CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
September 30, 2019

MEEKS CPA, LLP
CERTIFIED PUBLIC ACCOUNTANTS
Ocilla, Georgia

CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended September 30, 2019

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Adel, Georgia as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund

information of the City of Adel, Georgia, as of September 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Adel, Georgia's basic financial statements. The combining and individual fund financial statements and schedules and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2020, on our consideration of the City of Adel, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Adel, Georgia's internal control over financial reporting and compliance.

MEEKS CPA, LLP

Ocilla, Georgia
June 29, 2020

BASIC FINANCIAL STATEMENTS

CITY OF ADEL, GEORGIA
Statement of Net Position
September 30, 2019

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Primary Government	Economic Development Commission	Industrial Development Authority	Downtown Development Authority
ASSETS						
Cash and Cash Equivalents	$ 13,315,897	$ 6,020,257	$ 19,336,154	$ 297,187	$ 596,859	$ 6,706
Investments	--	8,769,293	8,769,293	--	--	--
Receivables (Net of Allowance for Uncollectibles)	1,206,875	1,837,698	3,044,573	--	--	4,562
Due From Component Units	769,224	--	769,224	--	--	--
Inventories	--	774,891	774,891	--	--	--
Property Held for Resale	--	--	--	--	4,947,637	115,191
Prepaid Items	94,892	26,150	121,042	--	--	--
Restricted Assets						
Cash and Cash Equivalents	86,005	--	86,005	--	--	--
Net Pension Asset	545,515	260,689	806,204	--	--	--
Capital Assets Not Being Depreciated	296,160	896,191	1,192,351	--	--	--
Capital Assets Net of Accumulated Depreciation	4,225,374	12,011,809	16,237,183	--	53,896	--
Total Assets	20,539,942	30,596,978	51,136,920	297,187	5,598,392	126,459
DEFERRED OUTFLOWS OF RESOURCES						
Pension	740,744	362,620	1,103,364	--	--	--
Total Deferred Outflows of Resources	740,744	362,620	1,103,364	--	--	--
LIABILITIES						
Accounts Payable	416,730	1,297,110	1,713,840	452	4,500	--
Accrued Liabilities	96,307	34,796	131,103	3,363	--	--
Intergovernmental Payable	1,523	114,690	116,213	--	--	--
Internal Balances	1,368,056	(1,368,056)	--	--	--	--
Due To Primary Government	--	--	--	--	649,471	119,753
Customer Deposits	1,250	1,460,938	1,462,188	--	--	--
Noncurrent Liabilities						
Due Within One Year	217,862	58,579	276,441	--	--	--
Due in More than One Year	874,597	905,434	1,780,031	--	--	--
Total Liabilities	2,976,325	2,503,491	5,479,816	3,815	653,971	119,753
DEFERRED INFLOWS OF RESOURCES						
Pension	988,315	472,290	1,460,605	--	--	--
Total Deferred Inflows of Resources	988,315	472,290	1,460,605	--	--	--
NET POSITION						
Net Investment in Capital Assets	4,080,469	12,024,281	16,104,750	--	53,896	--
Restricted						
Public Safety	86,005	--	86,005	--	--	--
Public Works	102,244	--	102,244	--	--	--
Capital Outlay	603,523	--	603,523	--	--	--
Unrestricted	12,443,805	15,959,536	28,403,341	293,372	4,890,525	6,706
Total Net Position	$ 17,316,046	$ 27,983,817	$ 45,299,863	$ 293,372	$ 4,944,421	$ 6,706

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, 2019

FUNCTIONS/PROGRAMS	Expenses	PROGRAM REVENUES Charges For Services	Operating Grants & Contributions	Capital Grants & Contributions
Primary Government				
Governmental Activities				
General Government	$ 536,908	$ 25,988	$ 2,981	$ --
Judicial	25,246	972,512	--	--
Public Safety	3,562,358	6,247	--	740
Public Works	2,282,935	996,801	49,780	1,210,306
Culture and Recreation	485,042	87,036	826,342	--
Housing and Development	342,578	--	--	--
Interest on Long-Term Debt	14,006	--	--	--
Total Governmental Activities	7,249,073	2,088,584	879,103	1,211,046
Business-type Activities				
Electric	11,571,617	14,905,537	--	--
Gas	1,223,735	1,274,385	--	--
Sewer	831,345	1,338,551	--	--
Water	679,919	879,300	--	--
Total Business-Type Activities	14,306,616	18,397,773	--	--
Total Primary Government	$ 21,555,689	$ 20,486,357	$ 879,103	$ 1,211,046
Component Units				
Economic Development Commission	$ 283,738	$ --	$ 316,180	$ --
Industrial Development Authority	102,971	130,176	--	--
Downtown Development Authority	5,355	--	2,000	--
Total Component Units	$ 392,064	$ 130,176	$ 318,180	$ --
General Revenues				
Taxes				
Property				
Franchise				
General Sales and Use				
Selective Sales and Use				
Business				
Penalties and Interest on Delinquent Taxes				
Investment Income				
Miscellaneous				
Gain on Disposition of Capital Assets				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position - Beginning				
Net Position - Ending				

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

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION					
Primary Government			Component Units		
Governmental Activities	Business-type Activities	Total	Economic Development Commission	Industrial Development Authority	Downtown Development Authority
$ (507,939)	$ --	$ (507,939)			
947,266	--	947,266			
(3,555,371)	--	(3,555,371)			
(26,048)	--	(26,048)			
428,336	--	428,336			
(342,578)	--	(342,578)			
(14,006)	--	(14,006)			
(3,070,340)	--	(3,070,340)			
--	3,333,920	3,333,920			
--	50,650	50,650			
--	507,206	507,206			
--	199,381	199,381			
--	4,091,157	4,091,157			
(3,070,340)	4,091,157	1,020,817			
			$ 32,442	$ --	$ --
			--	27,205	--
			--	--	(3,355)
			32,442	27,205	(3,355)
974,454	--	974,454	--	--	--
112,485	--	112,485	--	--	--
266,565	--	266,565	--	--	--
154,553	--	154,553	--	--	--
493,960	--	493,960	--	--	--
16,427	--	16,427	--	--	--
91,723	455,849	547,572	3,325	2,515	2,044
4,381	262,516	266,897	--	--	1,488
38,597	3,034	41,631	--	--	--
2,686,121	(2,686,121)	--	--	--	--
4,839,266	(1,964,722)	2,874,544	3,325	2,515	3,532
1,768,926	2,126,435	3,895,361	35,767	29,720	177
15,547,120	25,857,382	41,404,502	257,605	4,914,701	6,529
$ 17,316,046	$ 27,983,817	$ 45,299,863	$ 293,372	$ 4,944,421	$ 6,706

CITY OF ADEL, GEORGIA
Balance Sheet
Governmental Funds
September 30, 2019

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	$ 11,389,058	$ 1,926,839	$ 13,315,897
Restricted Assets			
Cash and Cash Equivalents	--	86,005	86,005
Receivables (Net of Allowance for Uncollectibles)	674,063	532,812	1,206,875
Due From Other Funds	171,164	--	171,164
Due From Component Units	769,224	--	769,224
Total Assets	$ 13,003,509	$ 2,545,656	$ 15,549,165
LIABILITIES			
Accounts Payable	$ 180,748	$ 235,982	$ 416,730
Accrued Liabilities	96,307	--	96,307
Intergovernmental Payable	1,523	--	1,523
Due To Other Funds	1,425,873	113,347	1,539,220
Customer Deposits	1,250	--	1,250
Total Liabilities	1,705,701	349,329	2,055,030
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue			
Property Taxes	17,142	--	17,142
Intergovernmental	--	297,749	297,749
Total Deferred Inflows of Resources	17,142	297,749	314,891
FUND BALANCES			
Nonspendable	942,957	--	942,957
Restricted	--	791,772	791,772
Assigned	203,967	1,215,075	1,419,042
Unassigned	10,133,742	(108,269)	10,025,473
Total Fund Balances	11,280,666	1,898,578	13,179,244
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 13,003,509	$ 2,545,656	
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			4,521,534
Net pension assets are not financial resources and, therefore, are not reported in the funds.			545,515
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.			314,891
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.			94,892
Pension deferred outflows of resources are not due and payable in the current period and will be recognized as components of pension related expenses and contributions in future periods and therefore are not reported in the funds.			740,744
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Capital Leases		$ (434,708)	
Notes Payable		(385,875)	
Compensated Absences		(271,876)	
Total long-term liabilities			(1,092,459)
Pension deferred inflows of resources are not available to pay for current expenditures and will be recognized as components of pension related expenses in future periods and therefore are not reported in the funds.			(988,315)
Net Position of Governmental Activities			$ 17,316,046

