlay	43,668	51,592
Total Expenditures	48,278	55,108
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(35,169)	(7,868)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	--	69,566
Total Other Financing Sources (Uses)	--	69,566
Net Change In Fund Balances	(35,169)	61,698
Fund Balances - Beginning	61,698	--
Fund Balances - Ending	$ 26,529	$ 61,698

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended September 30, 2012

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Fines & Forfeitures	$ --	$ 12,806	$ 12,806
Interest Revenue	--	303	303
Total Revenues	--	13,109	13,109
EXPENDITURES			
Current			
Public Safety	--	4,610	(4,610)
Capital Outlay	48,278	43,668	4,610
Total Expenditures	48,278	48,278	--
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(48,278)	(35,169)	13,109
Net Change In Fund Balances	(48,278)	(35,169)	13,109
Fund Balances - Beginning	61,698	61,698	--
Fund Balances - Ending	$ 13,420	$ 26,529	$ 13,109

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Restricted Assets		
Cash & Cash Equivalents	$ 52,614	$ 45,843
Total Assets	$ 52,614	$ 45,843
LIABILITIES & FUND BALANCES		
Fund Balances		
Restricted	$ 52,614	$ 45,843
Total Fund Balances	52,614	45,843
Total Liabilities & Fund Balances	$ 52,614	$ 45,843

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
EXPENDITURES		
Current		
Public Safety	$ 8,724	$ 12,519
Total Expenditures	8,724	12,519
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(8,724)	(12,519)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	15,495	58,362
Total Other Financing Sources (Uses)	15,495	58,362
Net Change In Fund Balances	6,771	45,843
Fund Balances - Beginning	45,843	--
Fund Balances - Ending	$ 52,614	$ 45,843

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended September 30, 2012

	Budget	Actual	Variance With Final Budget - Positive (Negative)
EXPENDITURES			
Current			
Public Safety	$ 17,900	$ 8,724	$ 9,176
Total Expenditures	17,900	8,724	9,176
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(17,900)	(8,724)	9,176
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	17,900	15,495	(2,405)
Total Other Financing Sources (Uses)	17,900	15,495	(2,405)
Net Change In Fund Balances	--	6,771	6,771
Fund Balances - Beginning	45,843	45,843	--
Fund Balances - Ending	$ 45,843	$ 52,614	$ 6,771

CITY OF ADEL, GEORGIA
Adel-Cook County Recreation Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 327,028	$ 619,805
Receivables (Net Of Allowance For Uncollectibles)		
Interest	273	490
Intergovernmental	105,150	129,846
Total Assets	$ 432,451	$ 750,141
LIABILITIES & FUND BALANCES		
Liabilities		
Due To Other Funds		
General Fund	$ 26,989	$ 22,198
Deferred Revenue		
Intergovernmental	68,438	63,689
Total Liabilities	95,427	85,887
Fund Balances		
Assigned	337,024	664,254
Total Fund Balances	337,024	664,254
Total Liabilities & Fund Balances	$ 432,451	$ 750,141

CITY OF ADEL, GEORGIA
Adel-Cook County Recreation Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Intergovernmental	$ 441,249	$ 420,703
Charges For Services	79,470	83,629
Interest Revenue	3,073	4,084
Total Revenues	523,792	508,416
EXPENDITURES		
Current		
Culture & Recreation	446,226	423,440
Capital Outlay	1,589	802
Total Expenditures	447,815	424,242
Excess (Deficiency) Of Revenues Over (Under) Expenditures	75,977	84,174
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Recreation Project	(403,207)	--
Total Other Financing Sources (Uses)	(403,207)	--
Net Change In Fund Balances	(327,230)	84,174
Fund Balances - Beginning	664,254	580,080
Fund Balances - Ending	$ 337,024	$ 664,254

CITY OF ADEL, GEORGIA

Adel-Cook County Recreation Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended September 30, 2012

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Intergovernmental	$ 376,000	$ 441,249	$ 65,249
Charges For Services	75,000	79,470	4,470
Interest Revenue	--	3,073	3,073
Total Revenues	451,000	523,792	72,792
EXPENDITURES			
Current			
Culture & Recreation	451,000	446,226	4,774
Capital Outlay	--	1,589	(1,589)
Total Expenditures	451,000	447,815	3,185
Excess (Deficiency) Of Revenues Over (Under) Expenditures	--	75,977	75,977
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Recreation Project	--	(403,207)	(403,207)
Total Other Financing Sources (Uses)	--	(403,207)	(403,207)
Net Change In Fund Balances	--	(327,230)	(327,230)
Fund Balances - Beginning	664,254	664,254	--
Fund Balances - Ending	$ 664,254	$ 337,024	$ (327,230)

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 523,934	$ 704,089
Receivables (Net Of Allowance For Uncollectibles)		
Intergovernmental	--	43,157
Total Assets	$ 523,934	$ 747,246
LIABILITIES & FUND BALANCES		
Fund Balances		
Restricted	$ 523,934	$ 747,246
Total Fund Balances	523,934	747,246
Total Liabilities & Fund Balances	$ 523,934	$ 747,246

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Intergovernmental	$ 63,173	$ 246,840
Interest Revenue	1,996	--
Total Revenues	65,169	246,840
EXPENDITURES		
Capital Outlay	288,481	176,157
Total Expenditures	288,481	176,157
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(223,312)	70,683
Net Change In Fund Balances	(223,312)	70,683
Fund Balances - Beginning	747,246	676,563
Fund Balances - Ending	$ 523,934	$ 747,246

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 167,058	$ --
Receivables (Net Of Allowance For Uncollectibles)		
Intergovernmental	20,402	--
Total Assets	$ 187,460	$ --
LIABILITIES & FUND BALANCES		
Fund Balances		
Restricted	$ 187,460	$ --
Total Fund Balances	187,460	--
Total Liabilities & Fund Balances	$ 187,460	$ --

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Intergovernmental	$ 187,255	$ --
Interest Revenue	205	--
Total Revenues	187,460	--
Excess (Deficiency) Of Revenues Over (Under) Expenditures	187,460	--
Net Change In Fund Balances	187,460	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	$ 187,460	$ --

CITY OF ADEL, GEORGIA
CDBG Osceola Steel Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
Liabilities		
Accounts Payable	$ 16,600	$ 26,090
Due To Other Funds		
General Fund	53,525	103
Total Liabilities	70,125	26,193
Fund Balances		
Unassigned	(70,125)	(26,193)
Total Fund Balances	(70,125)	(26,193)
Total Liabilities & Fund Balances	$ --	$ --

CITY OF ADEL, GEORGIA
CDBG Osceola Steel Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
EXPENDITURES		
Capital Outlay	$ 43,932	$ 26,193
Total Expenditures	43,932	26,193
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(43,932)	(26,193)
Net Change In Fund Balances	(43,932)	(26,193)
Fund Balances - Beginning	(26,193)	--
Fund Balances - Ending	$ (70,125)	$ (26,193)

CITY OF ADEL, GEORGIA
Transportation Enhancement Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 62,500	$ --
Total Assets	$ 62,500	$ --
LIABILITIES & FUND BALANCES		
Liabilities		
Due To Other Funds		
General Fund	$ 19,797	$ --
Total Liabilities	19,797	--
Fund Balances		
Assigned	42,703	--
Total Fund Balances	42,703	--
Total Liabilities & Fund Balances	$ 62,500	$ --

CITY OF ADEL, GEORGIA
Transportation Enhancement Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
EXPENDITURES		
Capital Outlay	$ 19,797	$ --
Total Expenditures	19,797	--
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(19,797)	--
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	62,500	--
Total Other Financing Sources (Uses)	62,500	--
Net Change In Fund Balances	42,703	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	$ 42,703	$ --

CITY OF ADEL, GEORGIA

Transportation Enhancement Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
From Inception & For The Year Ended September 30, 2012

	Project Authorization	Prior Years	Current Year	Total To Date
REVENUES				
Intergovernmental	$ 250,000	$ --	$ --	$ --
Total Revenues	250,000	--	--	--
EXPENDITURES				
Capital Outlay	312,500	--	19,797	19,797
Total Expenditures	312,500	--	19,797	19,797
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(62,500)	--	(19,797)	(19,797)
OTHER FINANCING SOURCES (USES)				
Transfers In				
General Fund	62,500	--	62,500	62,500
Total Other Financing Sources (Uses)	62,500	--	62,500	62,500
Net Change In Fund Balances	$ --	$ --	42,703	$ 42,703
Fund Balances - Beginning			--	
Fund Balances - Ending			$ 42,703	

CITY OF ADEL, GEORGIA
Industrial Park Project Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
Liabilities		
Due To Other Funds		
General Fund	$ 6,500	$ --
Total Liabilities	6,500	--
Fund Balances		
Unassigned	(6,500)	--
Total Fund Balances	(6,500)	--
Total Liabilities & Fund Balances	$ --	$ --

CITY OF ADEL, GEORGIA
Industrial Park Project Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Intergovernmental	$ 5,000	$ --
Total Revenues	5,000	--
EXPENDITURES		
Capital Outlay	11,500	--
Total Expenditures	11,500	--
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(6,500)	--
Net Change In Fund Balances	(6,500)	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	$ (6,500)	$ --

CITY OF ADEL, GEORGIA
Industrial Park Project Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
From Inception & For The Year Ended September 30, 2012

	Project Authorization	Prior Years	Current Year	Total To Date
REVENUES				
Intergovernmental	$ 811,500	$ --	$ 5,000	$ 5,000
Total Revenues	811,500	--	5,000	5,000
EXPENDITURES				
Capital Outlay	811,500	--	11,500	11,500
Total Expenditures	811,500	--	11,500	11,500
Excess (Deficiency) Of Revenues Over (Under) Expenditures	--	--	(6,500)	(6,500)
Net Change In Fund Balances	$ --	$ --	(6,500)	$ (6,500)
Fund Balances - Beginning			--	
Fund Balances - Ending			$ (6,500)	

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
September 30, 2012 & 2011

	2012	2011
ASSETS		
Cash & Cash Equivalents	$ 403,207	$ --
Total Assets	$ 403,207	$ --
LIABILITIES & FUND BALANCES		
Fund Balances		
Assigned	$ 403,207	$ --
Total Fund Balances	403,207	--
Total Liabilities & Fund Balances	$ 403,207	$ --

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended September 30, 2012 & 2011

	2012	2011
OTHER FINANCING SOURCES (USES)		
Transfers In		
Adel-Cook County Recreation Special Revenue Fund	$ 403,207	$ --
Total Other Financing Sources (Uses)	403,207	--
Net Change In Fund Balances	403,207	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	$ 403,207	$ --

Major Proprietary Funds

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the City's Council is that costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City's Council has decided that periodic determination of net income is appropriate for accountability purposes.

Electric Fund - This fund is used to account for electricity provided to City residents and businesses.