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

CITY OF ADEL, GEORGIA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2019

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 1,904,043	$ 102,198	$ 2,006,241
Licenses and Permits	22,000	--	22,000
Intergovernmental	150,449	1,685,260	1,835,709
Charges for Services	1,002,176	87,036	1,089,212
Fines and Forfeitures	972,512	4,860	977,372
Investment Income	82,978	9,929	92,907
Miscellaneous	39,309	--	39,309
Total Revenues	4,173,467	1,889,283	6,062,750
EXPENDITURES			
Current			
General Government	519,975	--	519,975
Judicial	25,246	--	25,246
Public Safety	3,785,379	22,023	3,807,402
Public Works	1,897,256	--	1,897,256
Culture and Recreation	85,120	454,803	539,923
Housing and Development	335,539	--	335,539
Capital Outlay	--	1,609,832	1,609,832
Debt Service	211,865	--	211,865
Total Expenditures	6,860,380	2,086,658	8,947,038
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,686,913)	(197,375)	(2,884,288)
OTHER FINANCING SOURCES (USES)			
Transfers In	3,969,412	16,253	3,985,665
Transfers Out	(51,104)	--	(51,104)
Proceeds of Capital Asset Dispositions	11,895	--	11,895
Capital Leases	119,048	--	119,048
Total Other Financing Sources (Uses)	4,049,251	16,253	4,065,504
Net Change in Fund Balances	1,362,338	(181,122)	1,181,216
Fund Balances - Beginning	9,918,328	2,079,700	11,998,028
Fund Balances - Ending	$ 11,280,666	$ 1,898,578	$ 13,179,244

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

CITY OF ADEL, GEORGIA
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2019

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*	$ 1,181,216
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	1,648,021
Depreciation Expense	(432,692)
	1,215,329
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) increases (decreases) net position.	
Cost of Capital Assets Sold/Disposed	(56,287)
Accumulated Depreciation	48,061
Capital Assets Reassigned to Enterprise Funds	(1,248,440)
	(1,256,666)
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 position.	
Taxes	12,203
Intergovernmental	253,256
	265,459
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 position. Also, governmental funds report the effect of 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	(119,048)
Principal Repayments	
Capital Leases	129,709
Notes Payable	68,150
	78,811
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 position.	
Compensated Absences	(14,341)
Pensions	345,142
Prepaid Items	(46,024)
	284,777
Change in net position of governmental activities reported in the *Statement of Activities*	$ 1,768,926

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

CITY OF ADEL, GEORGIA
Statement of Net Position
Proprietary Funds
September 30, 2019

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
ASSETS						
Current Assets						
Cash and Cash Equivalents	$ 1,500,793	$ 190,200	$ 436,154	$ 10,714	$ 3,882,396	$ 6,020,257
Investments	8,769,293	--	--	--	--	8,769,293
Receivables (Net of Allowance for Uncollectibles)	1,705,436	30,631	47,687	42,838	11,106	1,837,698
Due From Other Funds	1,010,671	75,554	176,628	415,450	27	1,678,330
Inventories	615,967	39,596	105,477	13,851	--	774,891
Prepaid Items	10,016	3,190	6,348	6,596	--	26,150
Total Current Assets	13,612,176	339,171	772,294	489,449	3,893,529	19,106,619
Noncurrent Assets						
Net Pension Asset	123,969	46,050	36,149	54,521	--	260,689
Capital Assets Not Being Depreciated	39,979	--	5,175	851,037	--	896,191
Capital Assets Net of Accumulated Depreciation	1,997,637	2,384,275	3,407,766	4,222,131	--	12,011,809
Total Noncurrent Assets	2,161,585	2,430,325	3,449,090	5,127,689	--	13,168,689
Total Assets	15,773,761	2,769,496	4,221,384	5,617,138	3,893,529	32,275,308
DEFERRED OUTFLOWS OF RESOURCES						
Pension	171,532	63,816	51,043	76,229	--	362,620
Total Deferred Outflows of Resources	171,532	63,816	51,043	76,229	--	362,620
LIABILITIES						
Current Liabilities						
Accounts Payable	1,217,192	46,123	19,599	14,196	--	1,297,110
Accrued Liabilities	19,436	6,277	2,587	6,496	--	34,796
Intergovernmental Payable	106,175	8,515	--	--	--	114,690
Due To Other Funds	64,608	17,753	40,064	187,574	275	310,274
Customer Deposits	1,412,339	33,225	15,374	--	--	1,460,938
Notes Payable	--	--	41,025	17,554	--	58,579
Total Current Liabilities	2,819,750	111,893	118,649	225,820	275	3,276,387
Noncurrent Liabilities						
Compensated Absences	53,492	13,587	4,591	8,624	--	80,294
Notes Payable	--	--	825,140	--	--	825,140
Total Noncurrent Liabilities	53,492	13,587	829,731	8,624	--	905,434
Total Liabilities	2,873,242	125,480	948,380	234,444	275	4,181,821
DEFERRED INFLOWS OF RESOURCES						
Pension	224,595	83,428	65,491	98,776	--	472,290
Total Deferred Inflows of Resources	224,595	83,428	65,491	98,776	--	472,290
NET POSITION						
Net Investment in Capital Assets	2,037,616	2,384,275	2,546,776	5,055,614	--	12,024,281
Unrestricted	10,809,840	240,129	711,780	304,533	3,893,254	15,959,536
Total Net Position	$ 12,847,456	$ 2,624,404	$ 3,258,556	$ 5,360,147	$ 3,893,254	$ 27,983,817

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

CITY OF ADEL, GEORGIA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2019

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
OPERATING REVENUES						
Charges for Services	$ 14,905,537	$ 1,274,385	$ 879,300	$ 1,338,551	$ --	$ 18,397,773
Total Operating Revenues	14,905,537	1,274,385	879,300	1,338,551	--	18,397,773
OPERATING EXPENSES						
Personal Services and Employee Benefits	780,885	295,209	250,280	346,119	--	1,672,493
Purchased/Contracted Services	381,265	113,907	64,842	97,230	--	657,244
Supplies	10,274,159	735,653	219,366	184,154	--	11,413,332
Depreciation	135,308	78,966	133,796	202,564	--	550,634
Total Operating Expenses	11,571,617	1,223,735	668,284	830,067	--	14,293,703
Operating Income (Loss)	3,333,920	50,650	211,016	508,484	--	4,104,070
NONOPERATING REVENUES (EXPENSES)						
Interest Revenue	14,034	--	--	--	40,016	54,050
Investment Earnings	401,799	--	--	--	--	401,799
Miscellaneous	262,516	--	--	--	--	262,516
Interest	--	--	(11,635)	(1,278)	--	(12,913)
Gain (Loss) on Disposition of Capital Assets	--	--	--	3,034	--	3,034
Total Nonoperating Revenues (Expenses)	678,349	--	(11,635)	1,756	40,016	708,486
Income (Loss) Before Contributions and Transfers	4,012,269	50,650	199,381	510,240	40,016	4,812,556
Capital Contributions	--	--	518,699	729,741	--	1,248,440
Transfers In	34,835	595,657	7,659	160,715	--	798,866
Transfers Out	(2,905,475)	(136,085)	(915,090)	(776,777)	--	(4,733,427)
Changes in Net Position	1,141,629	510,222	(189,351)	623,919	40,016	2,126,435
Net Position - Beginning	11,705,827	2,114,182	3,447,907	4,736,228	3,853,238	25,857,382
Net Position - Ending	$ 12,847,456	$ 2,624,404	$ 3,258,556	$ 5,360,147	$ 3,893,254	$ 27,983,817