Gas Fund - This fund is used to account for natural gas provided to City residents and businesses.

Water Fund - This fund is used to account for water provided to City residents and businesses.

Sewer Fund - This fund is used to account for sewer services provided to City residents and businesses.

Combined Public Utility System Authority Fund - This fund is used to account for electricity, natural gas, water and sewer services provided to City residents and businesses during the period revenue bonds are outstanding. All activities necessary to provide such services, including financing and related debt service, are included in this fund.

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Schedule Of Net Assets
September 30, 2012 & 2011

	2012	2011
ASSETS		
Current Assets		
Cash & Cash Equivalents	$ 635,048	$ --
Investments	3,793,971	--
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	953,814	--
Inventories	690,247	--
Prepaid Items	6,065	--
Total Current Assets	6,079,145	--
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	39,979	--
Capital Assets Net Of Accumulated Depreciation		
Buildings & System	4,428,765	--
Improvements Other Than Buildings	29,978	--
Machinery & Equipment	991,895	--
Accumulated Depreciation	(3,903,198)	--
Total Capital Assets Net Of Accumulated Depreciation	1,587,419	--
Total Noncurrent Assets	1,587,419	--
Total Assets	7,666,564	--
LIABILITIES		
Current Liabilities		
Accounts Payable	818,771	--
Accrued Wages, Withholdings & Benefits	5,965	--
Intergovernmental Payable	45,739	--
Customer Deposits	326,299	--
Capital Leases Payable - Current	35,847	--
Total Current Liabilities	1,232,621	--
Noncurrent Liabilities		
Compensated Absences	16,838	--
Capital Leases	18,340	--
Total Noncurrent Liabilities	35,178	--
Total Liabilities	1,267,799	--
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	1,533,232	--
Unrestricted	4,865,533	--
Total Net Assets	$ 6,398,765	$ --

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services	$ 10,743,460	$ --
Total Operating Revenues	10,743,460	--
OPERATING EXPENSES		
Personal Services & Employee Benefits	740,259	--
Purchased/Contracted Services	387,577	--
Supplies	8,456,704	--
Depreciation	187,165	--
Total Operating Expenses	9,771,705	--
Operating Income (Loss)	971,755	--
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	94	--
Investment Earnings	3,802	--
Miscellaneous	3,980	--
Interest	(2,341)	--
Gain/Loss on Disposition of Capital Assets	7,000	--
Total Nonoperating Revenues (Expenses)	12,535	--
Income (Loss) Before Contributions & Transfers	984,290	--
Transfers In		
Combined Public Utility System Enterprise Fund	7,263,047	--
Transfers Out		
General Fund	(1,848,572)	--
Changes In Net Assets	6,398,765	--
Net Assets - Beginning	--	--
Net Assets - Ending	$ 6,398,765	$ --

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	$ 10,839,688	$ --
Payments To Suppliers	(8,720,496)	--
Payments To Employees	(735,988)	--
Net Cash Provided (Used) By Operating Activities	1,383,204	--
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds		
Combined Public Utility System Enterprise Fund	1,566,848	--
Transfers To Other Funds		
General Fund	(1,848,572)	--
Net Cash Provided (Used) By Noncapital Financing Activities	(281,724)	--
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(11,515)	--
Principal Paid On Capital Debt	(34,764)	--
Interest Paid On Capital Debt	(2,341)	--
Proceeds From Sales Of Capital Assets	7,000	--
Other	3,980	--
Net Cash Provided (Used) By Capital & Related Financing Activities	(37,640)	--
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase Of Investments	(432,688)	--
Interest & Dividends Received	3,896	--
Net Cash Provided (Used) By Investing Activities	(428,792)	--
Net Increase (Decrease) In Cash & Cash Equivalents	635,048	--
Cash & Cash Equivalents - End Of Year	$ 635,048	$ --
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 971,755	$ --
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	187,165	--
(Increase) Decrease In Accounts Receivable	87,416	--
(Increase) Decrease In Inventories	60,228	--
(Increase) Decrease In Prepaid Items	6,239	--
Increase (Decrease) In Accounts Payable	57,318	--
Increase (Decrease) In Accrued Wages & Withholdings	321	--
Increase (Decrease) In Compensated Absences Payable	3,950	--
Increase (Decrease) In Intergovernmental Payables	(3,353)	--
Increase (Decrease) In Customer Deposits	12,165	--
Net Cash Provided (Used) By Operating Activities	$ 1,383,204	$ --

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Transfer of Capital Assets	$ 1,763,069	$ --
Transfer of Other Assets	5,165,292	--
Transfer of Capital Leases	(88,951)	--
Transfer of Other Liabilities	(1,143,211)	--

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Schedule Of Net Assets
September 30, 2012 & 2011

	2012	2011
ASSETS		
Current Assets		
Cash & Cash Equivalents	$ 462,981	$ --
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	40,049	--
Inventories	29,887	--
Prepaid Items	1,850	--
Total Current Assets	534,767	--
Noncurrent Assets		
Capital Assets Net Of Accumulated Depreciation		
Buildings & System	1,129,117	--
Machinery & Equipment	157,244	--
Accumulated Depreciation	(912,603)	--
Total Capital Assets Net Of Accumulated Depreciation	373,758	--
Total Noncurrent Assets	373,758	--
Total Assets	908,525	--
LIABILITIES		
Current Liabilities		
Accounts Payable	162,368	--
Accrued Wages, Withholdings & Benefits	2,076	--
Intergovernmental Payable	9,039	--
Customer Deposits	19,580	--
Total Current Liabilities	193,063	--
Noncurrent Liabilities		
Compensated Absences	10,313	--
Total Noncurrent Liabilities	10,313	--
Total Liabilities	203,376	--
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	373,758	--
Unrestricted	331,391	--
Total Net Assets	$ 705,149	$ --