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, 2019

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers and Users	$ 15,317,551	$ 1,267,990	$ 886,994	$ 1,362,366	$ --	$ 18,834,901
Payments to Suppliers	(10,257,218)	(861,567)	(270,896)	(305,086)	--	(11,694,767)
Payments to Employees	(843,859)	(323,966)	(278,101)	(391,723)	--	(1,837,649)
Net Cash Provided (Used) by Operating Activities	4,216,474	82,457	337,997	665,557	--	5,302,485
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers From Other Funds	--	500,000	--	--	--	500,000
Transfers To Other Funds	(1,808,450)	(110,900)	(676,800)	(200,000)	--	(2,796,150)
Due From Other Funds	(1,010,671)	(75,554)	(166,653)	(415,450)	(27)	(1,668,355)
Due To Other Funds	64,608	7,778	23,989	187,574	275	284,224
Other	5,466	--	--	--	--	5,466
Net Cash Provided (Used) by Noncapital Financing Activities	(2,749,047)	321,324	(819,464)	(427,876)	248	(3,674,815)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and Construction of Capital Assets	(222,248)	(276,561)	(134,289)	(204,618)	--	(837,716)
Principal Paid on Capital Debt	--	--	(40,491)	(29,204)	--	(69,695)
Interest Paid on Capital Debt	--	--	(11,635)	(1,278)	--	(12,913)
Contractual Agreements	257,050	--	--	--	--	257,050
Proceeds from Sales of Capital Assets	--	--	--	3,034	--	3,034
Net Cash Provided (Used) by Capital and Related Financing Activities	34,802	(276,561)	(186,415)	(232,066)	--	(660,240)
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of Investments	(360,495)	--	--	--	--	(360,495)
Interest Received	14,034	--	--	--	34,766	48,800
Dividends Received	234,654	--	--	--	--	234,654
Net Cash Provided (Used) by Investing Activities	(111,807)	--	--	--	34,766	(77,041)
Net Increase (Decrease) in Cash and Cash Equivalents	1,390,422	127,220	(667,882)	5,615	35,014	890,389
Cash and Cash Equivalents - Beginning of Year	110,371	62,980	1,104,036	5,099	3,847,382	5,129,868
Cash and Cash Equivalents - End of Year	$ 1,500,793	$ 190,200	$ 436,154	$ 10,714	$ 3,882,396	$ 6,020,257

CITY OF ADEL, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2019

	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)	$ 3,333,920	$ 50,650	$ 211,016	$ 508,484	$ --	$ 4,104,070
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities						
Depreciation Expense	135,308	78,966	133,796	202,564	--	550,634
(Increase) Decrease in Accounts Receivable	(612,673)	(7,956)	7,444	23,815	--	(589,370)
(Increase) Decrease in Inventories	872	(5,138)	20,376	(7,543)	--	8,567
(Increase) Decrease in Prepaid Items	13,397	6,530	3,610	5,143	--	28,680
(Increase) Decrease in Net Pension Asset	(123,969)	(46,050)	(36,149)	(54,521)	--	(260,689)
(Increase) Decrease in Deferred Outflows of Resources	41,181	14,712	16,084	20,596	--	92,573
Increase (Decrease) in Accounts Payable	383,937	(13,399)	(10,674)	(21,302)	--	338,562
Increase (Decrease) in Accrued Liabilities	1,956	943	(1,532)	(202)	--	1,165
Increase (Decrease) in Compensated Absences Payable	13,454	(856)	(1,530)	(9,768)	--	1,300
Increase (Decrease) in Intergovernmental Payables	57,592	211	--	--	--	57,803
Deposits	967,095	1,350	250	--	--	968,695
Increase (Decrease) in Net Pension Liability	(28,230)	(10,376)	(8,998)	(12,883)	--	(60,487)
Increase (Decrease) in Deferred Inflows of Resources	32,634	12,870	4,304	11,174	--	60,982
Net Cash Provided (Used) by Operating Activities	$ 4,216,474	$ 82,457	$ 337,997	$ 665,557	$ --	$ 5,302,485
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Contributions of Capital Assets from Governmental Funds	$ --	$ --	$ 518,699	$ 729,741	$ --	$ 1,248,440
Purchase of Capital Assets on Account	$ --	$ 2,806	$ (5,430)	$ --	$ --	$ (2,624)
Net Increase (Decrease) in Fair Value of Investments	$ 167,145	$ --	$ --	$ --	$ --	$ 167,145
Due From Other Funds	$ 1,097,025	$ 25,185	$ 238,290	$ 576,777	$ --	$ 1,937,277
Due To Other Funds	$ 34,835	$ 95,657	$ 7,659	$ 160,715	$ --	$ 298,866
Transfer of Capital Assets to Inventory	$ --	$ 10,857	$ --	$ --	$ --	$ 10,857

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 City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

Discretely Presented Component 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 position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate component units for which the primary government is financially accountable.

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the City's enterprise funds. 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. The discretely presented component units are shown in separate columns in the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the City's funds, including its fiduciary funds and blended component units. Separate statements for each fund category — governmental, proprietary, and fiduciary — are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor

funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

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

The 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* was used to account for electricity, natural gas, water and sewer services provided to City residents and businesses during the period revenue bonds were outstanding. All activities necessary to provide such services, including financing and related debt service, were included in this fund.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources or economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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.

The 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the City.

The proprietary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting assets and liabilities.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

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.

2. Investments

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.

3. Inventories and 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 funds and as expenditures when paid in the governmental funds.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost which exceeds certain capitalization thresholds and an estimated useful life in excess of two years. 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 capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. 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 increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation. Land and construction in progress are not depreciated. The property, plant, equipment, and infrastructure of the primary government 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 and 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. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Premiums and discounts are deferred and amortized over the life of the debt using the effective interest method. Debt issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred.

In the fund financial statements, governmental fund types recognize premiums and discounts, as well as 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.

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The City has one type of item that qualifies for reporting in this category. It is the deferred outflows related to pensions reported in the government-wide and proprietary fund type statements of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category. The item, unavailable revenue, which arises only under a modified accrual basis of accounting, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The other item is the deferred inflows related to pensions reported in the government-wide and proprietary fund type statements of net position.

7. Net Position Flow Assumptions

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

8. Fund Balance Flow Assumptions

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.

9. Fund Balances Policies

Fund balance of governmental funds is reported in various classifications based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The fund balance classifications are 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 committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The City Council is the highest level of decision-making authority for the City that can, by board approval, commit fund balance. Once approved, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City Council has authorized the Finance Director, City Manager, and Mayor to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional

action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

Property taxes were levied on September 17, 2018, payable December 15, 2018, and attached as an enforceable lien on property as of January 1, 2018. The billings are considered past due after December 15, 2018, at which time the applicable property is subject to lien, and penalties and interest are assessed.

3. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits, which are eligible for payment upon separation from City service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

4. Proprietary Funds Operating and Nonoperating Revenues and Expenses

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 proprietary funds are charges to customers for sales and services. Operating expenses for proprietary 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.

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.

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

As of September 30, 2019, 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 or through the Georgia Secure Deposit Program. As of September 30, 2019, $47,187 of Cook County Economic Development Commission's bank balance was uninsured or uncollateralized. As of September 30, 2019, $96,960 of Adel Industrial Development Authority's bank balance was uninsured or uncollateralized. As of September 30, 2019, 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. 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 participants to deposit funds to be invested at the best prudent rates of return. The trustee has 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 accounts are held in Intermediate Tax Restricted, Intermediate Extended Maturity, Intermediate, and Short-Term portfolios. Investments in each of the portfolios consist primarily of U.S. Treasury securities, U.S. Government agency and agency-backed securities, and municipal bonds. The funds in the Flexible Operating accounts of the Trust are invested in securities that are not typically held to maturity. The City does not have any unfunded commitments related to its share of funds in the Flexible Operating account and has the right to withdraw part, or all, of its share of funds in this account at any time. The City's share of this account represents a current unrestricted asset of the City and is reported as a current asset of the Electric fund. The restrictive requirements of the City's share of funds in the other Trust accounts negate the recognition of those accounts until such time as the funds are disbursed for the direct benefit of the City. Any investment into or withdrawal from those accounts are reported as part of the operating expenses of the City in the year incurred. The Trust reports its portfolios at market value, using net asset value (unit price per share) to determine the account balance per beneficiary. The City reports its investment in the Flexible Operating account at fair value based on the net asset values determined by the trustee. The City's position in the accounts is the same as the value of the account shares.