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services	$ 1,228,799	$ --
Total Operating Revenues	1,228,799	--
OPERATING EXPENSES		
Personal Services & Employee Benefits	302,895	--
Purchased/Contracted Services	57,748	--
Supplies	773,267	--
Depreciation	23,591	--
Total Operating Expenses	1,157,501	--
Operating Income (Loss)	71,298	--
Income (Loss) Before Contributions & Transfers	71,298	--
Transfers In		
Combined Public Utility System Enterprise Fund	1,637,253	--
Transfers Out		
General Fund	(1,003,402)	--
Changes In Net Assets	705,149	--
Net Assets - Beginning	--	--
Net Assets - Ending	$ 705,149	$ --

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	$ 1,242,299	$ --
Payments To Suppliers	(740,335)	--
Payments To Employees	(310,336)	--
Net Cash Provided (Used) By Operating Activities	191,628	--
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds		
Combined Public Utility System Enterprise Fund	1,372,598	--
Transfers To Other Funds		
General Fund	(1,003,402)	--
Net Cash Provided (Used) By Noncapital Financing Activities	369,196	--
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(97,843)	--
Net Cash Provided (Used) By Capital & Related Financing Activities	(97,843)	--
Net Increase (Decrease) In Cash & Cash Equivalents	462,981	--
Cash & Cash Equivalents - End Of Year	$ 462,981	$ --
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 71,298	$ --
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	23,591	--
(Increase) Decrease In Accounts Receivable	14,098	--
(Increase) Decrease In Inventories	(1,844)	--
(Increase) Decrease In Prepaid Items	1,373	--
Increase (Decrease) In Accounts Payable	91,151	--
Increase (Decrease) In Accrued Wages & Withholdings	116	--
Increase (Decrease) In Compensated Absences Payable	(7,557)	--
Increase (Decrease) In Intergovernmental Payables	(853)	--
Increase (Decrease) In Customer Deposits	255	--
Net Cash Provided (Used) By Operating Activities	$ 191,628	$ --
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Transfer of Capital Assets	$ 299,506	$ --
Transfer of Other Assets	85,413	--
Transfer of Other Liabilities	(120,264)	--

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Schedule Of Net Assets
September 30, 2012 & 2011

	2012	2011
ASSETS		
Current Assets		
Cash & Cash Equivalents	$ 300,000	$ --
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	52,769	--
Inventories	88,824	--
Prepaid Items	3,029	--
Total Current Assets	444,622	--
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	5,175	--
Construction In Progress	10,000	--
Capital Assets Net Of Accumulated Depreciation		
Buildings & System	5,640,598	--
Improvements Other Than Buildings	10,253	--
Machinery & Equipment	376,489	--
Accumulated Depreciation	(4,020,188)	--
Total Capital Assets Net Of Accumulated Depreciation	2,022,327	--
Total Noncurrent Assets	2,022,327	--
Total Assets	2,466,949	--
LIABILITIES		
Current Liabilities		
Accounts Payable	37,765	--
Accrued Wages, Withholdings & Benefits	2,115	--
Customer Deposits	8,734	--
Capital Leases Payable - Current	5,691	--
Total Current Liabilities	54,305	--
Noncurrent Liabilities		
Compensated Absences	11,489	--
Capital Leases	38,238	--
Total Noncurrent Liabilities	49,727	--
Total Liabilities	104,032	--
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	1,978,398	--
Unrestricted	384,519	--
Total Net Assets	$ 2,362,917	$ --

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services	$ 834,641	$ --
Total Operating Revenues	834,641	--
OPERATING EXPENSES		
Personal Services & Employee Benefits	226,083	--
Purchased/Contracted Services	112,239	--
Supplies	156,245	--
Depreciation	155,168	--
Total Operating Expenses	649,735	--
Operating Income (Loss)	184,906	--
NONOPERATING REVENUES (EXPENSES)		
Miscellaneous	1,690	--
Interest	(1,705)	--
Total Nonoperating Revenues (Expenses)	(15)	--
Income (Loss) Before Contributions & Transfers	184,891	--
Transfers In		
Combined Public Utility System Enterprise Fund	2,364,540	--
Transfers Out		
General Fund	(186,514)	--
Changes In Net Assets	2,362,917	--
Net Assets - Beginning	--	--
Net Assets - Ending	$ 2,362,917	$ --

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	$ 852,245	$ --
Payments To Suppliers	(248,410)	--
Payments To Employees	(225,848)	--
Net Cash Provided (Used) By Operating Activities	377,987	--
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds		
Combined Public Utility System Enterprise Fund	124,043	--
Transfers To Other Funds		
General Fund	(186,514)	--
Net Cash Provided (Used) By Noncapital Financing Activities	(62,471)	--
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(10,000)	--
Principal Paid On Capital Debt	(5,501)	--
Interest Paid On Capital Debt	(1,705)	--
Other	1,690	--
Net Cash Provided (Used) By Capital & Related Financing Activities	(15,516)	--
Net Increase (Decrease) In Cash & Cash Equivalents	300,000	--
Cash & Cash Equivalents - End Of Year	$ 300,000	$ --
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 184,906	$ --
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	155,168	--
(Increase) Decrease In Accounts Receivable	16,704	--
(Increase) Decrease In Inventories	16,601	--
(Increase) Decrease In Prepaid Items	1,732	--
Increase (Decrease) In Accounts Payable	1,741	--
Increase (Decrease) In Accrued Wages & Withholdings	216	--
Increase (Decrease) In Compensated Absences Payable	19	--
Increase (Decrease) In Customer Deposits	900	--
Net Cash Provided (Used) By Operating Activities	$ 377,987	$ --
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Transfer of Capital Assets	$ 2,167,495	$ --
Transfer of Other Assets	179,659	--
Transfer of Capital Leases	(49,430)	--
Transfer of Other Liabilities	(57,227)	--

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Schedule Of Net Assets
September 30, 2012 & 2011

	2012	2011
ASSETS		
Current Assets		
Cash & Cash Equivalents	$ 300,000	$ --
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	78,169	--
Inventories	8,479	--
Prepaid Items	5,732	--
Total Current Assets	392,380	--
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	851,037	--
Capital Assets Net Of Accumulated Depreciation		
Buildings & System	9,716,575	--
Improvements Other Than Buildings	46,885	--
Machinery & Equipment	456,983	--
Accumulated Depreciation	(6,475,528)	--
Total Capital Assets Net Of Accumulated Depreciation	4,595,952	--
Total Noncurrent Assets	4,595,952	--
Total Assets	4,988,332	--
LIABILITIES		
Current Liabilities		
Accounts Payable	28,754	--
Accrued Wages, Withholdings & Benefits	3,151	--
Notes Payable - Current	23,231	--
Capital Leases Payable - Current	5,691	--
Total Current Liabilities	60,827	--
Noncurrent Liabilities		
Compensated Absences	15,172	--
Notes Payable	177,183	--
Capital Leases	38,238	--
Total Noncurrent Liabilities	230,593	--
Total Liabilities	291,420	--
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	4,351,609	--
Unrestricted	345,303	--
Total Net Assets	$ 4,696,912	$ --

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services	$ 1,188,578	$ --
Total Operating Revenues	1,188,578	--
OPERATING EXPENSES		
Personal Services & Employee Benefits	380,270	--
Purchased/Contracted Services	112,634	--
Supplies	126,406	--
Depreciation	267,254	--
Total Operating Expenses	886,564	--
Operating Income (Loss)	302,014	--
NONOPERATING REVENUES (EXPENSES)		
Interest	(9,827)	--
Gain/Loss on Disposition of Capital Assets	2,158	--
Total Nonoperating Revenues (Expenses)	(7,669)	--
Income (Loss) Before Contributions & Transfers	294,345	--
Transfers In		
Combined Public Utility System Enterprise Fund	5,116,287	--
Transfers Out		
General Fund	(713,720)	--
Changes In Net Assets	4,696,912	--
Net Assets - Beginning	--	--
Net Assets - Ending	$ 4,696,912	$ --

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	$ 1,197,640	$ --
Payments To Suppliers	(254,901)	--
Payments To Employees	(379,887)	--
Net Cash Provided (Used) By Operating Activities	562,852	--
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds		
Combined Public Utility System Enterprise Fund	506,621	--
Transfers To Other Funds		
General Fund	(713,720)	--
Net Cash Provided (Used) By Noncapital Financing Activities	(207,099)	--
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(20,221)	--
Principal Paid On Capital Debt	(27,863)	--
Interest Paid On Capital Debt	(9,827)	--
Proceeds From Sales Of Capital Assets	2,158	--
Net Cash Provided (Used) By Capital & Related Financing Activities	(55,753)	--
Net Increase (Decrease) In Cash & Cash Equivalents	300,000	--
Cash & Cash Equivalents - End Of Year	$ 300,000	$ --
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 302,014	$ --
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	267,254	--
(Increase) Decrease In Accounts Receivable	9,062	--
(Increase) Decrease In Inventories	730	--
(Increase) Decrease In Prepaid Items	1,293	--
Increase (Decrease) In Accounts Payable	(17,884)	--
Increase (Decrease) In Accrued Wages & Withholdings	147	--
Increase (Decrease) In Compensated Absences Payable	236	--
Net Cash Provided (Used) By Operating Activities	$ 562,852	$ --
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Transfer of Capital Assets	$ 4,842,985	$ --
Transfer of Other Assets	103,465	--
Transfer of Notes Payble	(222,776)	--
Transfer of Capital Leases	(49,430)	--
Transfer of Other Liabilities	(64,578)	--

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Schedule Of Net Assets
September 30, 2012 & 2011

	2012	2011
ASSETS		
Current Assets		
Cash & Cash Equivalents	$ 3,767,920	$ 7,739,374
Investments	--	3,361,283
Receivables (Net Of Allowance For Uncollectibles)		
Interest	1,313	3,345
Accounts	--	1,252,675
Due From Other Funds		
General Fund	--	1,319,398
Inventories	--	893,152
Prepaid Items	--	27,313
Total Current Assets	3,769,233	14,596,540
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	--	896,191
Idle Assets	52,844	52,844
Capital Assets Net Of Accumulated Depreciation		
Buildings & System	--	20,805,697
Improvements Other Than Buildings	--	87,116
Machinery & Equipment	--	1,962,390
Accumulated Depreciation	--	(14,678,339)
Total Capital Assets Net Of Accumulated Depreciation	52,844	9,125,899
Total Noncurrent Assets	52,844	9,125,899
Total Assets	3,822,077	23,722,439
LIABILITIES		
Current Liabilities		
Accounts Payable	--	915,332
Accrued Wages, Withholdings & Benefits	--	12,507
Intergovernmental Payable	--	58,984
Customer Deposits	--	341,293
Notes Payable - Current	--	22,362
Capital Leases Payable - Current	--	45,766
Revenue Bonds Payable (Net Of Unamortized Discount)	--	399,583
Total Current Liabilities	--	1,795,827
Noncurrent Liabilities		
Compensated Absences	--	57,164
Notes Payable	--	200,414
Capital Leases	--	142,045
Total Noncurrent Liabilities	--	399,623
Total Liabilities	--	2,195,450
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	52,844	8,315,729
Restricted	--	851,371
Unrestricted	3,769,233	12,359,889
Total Net Assets	$ 3,822,077	$ 21,526,989