At September 30, 2019 the City had the following investments measured at net asset value:

	# of Shares	Fair Value	Weighted Average Maturity (Months)
Municipal Competitive Trust			
Flexible Operating Account			
Short-term Portfolio	24,595.870	$ 2,464,506	1.00
Intermediate Portfolio	18,828.070	1,881,866	3.57
Intermediate Extended Portfolio	43,163.080	4,422,921	37.22
		$ 8,769,293	

C. Receivables

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is the detail of receivables for the major funds and the nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts:

	General	Nonmajor Governmental Funds	Electric	Gas	Water	Sewer	Combined Public Utility System	Total
Interest	$ 17,629	$ 1,801	$ --	$ --	$ --	$ --	$ 11,106	$ 30,536
Taxes	23,522	--	--	--	--	--	--	23,522
Accounts	268,765	--	2,630,499	75,531	158,437	287,463	--	3,420,695
Intergovernmental	496,540	531,011	--	--	--	--	--	1,027,551
Gross Receivables	806,456	532,812	2,630,499	75,531	158,437	287,463	11,106	4,502,304
Less: Allowance for Uncollectibles	(132,393)	--	(925,063)	(44,900)	(110,750)	(244,625)	--	(1,457,731)
	$ 674,063	$ 532,812	$ 1,705,436	$ 30,631	$ 47,687	$ 42,838	$ 11,106	$ 3,044,573

The City executed a note with the United States Department of Agriculture under the Rural Economic Development Loan and Grant Program for a loan in the amount of $495,961. Through the program the City of Adel made a no-interest loan in the same amount to the City of Nashville, Georgia to finance expansion of their gas utility lines to promote economic development in the area. The loan is without interest and is to be repaid in monthly payments of $4,313. The balance at September 30, 2019 was $379,518 and is reported as an intergovernmental receivable. Based on the payment schedule for intergovernmental receivables, $327,766 of the amount reported in the General Fund is not expected to be collected within the next year.

D. Capital Assets

Capital asset activity for the year ended September 30, 2019, was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	$ 211,141	$ 45,126	$ --	$ 256,267
Construction in Progress	5,823	1,288,332	(1,254,262)	39,893
Total Capital Assets, Not Being Depreciated	216,964	1,333,458	(1,254,262)	296,160
Capital Assets, Being Depreciated				
Buildings	2,047,217	--	--	2,047,217
Infrastructure	12,169,877	--	--	12,169,877
Improvements Other Than Buildings	1,409,051	--	--	1,409,051
Machinery and Equipment	4,701,539	314,563	(50,465)	4,965,637
Total Capital Assets, Being Depreciated	20,327,684	314,563	(50,465)	20,591,782
Less Accumulated Depreciation For				
Buildings	(1,426,332)	(43,886)	--	(1,470,218)
Infrastructure	(9,831,967)	(67,850)	--	(9,899,817)
Improvements Other Than Buildings	(1,045,928)	(40,252)	--	(1,086,180)
Machinery and Equipment	(3,677,550)	(280,704)	48,061	(3,910,193)
Total Accumulated Depreciation	(15,981,777)	(432,692)	48,061	(16,366,408)
Total Capital Assets, Being Depreciated, Net	4,345,907	(118,129)	(2,404)	4,225,374
Governmental Activities Capital Assets, Net	$ 4,562,871	$ 1,215,329	$ (1,256,666)	$ 4,521,534

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Capital Assets, Not Being Depreciated				
Land	$ 896,191	$ --	$ --	$ 896,191
Construction in Progress	483,220	--	(483,220)	--
Idle Assets	--	--	--	--
Total Capital Assets, Not Being Depreciated	1,379,411	--	(483,220)	896,191
Capital Assets, Being Depreciated				
Buildings and System	25,720,516	2,370,231	(10,857)	28,079,890
Improvements Other Than Buildings	123,394	--	--	123,394
Machinery and Equipment	2,083,158	60,122	--	2,143,280
Total Capital Assets, Being Depreciated	27,927,068	2,430,353	(10,857)	30,346,564
Less Accumulated Depreciation For				
Buildings and System	(15,914,151)	(484,503)	--	(16,398,654)
Improvements Other Than Buildings	(87,652)	(3,078)	--	(90,730)
Machinery and Equipment	(1,782,318)	(63,053)	--	(1,845,371)
Total Accumulated Depreciation	(17,784,121)	(550,634)	--	(18,334,755)
Total Capital Assets, Being Depreciated, Net	10,142,947	1,879,719	(10,857)	12,011,809
Business-Type Activities Capital Assets, Net	$ 11,522,358	$ 1,879,719	$ (494,077)	$ 12,908,000

Capital assets of $518,699 were reassigned from Governmental Activities to the Water Fund and capital assets of $729,741 were reassigned from Governmental Activities to the Sewer Fund.

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

Governmental Activities	
General Government	$ 23,249
Public Safety	210,264
Public Works	180,899
Culture and Recreation	18,280
Total Depreciation Expense	$ 432,692
Business-type Activities	
Electric	$ 135,308
Gas	78,966
Water	133,796
Sewer	202,564
Total Depreciation Expense	$ 550,634

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of September 30, 2019 was as follows:

Due From / To Other Funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	$ 113,347
General Fund	Gas Enterprise Fund	17,753
General Fund	Water Enterprise Fund	40,064
Electric Enterprise Fund	General Fund	1,010,396
Electric Enterprise Fund	Combined Public Utility System E	275
Gas Enterprise Fund	Electric Enterprise Fund	64,596
Gas Enterprise Fund	Sewer Enterprise Fund	10,958
Water Enterprise Fund	Electric Enterprise Fund	12
Water Enterprise Fund	Sewer Enterprise Fund	176,616
Sewer Enterprise Fund	General Fund	415,450
Combined Public Utility System Enterprise Fund	General Fund	27
		$ 1,849,494

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 General Fund payables to the Enterprise Funds totaling $1,425,846 primarily consist of unreimbursed collections of payments on utility customer accounts.

The composition of interfund transfers for the year ended September 30, 2019 was as follows:

Interfund Transfers:

Transfer In	Transfer Out	Amount
General Fund	Electric Enterprise Fund	$ 2,904,935
General Fund	Gas Enterprise Fund	110,900
General Fund	Water Enterprise Fund	176,800
General Fund	Sewer Enterprise Fund	776,777
Nonmajor Governmental Funds	General Fund	16,253
Electric Enterprise Fund	Gas Enterprise Fund	13,135
Electric Enterprise Fund	Water Enterprise Fund	21,700
Gas Enterprise Fund	General Fund	27,192
Gas Enterprise Fund	Water Enterprise Fund	568,465
Water Enterprise Fund	General Fund	7,659
Sewer Enterprise Fund	Electric Enterprise Fund	540
Sewer Enterprise Fund	Gas Enterprise Fund	12,050
Sewer Enterprise Fund	Water Enterprise Fund	148,125
		$ 4,784,531

The General Fund received annually budgeted transfers of $1,932,075 from Enterprise Funds. The General Fund transferred $12,298 to a Nonmajor Governmental Fund to finance police technology expenditures. The General Fund received transfers of $7,973,985 from the Water, Sewer, and Combined Public Utility Funds to settle balances due to those funds. The Electric Fund received transfers of $508,121 from the Water, Sewer, and Gas Funds to settle

balances due to those funds. The Gas Fund received transfers of $1,861,912 from the General, Water, and Sewer Funds to settle balances due to those funds. The Water Fund received a transfer of $1,087,047 from the General Fund to settle balances due to the fund. The Sewer Fund received a transfer of $764,419 from the Water Fund to settle balances due to the fund.

F. Due From Component Units

The City loaned the Adel Industrial Development Authority $750,000, payable in 6 annual installments of $125,000 plus interest at 1%. The interest will be adjusted annually at ½% higher than the average interest rate of return on the City's investments. On September 16, 2019, the City granted the Authority an extension of time to make the $125,000 principal portion of the second payment due. The balance outstanding at September 30, 2019 was $625,000 plus accrued interest of $24,471.

The City has made loans to the Downtown Development Authority of the City of Adel to finance property acquisitions and to finance loans made to local businesses in the downtown area of the City. The loan balances outstanding, less a provision for an uncollectible amount of $51,000, at September 30, 2019 were $115,191 plus accrued interest of $4,562.