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services	$ --	$ 14,830,575
Total Operating Revenues	--	14,830,575
OPERATING EXPENSES		
Personal Services & Employee Benefits	--	1,604,100
Purchased/Contracted Services	--	663,539
Supplies	195	9,378,440
Depreciation	--	614,468
Total Operating Expenses	195	12,260,547
Operating Income (Loss)	(195)	2,570,028
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	27,777	22,878
Investment Earnings	--	4,353
Miscellaneous	210	2,444
Interest	(5,929)	(36,203)
Bond Issuance Costs	(25,417)	(25,417)
Inventory Markdown	--	(69,533)
Gain/Loss on Disposition of Capital Assets	--	2,313
Total Nonoperating Revenues (Expenses)	(3,359)	(99,165)
Income (Loss) Before Contributions & Transfers	(3,554)	2,470,863
Special Item - Impairment Loss	--	(47,156)
Transfers Out		
General Fund	(1,320,231)	(1,479,575)
Electric Enterprise Fund	(7,263,047)	--
Gas Enterprise Fund	(1,637,253)	--
Water Enterprise Fund	(2,364,540)	--
Sewer Enterprise Fund	(5,116,287)	--
Changes In Net Assets	(17,704,912)	944,132
Net Assets - Beginning	21,526,989	20,582,857
Net Assets - Ending	$ 3,822,077	$ 21,526,989

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	$ 594	$ 14,856,830
Payments To Suppliers	(195)	(10,002,508)
Payments To Employees	--	(1,646,728)
Net Cash Provided (Used) By Operating Activities	399	3,207,594
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers To Other Funds		
General Fund	(1,320,231)	(1,479,575)
Water Enterprise Fund	(124,043)	--
Sewer Enterprise Fund	(506,621)	--
Electric Enterprise Fund	(1,566,848)	--
Gas Enterprise Fund	(1,372,598)	--
Due From Other Funds	1,319,398	2,107,828
Net Cash Provided (Used) By Noncapital Financing Activities	(3,570,943)	628,253
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	--	(164,281)
Principal Paid On Capital Debt	(399,583)	(604,045)
Interest Paid On Capital Debt	(5,929)	(36,203)
Bond Issue Cost Paid	(25,417)	--
Proceeds From Sales Of Capital Assets	--	326,967
Other	210	2,444
Net Cash Provided (Used) By Capital & Related Financing Activities	(430,719)	(475,118)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase Of Investments	--	(277,879)
Interest & Dividends Received	29,809	28,033
Net Cash Provided (Used) By Investing Activities	29,809	(249,846)
Net Increase (Decrease) In Cash & Cash Equivalents	(3,971,454)	3,110,883
Cash & Cash Equivalents - Beginning Of Year	7,739,374	4,628,491
Cash & Cash Equivalents - End Of Year	$ 3,767,920	$ 7,739,374

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Schedule Of Cash Flows
For The Years Ended September 30, 2012 & 2011

	2012	2011
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ (195)	$ 2,570,028
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	--	614,468
(Increase) Decrease In Accounts Receivable	594	27,620
Increase (Decrease) In Allowances For Uncollectible Accounts	--	55,650
(Increase) Decrease In Inventories	--	25,238
(Increase) Decrease In Prepaid Items	--	(7,815)
Increase (Decrease) In Accounts Payable	--	24,178
Increase (Decrease) In Accrued Wages & Withholdings	--	(14,935)
Increase (Decrease) In Compensated Absences Payable	--	(27,693)
Increase (Decrease) In Intergovernmental Payables	--	(2,130)
Increase (Decrease) In Customer Deposits	--	(57,015)
Net Cash Provided (Used) By Operating Activities	$ 399	$ 3,207,594
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Net Increase (Decrease) In Fair Value Of Investments	$ --	$ 280
Borrowing Under Capital Leases	--	219,752
Transfer of Capital Assets	(9,073,055)	--
Transfer of Other Assets	(5,533,829)	--
Transfer of Notes Payble	222,776	--
Transfer of Capital Leases	187,811	--
Transfer of Other Liabilities	1,385,280	--

SUPPLEMENTAL SCHEDULES

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Revenues
For The Years Ended September 30, 2012 & 2011