Based on the payment schedules for the component unit receivables, $615,191 is not expected to be collected within the next year.

G. Lease Obligations

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. Amortization for the period is included in depreciation.

Capital assets subject to lease obligations at September 30, 2019 were as follows:

	Governmental Activities
Machinery and Equipment	$ 604,188
Less: Accumulated Depreciation	(134,870)
Total	$ 469,318

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2019, were as follows:

Year Ending September 30	Governmental Activities
2020	$ 173,471
2021	136,738
2022	96,861
2023	54,779
2024	--
Total Minimum Lease Payments	461,849
Less: Amounts Representing Interest	(27,141)
Present Value of Minimum Lease Payments	$ 434,708

H. Long-Term Debt

Notes Payable

On August 21, 2015, the City executed a note with the United States Department of Agriculture for the purchase of police communications equipment. The loan was in the amount of $28,600 to be repaid in five annual payments of $6,357 with interest at 3.625%. The balance at September 30, 2019 was $6,357.

On February 27, 2017, the City executed a note with the United States Department of Agriculture under the Rural Economic Development Loan and Grant Program for a loan in the amount of $495,961. Through the program, the City of Adel made a no-interest loan in the same amount to the City of Nashville, Georgia to finance expansion of their gas utility lines to promote economic development in the area. The loan is without interest and repaid in monthly payments of $4,313. The balance at September 30, 2019 was $379,518.

On March 18, 2015, the City executed a promissory note with the Georgia Environmental Finance Authority, Drinking Water State Revolving Fund, to finance a meter replacement project and other improvements. The City had drawn $916,697 at September 30, 2018 and payments began July of 2018 at $4,344 per month for 20 years at 1.31%. At September 30, 2019, the balance outstanding was $866,165.

On April 15, 2004, the City executed a promissory note with the Georgia Environmental Finance 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, 2019, the balance outstanding was $17,554.

Debt service requirements to maturity for the notes payable as of September 30, 2019 were as follows:

Year Ending	Governmental Activities			Business-type Activities		
September 30	Principal	Interest	Total	Principal	Interest	Total
2020	$ 58,109	$ --	$ 58,109	$ 58,579	$ 11,325	$ 69,904
2021	51,752	--	51,752	41,566	10,560	52,126
2022	51,752	--	51,752	42,113	10,013	52,126
2023	51,752	--	51,752	42,668	9,458	52,126
2024	51,752	--	51,752	43,231	8,895	52,126
2025 - 2029	120,758	--	120,758	224,851	35,779	260,630
2030 - 2034	--	--	--	240,064	20,566	260,630
2035 - 2039	--	--	--	190,647	4,825	195,472
Total	$ 385,875	$ --	$ 385,875	$ 883,719	$ 111,421	$ 995,140

I. Changes in General Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2019, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Compensated Absences	$ 257,535	$ 14,341	$ --	$ 271,876	$ --
Net Pension Liability	122,751	969,987	(1,092,738)	--	--
Capital Leases	445,369	119,048	(129,709)	434,708	159,753
Notes Payable	454,025	--	(68,150)	385,875	58,109
	$ 1,279,680	$ 1,103,376	$ (1,290,597)	$ 1,092,459	$ 217,862
Business-type Activities					
Compensated Absences	$ 78,994	$ 1,300	$ --	$ 80,294	$ --
Net Pension Liability	60,487	463,531	(524,018)	--	--
Notes Payable	953,414	--	(69,695)	883,719	58,579
	$ 1,092,895	$ 464,831	$ (593,713)	$ 964,013	$ 58,579

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

J. Pensions

Defined Benefit Plan

The City sponsors a defined benefit pension plan which provides retirement and death benefits to plan participants and beneficiaries. The plan, through execution of the adoption agreement, is an agent multiple-employer pension plan, administered by the Georgia Municipal Employees Benefit System (GMEBS). GMEBS, in its role as the Plan Sponsor, has the authority to amend the provisions of the GMEBS Master Plan and the elective provisions of the adoption agreement, as provided in Article XVIII, Section 2, of the GMEBS Master Defined Benefit Plan Document. The City has the authority to amend the adoption agreement, which defines the specific benefit provisions of the plan, as provided in Article XVIII, Section 1, of the GMEBS Master Defined Benefit Plan Document. 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.

Retirement benefits for regular employees are calculated as 2% of the employee's final average earnings (annual average of earnings for the 5 consecutive years of credited service preceding the participant's most recent termination in which participants earnings were the highest) multiplied by years of total credit service as an eligible regular employee. Regular employees are eligible for normal retirement benefits at age 65 with 5 years of total credited service or at age 55 with 30 years of total credited service. Normal retirement benefits for elected or appointed members of the City Council are calculated as $22 per month for each year of total credited service or major fraction thereof. Pre-retirement death benefits are payable monthly and are equal to the decreased monthly retirement benefit that would have otherwise been payable to the participant as if the 100% joint and survivor benefit had been elected.

Benefit terms provide for a variable annual cost-of-living adjustment, not to exceed 2%, in the amount of benefits being received by retired participants and beneficiaries, which shall be calculated and paid in accordance with the terms of the master plan.

At January 1, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	24
Inactive employees entitled to but not yet receiving benefits	14
Active employees	131
	169

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 the 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 contribution requirements of employees and the City are established by City ordinance. For the year ended September 30, 2019, the City's actuarially determined contribution was $256,390.

The City's net pension liability was measured as of September 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019.

The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.50%
Inflation	2.75%
Salary increases	2.75% plus service based merit increases
Cost-of-living adjustment	2.00%

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

The investment return and inflation assumptions used in the January 1, 2019 valuation were based on an experience study conducted in September 2017. The remaining assumptions were based on the results of an actuarial experience study for the period January 1, 2010 through June 30, 2014.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	45 %	6.40 %
International Equity	20 %	7.40 %
Real Estate	10 %	5.10 %
Global Fixed Income	5 %	3.03 %
Domestic Fixed Income	20 %	1.75 %
Cash	0 %	0.00 %

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contributions rates

and the employee rate. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances - Beginning	$ 14,775,164	$ 14,591,926	$ 183,238
Changes for the Year			
Service Cost	287,885	--	287,885
Interest	1,109,756	--	1,109,756
Differences Between Expected and Actual Experience	(344,262)	--	(344,262)
Changes of Assumptions	--	--	--
Contributions - Employer	--	395,107	(395,107)
Contributions - Employee	--	232,816	(232,816)
Net Investement Income	--	1,450,777	(1,450,777)
Benefit Payments	(532,594)	(532,594)	--
Administrative Expense	--	(35,879)	35,879
Net Changes	520,785	1,510,227	(989,442)
Balances - Ending	$ 15,295,949	$ 16,102,153	$ (806,204)

The following presents the City's net pension liability calculated using the discount rate of 7.50%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability (Asset)	$ 1,008,329	$ (806,204)	$ (2,291,922)

For the year ended September 30, 2019, the City recognized pension income of $104,759. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 171,104	$ 540,038
Changes in assumptions	528,138	81,774
Net difference between projected and actual earnings on pension plan investments	--	838,793
Contributions subsequent to the measurement date	404,122	--
	$ 1,103,364	$ 1,460,605

Contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the subsequent year. The other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending September 30	
2020	$ (147,588)
2021	(213,500)
2022	(335,491)
2023	(64,784)
2024	--
Thereafter	--
	$ (761,363)

Defined Contribution Plan

The City also provides pension benefits for 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. For the year ended September 30, 2019, the City did not contribute to the plan and employee deferrals were $56,723.

K. Restricted Assets

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

	Governmental Activities
Confiscated Funds	$ 44,797
Technology Account	41,208
	$ 86,005

L. Fund Balances

The classifications of fund balances of governmental funds at September 30, 2019 were as follows:

	General	Other Governmental Funds	Total Governmental Funds
Nonspendable			
Notes Receivable	$ 327,766	$ --	$ 327,766
Due From Component Units	615,191	--	615,191
	942,957	--	942,957
Restricted			
Public Safety	--	86,005	86,005
Public Works	--	102,244	102,244
Capital Outlay	--	603,523	603,523
	--	791,772	791,772
Assigned			
Culture and Recreation	--	879,213	879,213
Capital Outlay	183,100	335,862	518,962
Other Purposes	20,867	--	20,867
	203,967	1,215,075	1,419,042
Unassigned, Reported In			
General Fund	10,133,742	--	10,133,742
Special Revenue Funds	--	(387)	(387)
Capital Projects Funds	--	(107,882)	(107,882)
	10,133,742	(108,269)	10,025,473
Total Fund Balances	$ 11,280,666	$ 1,898,578	$ 13,179,244

M. Tax Abatements

City property tax revenues were reduced by $23,339 under agreements entered into by the Adel Industrial Development Authority.