	2012	2011
REVENUES		
Taxes		
Real Property	$ 629,147	$ 671,129
Personal Property	82,000	109,750
Real Estate Transfer (Intangible)	678	1,556
Franchise	150,159	151,550
General Sales & Use	224,393	217,495
Selective Sales & Use	131,066	148,231
Business		
Business & Occupation	75,550	78,930
Insurance Premium	250,187	285,685
Financial Institution	16,506	17,231
Penalties & Interest On Delinquent Taxes	5,991	7,832
	1,565,677	1,689,389
Licenses & Permits		
Business	17,700	16,150
Non-Business	225	--
	17,925	16,150
Intergovernmental	22,476	32,020
Charges For Services		
General Government	3,296	4,491
Public Safety	5,584	2,108
Public Works	930,409	942,158
	939,289	948,757
Fines & Forfeitures	795,567	950,419
Interest Revenue	24,802	42,665
Contributions & Donations	40,373	282
Miscellaneous	28,443	53,012
Total Revenues	$ 3,434,552	$ 3,732,694

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended September 30, 2012 & 2011

	2012	2011
EXPENDITURES		
Current		
General Government		
Mayor & Council		
Personal Services & Employee Benefits	$ 38,322	$ 34,742
Purchased/Contracted Services	51,842	58,984
Supplies	1,810	1,824
Total Mayor & Council	91,974	95,550
Elections		
Purchased/Contracted Services	11,455	158
Total Elections	11,455	158
Administration		
Personal Services & Employee Benefits	225,281	205,407
Purchased/Contracted Services	132,777	82,726
Supplies	36,363	48,157
Other Costs	10,368	7,991
Total Administration	404,789	344,281
Attorney		
Purchased/Contracted Services	4,100	6,000
Total Attorney	4,100	6,000
Total General Government	512,318	445,989
Judicial		
Judge		
Purchased/Contracted Services	28,277	24,018
Total Judge	28,277	24,018
Total Judicial	28,277	24,018
Public Safety		
Police		
Personal Services & Employee Benefits	1,130,847	1,031,505
Purchased/Contracted Services	116,797	124,576
Supplies	147,359	140,983
Capital Outlay	59,279	155,976
Other Costs	345,976	345,489
Total Police	1,800,258	1,798,529
Fire		
Personal Services & Employee Benefits	842,752	835,283
Purchased/Contracted Services	58,682	52,776
Supplies	42,333	45,238
Capital Outlay	11,261	5,926
Total Fire	955,028	939,223

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended September 30, 2012 & 2011

	2012	2011
Volunteer Fire		
Personal Services & Employee Benefits	47,708	48,079
Purchased/Contracted Services	1,128	739
Supplies	1,210	949
Total Volunteer Fire	50,046	49,767
Animal Control		
Personal Services & Employee Benefits	42,233	40,892
Purchased/Contracted Services	9,630	12,285
Supplies	15,653	16,263
Total Animal Control	67,516	69,440
Total Public Safety	2,872,848	2,856,959
Public Works		
Sanitation		
Personal Services & Employee Benefits	243,682	248,349
Purchased/Contracted Services	76,541	70,829
Supplies	155,303	155,958
Capital Outlay	20,662	67,042
Total Sanitation	496,188	542,178
Sanitation		
Personal Services & Employee Benefits	397,558	366,604
Purchased/Contracted Services	308,361	324,995
Supplies	81,705	72,453
Capital Outlay	112,720	6,000
Other Costs	11,000	11,000
Total Sanitation	911,344	781,052
Maintenance		
Personal Services & Employee Benefits	116,057	114,026
Purchased/Contracted Services	6,242	5,708
Supplies	10,463	9,769
Capital Outlay	4,006	--
Total Maintenance	136,768	129,503
Other Public Works		
Other Costs	4,200	4,200
Total Other Public Works	4,200	4,200
Total Public Works	1,548,500	1,456,933

CITY OF ADEL, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended September 30, 2012 & 2011

	2012	2011
Culture & Recreation		
Parks		
Purchased/Contracted Services	4,981	3,885
Supplies	6,600	6,106
Capital Outlay	3,900	2,875
Total Parks	15,481	12,866
Other Culture & Recreation		
Other Costs	31,800	31,800
Total Other Culture & Recreation	31,800	31,800
Total Culture & Recreation	47,281	44,666
Housing & Development		
Inspection		
Purchased/Contracted Services	131	1,865
Other Costs	12,250	17,025
Total Inspection	12,381	18,890
Other Housing & Development		
Other Costs	68,500	241,100
Total Other Housing & Development	68,500	241,100
Total Housing & Development	80,881	259,990
Debt Service	152,650	185,281
Total Expenditures	$ 5,242,755	$ 5,273,836

CITY OF ADEL, GEORGIA
Electric
Schedule Of Operating Revenues & Expenses
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services		
Electric Charges	$ 10,344,781	$ 10,920,554
Other Charges For Services	398,679	363,027
Total Operating Revenues	10,743,460	11,283,581
OPERATING EXPENSES		
Purchases For Resale	8,046,313	7,912,529
Personal Services & Employee Benefits	740,259	759,017
Supplies	398,368	144,232
Purchased Professional & Technical Services	260,859	239,518
Depreciation	187,165	178,385
Repairs & Maintenance	82,365	85,481
Communications	18,235	16,754
Utilities	12,023	11,316
Insurance	10,455	13,562
Other	8,721	8,014
Travel, Education & Training	6,942	7,638
Total Operating Expenses	9,771,705	9,376,446
Operating Income (Loss)	$ 971,755	$ 1,907,135

CITY OF ADEL, GEORGIA
Gas
Schedule Of Operating Revenues & Expenses
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services		
Gas Charges	$ 1,200,104	$ 1,463,782
Other Charges For Services	28,695	2,898
Total Operating Revenues	1,228,799	1,466,680
OPERATING EXPENSES		
Purchases For Resale	752,910	997,192
Personal Services & Employee Benefits	302,895	287,290
Purchased Professional & Technical Services	26,869	19,691
Depreciation	23,591	23,319
Supplies	16,251	17,306
Communications	9,854	9,391
Travel, Education & Training	8,957	1,302
Repairs & Maintenance	5,163	8,535
Utilities	4,106	4,369
Other	3,847	3,546
Insurance	3,058	3,486
Total Operating Expenses	1,157,501	1,375,427
Operating Income (Loss)	$ 71,298	$ 91,253

CITY OF ADEL, GEORGIA
Water
Schedule Of Operating Revenues & Expenses
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services		
Water Charges	$ 815,277	$ 860,164
Other Charges For Services	19,364	12,117
Total Operating Revenues	834,641	872,281
OPERATING EXPENSES		
Personal Services & Employee Benefits	226,083	197,319
Depreciation	155,168	150,623
Utilities	114,099	100,936
Repairs & Maintenance	49,460	62,065
Supplies	42,146	49,284
Purchased Professional & Technical Services	39,325	21,670
Communications	11,388	8,462
Other	4,983	5,394
Insurance	4,875	4,788
Travel, Education & Training	2,208	325
Total Operating Expenses	649,735	600,866
Operating Income (Loss)	$ 184,906	$ 271,415

CITY OF ADEL, GEORGIA
Sewer
Schedule Of Operating Revenues & Expenses
For The Years Ended September 30, 2012 & 2011

	2012	2011
OPERATING REVENUES		
Charges For Services		
Sewer Charges	$ 1,177,314	$ 1,178,681
Other Charges For Services	11,264	28,933
Total Operating Revenues	1,188,578	1,207,614
OPERATING EXPENSES		
Personal Services & Employee Benefits	380,270	360,474
Depreciation	267,254	262,141
Utilities	97,413	106,379
Purchased Professional & Technical Services	48,612	42,904
Repairs & Maintenance	39,090	63,033
Supplies	28,993	33,836
Communications	12,853	9,979
Insurance	8,104	8,476
Other	3,442	3,271
Travel, Education & Training	533	1,130
Total Operating Expenses	886,564	891,623
Operating Income (Loss)	$ 302,014	$ 315,991

CITY OF ADEL, GEORGIA
Schedule Of Projects Constructed With Special Sales Tax Proceeds
For The Year Ended September 30, 2012

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
1999 Sales Tax Referendum						
(1) Bear Creek Sewer Project	$ 600,000	$ 648,132	$ 648,132	$ --	$ 648,132	100%
(2) Water Well Improvements	625,000	98,579	98,579	--	98,579	100%
(3) Sewer Infiltration Correction	104,700	49,947	49,947	--	49,947	100%
(4) Paving	69,800	69,800	69,800	--	69,800	100%
	$ 1,399,500	$ 866,458	$ 866,458	$ --	$ 866,458	
2005 Sales Tax Referendum	$ 1,431,823	$ 1,431,823				75%
(1) Water, Sewer & Natural Gas			$ 404,956	$ --	$ 404,956	
(2) Road, Streets & Bridges			381,370	288,481	669,851	
(3) Administrative Facilities			--	--	--	
(4) Public Safety Facilities			--	--	--	
	$ 1,431,823	$ 1,431,823	$ 786,326	$ 288,481	$ 1,074,807	
SPLOST Capital Projects Fund						
Total Expenditures				$ 288,481		
				$ 288,481		
2010 Sales Tax Referendum	$ 1,400,000	$ 1,400,000				0%
(1) Water, Sewer & Natural Gas			$ --	$ --	$ --	
(2) Road, Streets & Bridges			--	--	--	
(3) Administrative Facilities			--	--	--	
(4) Public Safety Facilities			--	--	--	
	$ 1,400,000	$ 1,400,000	$ --	$ --	$ --	

The amounts reported as prior years expenditures have been restated to reflect the following adjustments:

	Prior Years Expenditures Previously Reported	Adjustments FYE 9/30/06	Adjustments FYE 9/30/07	Prior Years Expenditures Restated
1999 Sales Tax Referendum				
(1) Bear Creek Sewer Project	$ 606,090	$ 26,362	$ 15,680	$ 648,132
(2) Water Well Improvements	98,579	--	--	98,579
(3) Sewer Infiltration Correction	49,947	--	--	49,947
(4) Paving	69,800	--	--	69,800
	$ 824,416	$ 26,362	$ 15,680	$ 866,458

MEEKS CPA, LLP
CERTIFIED PUBLIC ACCOUNTANTS

PATRICK M. ASHLEY, CPA
WALTER H. SUMNER, CPA
MICHAEL I. SIRMANS, CPA
JAMES H. PALMER, CPA
D. ANTHONY ECKLER, CPA

CARRIE E. PUTNAL, CPA

225 East Fourth Street
P.O. Box 605
Ocilla, Georgia 31774

Members:
American Institute of
Certified Public Accountants
Georgia Society of
Certified Public Accountants

March 14, 2013

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 City Council
City of Adel, Georgia

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Adel, Georgia, as of and for the year ended September 30, 2012, which collectively comprise City of Adel, Georgia's basic financial statements and have issued our report thereon dated March 14, 2013. 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.

Internal Control Over Financial Reporting

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

A control deficiency 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 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Adel, Georgia's financial statements are free of 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of City of Adel, Georgia, in a separate letter dated March 14, 2013.

This report is intended solely for the information and use of management, the City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

MEEKS CPA, LLP

MEEKS CPA, LLP

CERTIFIED PUBLIC ACCOUNTANTS