N. 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 $18,037,387 for property.

O. 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.

Intergovernmental Contracts - The City of Adel and the Tift County Hospital Authority (Hospital Authority) entered into a contract whereas the City of Adel will provide financial support to the Hospital Authority for the planning, development, construction, equipping and operation of a new facility consisting of an acute care hospital, long-term care beds, and a rural health clinic. Under the agreement, (1) the City shall pay to the Hospital Authority 360 equal monthly installments that, when discounted by a discount rate equal to the higher of (a) 3.376% or (b) the interest rate of any USDA Loan obtained by the Hospital Authority for the facility, equals the net contribution for $4,000,000. In connection with the restructuring of the Hospital Authority, the Hospital Authority executed an agreement assigning the contract to Tift Regional Health System, Inc. Payments will begin in fiscal year 2020.

Electric Power Service Contract & Intergovernmental Agreement - On October 31, 2018, the City entered into a contract with a prospective electric customer to provide electrical power at an extra-large high load factor rate. The contract requires the customer to pay the City for its investment in the primary distribution infrastructure, which amounted to $257,050, and a cash deposit of $240,000 for each substation feeder required to provide a total of 40 MW. For any usage above 40 MV that requires the construction of another substation, the customer will design, construct, own and operate such substation at its expense. The customer will pay its monthly bill in advance based on estimated electric usage provided by the City and it will be payable on the first business day of the actual usage month. The contract will remain in effect for an initial term of 5 years. If the customer, for any reason, ceases to take electric service from the City during the initial term or an event of default occurs, the electric delivery infrastructure component will be immediately due and payable to the City. The electric load required by the customer is extremely large, and, as phased in, is expected to exceed 40 MW on the premises. The City has entered into an intergovernmental agreement with six other municipal participants to share in the costs and risks of serving the customer and to alleviate or eliminate excess energy and capacity that each have contracted for relating to their respective electric distribution systems. Through the agreement, the participants will provide the electricity necessary to serve the premises up to a specified maximum MW through the Municipal Electric Authority of Georgia.

Electrical Power 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. These settlements are finalized after the fiscal year-end and the amounts received in the current year are for the previous fiscal years settlement and are reported as part of the operating expenses of the City in the year the settlement is received.

Distribution and 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 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. The Competitive Trust was established to accumulate and grow, through common investment, a substantial fund to be utilized by the participants to mitigate the high fixed cost related to Plant Vogtle Unit Nos. 1 and 2 and the impacts that may result from the deregulation of the electric industry in Georgia. It was initially funded with certain rate stabilization and debt service reserve funds and was comprised of the Reserve Funded Debt, Credit Support Operating and Flexible Operating accounts. Participants currently contribute funds into the Flexible Operating, as well as the New Generation and Capacity Funding (discussed below) accounts on an elective basis. With the exception of the Flexible Operating account and the New Generation and Capacity Funding account, the funds in the Competitive Trust have been retained and invested in securities typically held to maturity. Changes impacting the balance in the Competitive Trust result from investment earnings and additional participants' contributions, which are offset by scheduled distributions to participants.

During 2008 and 2009, several amendments to the terms of the Competitive Trust authorized MEAG Power, on behalf of the participants executing such amendments to, among other things:

Apply funds from certain Competitive Trust accounts for the purpose of lowering the participants' annual generation billings from MEAG Power during the period 2009 through 2018 (Trust Transfers); and

Establish the New Generation and Capacity Funding account to permit the participants to fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by such participants (including the Vogtle Units 3&4 Projects), as well as funding of capacity purchases proposed by MEAG Power, purchase of additional entitlement shares or obligation shares of existing MEAG Power projects and for mitigation of certain bulk power supply cost increases.

If not otherwise expended, funds in the Credit Support Operating account and Reserve Funded Debt account may be withdrawn on or after December 31, 2018 and 2025, respectively, and funds in the New Generation and Capacity Funding Account may be withdrawn after January 1, 2037. An external trustee holds the funds in the Competitive Trust and maintains balances on an individual participant basis.

No beneficiary shall have any interest in the account of any other beneficiary. The City has the right to withdraw part, or all, of its share of funds in the Flexible Operating account at any time. Since the funds in this account represent a current unrestricted asset of the City, the balance is reported as a current asset in the balance sheet of the Electric fund. The restrictive requirements for use of the funds in the other accounts negate the recognition of those accounts until such time as the funds are disbursed for the direct benefit of the City. Any investment into or withdrawal from these accounts are reported as part of the operating expenses of the City in the year incurred.

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 was 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.

P. 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.

Q. 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, 2019, the City paid $10,780 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 Avenue
Valdosta, Georgia 31601

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ADEL, GEORGIA
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance With Final
	Original	Final	Amounts	Budget
REVENUES				
Taxes	$ 1,850,100	$ 1,850,100	$ 1,904,043	$ 53,943
Licenses and Permits	20,000	20,000	22,000	2,000
Intergovernmental	149,925	149,925	150,449	524
Charges for Services	951,100	951,100	1,002,176	51,076
Fines and Forfeitures	900,000	900,000	972,512	72,512
Interest Revenue	30,000	30,000	82,978	52,978
Miscellaneous	10,000	10,000	39,309	29,309
Total Revenues	3,911,125	3,911,125	4,173,467	262,342
EXPENDITURES				
Mayor and Council	141,275	126,600	126,420	180
Elections	500	4,175	4,152	23
Administration	674,900	670,825	670,418	407
Attorney	6,600	5,150	5,145	5
Judge	29,900	25,250	25,246	4
Police	2,568,850	2,425,725	2,402,538	23,187
Fire	1,966,725	1,337,125	1,336,743	382
Volunteer Fire	58,950	60,275	60,116	159
Animal Control	80,875	78,675	78,405	270
Street	791,700	838,375	837,983	392
Sanitation	1,081,200	1,005,750	1,005,418	332
Maintenance	155,925	126,825	126,541	284
Parks	6,500	51,425	51,320	105
Inspection	17,250	14,475	14,474	1
Community Development Director	68,275	75,850	75,619	231
Downtown Development Director	96,750	91,225	90,946	279
Total Expenditures	7,746,175	6,937,725	6,911,484	26,241
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,835,050)	(3,026,600)	(2,738,017)	288,583
OTHER FINANCING SOURCES (USES)				
Transfers In	2,296,150	2,296,150	3,969,412	1,673,262
Proceeds of Capital Asset Dispositions	--	--	11,895	11,895
Capital Leases	792,000	792,000	119,048	(672,952)
Total Other Financing Sources (Uses)	3,088,150	3,088,150	4,100,355	1,012,205
Net Change in Fund Balances	(746,900)	61,550	1,362,338	1,300,788
Fund Balances - Beginning	9,918,328	9,918,328	9,918,328	--
Fund Balances - Ending	$ 9,171,428	$ 9,979,878	$ 11,280,666	$ 1,300,788

CITY OF ADEL, GEORGIA
Pension Plan
Schedule of Changes in the City's Net Pension Liability and Related Ratios
September 30, 2019

	2019	2018	2017	2016	2015
Total Pension Liability					
Service Cost	$ 287,885	$ 302,844	$ 305,219	$ 588,059	$ 591,133
Interest on Total Pension Liability	1,109,756	1,030,283	1,011,616	843,056	802,428
Changes of Benefit Terms	--	--	--	--	--
Differences Between Expected and Actual Experience	(344,262)	96,053	(529,258)	319,708	2,990
Changes of Assumptions	--	353,337	--	877,732	(490,645)
Benefit Payments	(532,594)	(602,658)	(490,754)	(416,440)	(346,903)
Net Change in Total Pension Liability	520,785	1,179,859	296,823	2,212,115	559,003
Total Pension Liability - Beginning	14,775,164	13,595,305	13,298,482	11,086,367	10,527,364
Total Pension Liability - Ending (a)	$ 15,295,949	$ 14,775,164	$ 13,595,305	$ 13,298,482	$ 11,086,367
Plan Fiduciary Net Position					
Contributions - Employer	$ 395,107	$ 380,702	$ 361,690	$ 381,714	$ 571,236
Contributions - Employee	232,816	305,519	226,569	231,993	374,429
Net Investment Income	1,450,777	1,894,830	1,267,315	123,989	1,055,047
Benefit Payments, Including Refunds of Employee Contributions	(532,594)	(602,658)	(490,754)	(416,440)	(346,903)
Administrative Expense	(35,879)	(40,227)	(18,781)	(21,513)	(16,530)
Other	--	--	--	--	--
Net Change in Plan Fiduciary Net Position	1,510,227	1,938,166	1,346,039	299,743	1,637,279
Plan Fiduciary Net Position - Beginning	14,591,926	12,653,760	11,307,721	11,007,978	9,370,699
Plan Fiduciary Net Position - Ending (b)	$ 16,102,153	$ 14,591,926	$ 12,653,760	$ 11,307,721	$ 11,007,978
City's Net Pension Liability - Ending (a) - (b)	$ (806,204)	$ 183,238	$ 941,545	$ 1,990,761	$ 78,389
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	105.27%	98.76%	93.07%	85.03%	99.29%
Covered-Employee Payroll	$ 3,734,803	$ 3,658,216	$ 3,563,770	$ 3,552,948	$ 3,436,256
City's Net Pension Liability as a Percentage of Covered-Employee Payroll	-21.59%	5.01%	26.42%	56.03%	2.28%

CITY OF ADEL, GEORGIA
Pension Plan
Schedule of City Contributions
September 30, 2019

	2019	2018	2017	2016	2015
Actuarially Determined Contribution	$ 256,390	$ 243,810	$ 322,042	$ 302,393	$ 376,573
Contributions in Relation to the Actuarially Determined Contribution	404,122	381,103	379,772	361,690	381,714
Contribution Deficiency (Excess)	$ (147,732)	$ (137,293)	$ (57,730)	$ (59,297)	$ (5,141)
Covered-Employee Payroll	$ 3,734,803	$ 3,658,216	$ 3,563,770	$ 3,552,948	$ 3,436,256
Contributions as a Percentage of Covered-Employee Payroll	10.82%	10.42%	10.66%	10.18%	11.11%

Notes to Schedule

Valuation date	January 1, 2018
Actuarial cost method	Projected unit credit
Amortization method	Closed level dollar for remaining unfunded liability
Remaining amortization period	Net effective period of 30 years
Asset valuation method	Sum of actuarial value at the beginning of the year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Investment rate of return	7.50%
Inflation	2.75%
Salary increases	2.75% plus service based merit increases
Cost-of-living adjustment	2%
Retirement age	Earlier of 65 with 5 years of service or 55 with 30 years of service
Mortality	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

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 and Changes in Fund Balances – Budget and Actual* differs from the *Statement of Revenues, Expenditures and Changes in Fund Balances – 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 and Council	$ 126,420	$ --	$ 126,420
Elections	4,152	--	4,152
Administration	670,418	(286,160)	384,258
Attorney	5,145	--	5,145
	806,135	(286,160)	519,975
Judicial	25,246	--	25,246
Public Safety			
Police	2,402,538	(82,194)	2,320,344
Fire	1,336,743	(9,935)	1,326,808
Volunteer Fire	60,116	(294)	59,822
Animal Control	78,405	--	78,405
	3,877,802	(92,423)	3,785,379
Public Works			
Street	837,983	--	837,983
Sanitation	1,005,418	(76,886)	928,532
Maintenance	126,541	--	126,541
Other Public Works	--	4,200	4,200
	1,969,942	(72,686)	1,897,256
Culture and Recreation			
Parks	51,320	--	51,320
Other Culture and Recreation	--	33,800	33,800
	51,320	33,800	85,120
Housing and Development			
Inspection	14,474	--	14,474
Community Development Director	75,619	--	75,619
Downtown Development Director	90,946	--	90,946
Other Housing and Development	--	154,500	154,500
	181,039	154,500	335,539
Debt Service	--	211,865	211,865
Total Expenditures	6,911,484	(51,104)	6,860,380
OTHER FINANCING USES			
Transfers Out	--	51,104	51,104
Total	$ 6,911,484	$ --	$ 6,911,484

COMBINING AND INDIVIDUAL FUND STATEMENTS AND 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
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 11,389,058	$ 10,281,115
Receivables (Net of Allowance for Uncollectibles)		
Interest	17,629	11,809
Taxes	19,454	10,383
Accounts	140,440	161,777
Intergovernmental	496,540	497,694
Due From Other Funds		
Adel-Cook County Recreation Special Revenue Fund	73,067	37,912
2018 CHIP Grant Special Revenue Fund	387	148
CDBG EIP Hospital Capital Projects Fund	--	--
2018 CDBG Water Capital Projects Fund	39,893	--
Gas Enterprise Fund	17,753	27,192
Water Enterprise Fund	40,064	23,734
Due From Component Units	769,224	801,348
Other Current Assets	--	9,000
Total Assets	$ 13,003,509	$ 11,862,112
LIABILITIES		
Accounts Payable	$ 180,748	$ 185,098
Accrued Liabilities	96,307	78,899
Intergovernmental Payable	1,523	586
Due To Other Funds		
Electric Enterprise Fund	1,010,396	1,096,485
Sewer Enterprise Fund	415,450	576,777
Combined Public Utility System Enterprise Fund	27	--
Customer Deposits	1,250	1,000
Total Liabilities	1,705,701	1,938,845
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	17,142	4,939
Total Deferred Inflows of Resources	17,142	4,939
FUND BALANCES		
Nonspendable	942,957	994,709
Assigned	203,967	203,967
Unassigned	10,133,742	8,719,652
Total Fund Balances	11,280,666	9,918,328
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 13,003,509	$ 11,862,112

CITY OF ADEL, GEORGIA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Taxes	$ 1,904,043	$ 1,841,522
Licenses and Permits	22,000	20,700
Intergovernmental	150,449	289,668
Charges for Services	1,002,176	988,234
Fines and Forfeitures	972,512	732,147
Interest Revenue	82,978	45,781
Contributions and Donations	--	900
Miscellaneous	39,309	17,988
Total Revenues	4,173,467	3,936,940
EXPENDITURES		
Current		
General Government	519,975	570,909
Judicial	25,246	25,340
Public Safety	3,785,379	3,544,053
Public Works	1,897,256	1,952,515
Culture and Recreation	85,120	75,371
Housing and Development	335,539	149,456
Debt Service	211,865	178,029
Total Expenditures	6,860,380	6,495,673
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,686,913)	(2,558,733)
OTHER FINANCING SOURCES (USES)		
Transfers In		
Electric Enterprise Fund	2,904,935	7,126,968
Gas Enterprise Fund	110,900	92,100
Water Enterprise Fund	176,800	65,350
Sewer Enterprise Fund	776,777	2,621,293
Combined Public Utility System Enterprise Fund	--	349
Transfers Out		
Technology Special Revenue Fund	(15,553)	(12,298)
CDBG EIP Hospital Capital Projects Fund	(700)	--
Gas Enterprise Fund	(27,192)	(1,723,534)
Water Enterprise Fund	(7,659)	(1,087,047)
Proceeds of Capital Asset Dispositions	11,895	--
Capital Leases	119,048	362,759
Total Other Financing Sources (Uses)	4,049,251	7,445,940
Net Change in Fund Balances	1,362,338	4,887,207
Fund Balances - Beginning	9,918,328	5,031,121
Fund Balances - Ending	$ 11,280,666	$ 9,918,328

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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.

TSPLOST Fund - This fund is used to account for the collection of the discretionary portion of the Transportation Special District Local Option Sales and Use Tax proceeds and expenditures for transportation projects that are not capital projects.

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.

2018 CHIP Grant Fund - This fund is used to account for the proceeds of a Community Home Investment Proceeds grant to provide safe, decent, and affordable housing in the City and to rehabilitate owner-occupied homes and build and renovate affordable single family homes for sale to eligible homebuyers.

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.

1% Special Purpose Local Option Sales Tax (SPLOST) 2016 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, 2017 through September 30, 2023.

CDBG EIP Hospital Fund - This fund is used to account for the proceeds of a community development block grant used to finance water and sewer extension at he new hospital exit.

2018 CDBG Water Fund - This fund is used to account for the proceeds of a community development block grant used to finance water improvements.

Recreation Project Fund - 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 Balance Sheet
Nonmajor Governmental Funds
September 30, 2019

	Special Revenue Funds					
	Confiscated Assets	Technology	TSPLOST	Adel-Cook County Recreation	2018 CHIP Grant	Total
ASSETS						
Cash and Cash Equivalents	$ --	$ --	$ 93,581	$ 806,628	$ --	$ 900,209
Restricted Assets						
Cash and Cash Equivalents	44,797	41,208	--	--	--	86,005
Receivables	--	--	8,663	378,923	--	387,586
Total Assets	$ 44,797	$ 41,208	$ 102,244	$ 1,185,551	$ --	$ 1,373,800
LIABILITIES						
Accounts Payable	$ --	$ --	$ --	$ 3,511	$ --	$ 3,511
Due To Other Funds	$ --	$ --	$ --	$ 73,067	$ 387	$ 73,454
Total Liabilities	--	--	--	76,578	387	76,965
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue						
Intergovernmental	--	--	--	229,760	--	229,760
Total Deferred Inflows Of Resources	--	--	--	229,760	--	229,760
FUND BALANCES						
Restricted	44,797	41,208	102,244	--	--	188,249
Assigned	--	--	--	879,213	--	879,213
Unassigned	--	--	--	--	(387)	(387)
Total Fund Balances	44,797	41,208	102,244	879,213	(387)	1,067,075
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 44,797	$ 41,208	$ 102,244	$ 1,185,551	$ --	$ 1,373,800

Capital Projects Funds							Total Nonmajor Governmental Funds
SPLOST	SPLOST 2010	SPLOST 2016	CDBG EIP Hospital	2018 CDBG Water	Recreation Project	Total	
$ 7	$ 52,068	$ 640,494	$ --	$ --	$ 334,061	$ 1,026,630	$ 1,926,839
--	--	--	--	--	--	--	86,005
--	--	62,936	80,489	--	1,801	145,226	532,812
$ 7	$ 52,068	$ 703,430	$ 80,489	$ --	$ 335,862	$ 1,171,856	$ 2,545,656
$ --	$ --	$ 151,982	$ 80,489	$ --	$ --	$ 232,471	$ 235,982
$ --	$ --	$ --	$ --	$ 39,893	$ --	$ 39,893	$ 113,347
--	--	151,982	80,489	39,893	--	272,364	349,329
--	--	--	67,989	--	--	67,989	297,749
--	--	--	67,989	--	--	67,989	297,749
7	52,068	551,448	--	--	--	603,523	791,772
--	--	--	--	--	335,862	335,862	1,215,075
--	--	--	(67,989)	(39,893)	--	(107,882)	(108,269)
7	52,068	551,448	(67,989)	(39,893)	335,862	831,503	1,898,578
$ 7	$ 52,068	$ 703,430	$ 80,489	$ --	$ 335,862	$ 1,171,856	$ 2,545,656

CITY OF ADEL, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
September 30, 2019

	Special Revenue Funds					
	Confiscated Assets	Technology	TSPLOST	Adel-Cook County Recreation	2018 CHIP Grant	Total
REVENUES						
Taxes	$ --	$ --	$ 102,198	$ --	$ --	$ 102,198
Intergovernmental	--	--	--	641,075	--	641,075
Charges for Services	--	--	--	87,036	--	87,036
Fines and Forfeitures	4,860	--	--	--	--	4,860
Interest Revenue	59	--	46	874	--	979
Total Revenues	4,919	--	102,244	728,985	--	836,148
EXPENDITURES						
Current						
Public Safety	8,082	13,941	--	--	--	22,023
Culture and Recreation	--	--	--	454,803	--	454,803
Capital Outlay	--	--	--	23,317	239	23,556
Total Expenditures	8,082	13,941	--	478,120	239	500,382
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,163)	(13,941)	102,244	250,865	(239)	335,766
OTHER FINANCING SOURCES (USES)						
Transfers In	--	15,553	--	--	--	15,553
Total Other Financing Sources (Uses)	--	15,553	--	--	--	15,553
Net Change in Fund Balances	(3,163)	1,612	102,244	250,865	(239)	351,319
Fund Balances - Beginning	47,960	39,596	--	628,348	(148)	715,756
Fund Balances - Ending	$ 44,797	$ 41,208	$ 102,244	$ 879,213	$ (387)	$ 1,067,075

Capital Projects Funds							Total Nonmajor Governmental Funds
SPLOST	SPLOST 2010	SPLOST 2016	CDBG EIP Hospital	2018 CDBG Water	Recreation Project	Total	
$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ 102,198
--	--	374,674	669,511	--	--	1,044,185	1,685,260
--	--	--	--	--	--	--	87,036
--	--	--	--	--	--	--	4,860
162	482	540	--	--	7,766	8,950	9,929
162	482	375,214	669,511	--	7,766	1,053,135	1,889,283
--	--	--	--	--	--	--	22,023
--	--	--	--	--	--	--	454,803
144,515	520,336	151,982	737,500	31,943	--	1,586,276	1,609,832
144,515	520,336	151,982	737,500	31,943	--	1,586,276	2,086,658
(144,353)	(519,854)	223,232	(67,989)	(31,943)	7,766	(533,141)	(197,375)
--	--	--	700	--	--	700	16,253
--	--	--	700	--	--	700	16,253
(144,353)	(519,854)	223,232	(67,289)	(31,943)	7,766	(532,441)	(181,122)
144,360	571,922	328,216	(700)	(7,950)	328,096	1,363,944	2,079,700
$ 7	$ 52,068	$ 551,448	$ (67,989)	$ (39,893)	$ 335,862	$ 831,503	$ 1,898,578

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Restricted Assets		
Cash and Cash Equivalents	$ 44,797	$ 47,960
Total Assets	$ 44,797	$ 47,960
FUND BALANCES		
Restricted	$ 44,797	$ 47,960
Total Fund Balances	$ 44,797	$ 47,960

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Fines and Forfeitures	$ 4,860	$ 10,800
Interest Revenue	59	50
Total Revenues	4,919	10,850
EXPENDITURES		
Current		
Public Safety	8,082	3,534
Total Expenditures	8,082	3,534
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,163)	7,316
Net Change in Fund Balances	(3,163)	7,316
Fund Balances - Beginning	47,960	40,644
Fund Balances - Ending	$ 44,797	$ 47,960

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budget	Actual	Variance
REVENUES			
Fines and Forfeitures	$ 4,860	$ 4,860	$ --
Interest Revenue	59	59	--
Total Revenues	4,919	4,919	--
EXPENDITURES			
Current			
Public Safety	8,082	8,082	--
Total Expenditures	8,082	8,082	--
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,163)	(3,163)	--
Net Change in Fund Balances	(3,163)	(3,163)	--
Fund Balances - Beginning	47,960	47,960	--
Fund Balances - Ending	$ 44,797	$ 44,797	$ --

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Restricted Assets		
Cash and Cash Equivalents	$ 41,208	$ 39,596
Total Assets	$ 41,208	$ 39,596
FUND BALANCES		
Restricted	$ 41,208	$ 39,596
Total Fund Balances	$ 41,208	$ 39,596

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
EXPENDITURES		
Current		
Public Safety	$ 13,941	$ 14,409
Total Expenditures	13,941	14,409
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,941)	(14,409)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	15,553	12,298
Total Other Financing Sources (Uses)	15,553	12,298
Net Change in Fund Balances	1,612	(2,111)
Fund Balances - Beginning	39,596	41,707
Fund Balances - Ending	$ 41,208	$ 39,596

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budget	Actual	Variance
EXPENDITURES			
Current			
Public Safety	$ 15,000	$ 13,941	$ 1,059
Total Expenditures	15,000	13,941	1,059
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,000)	(13,941)	1,059
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	15,000	15,553	553
Total Other Financing Sources (Uses)	15,000	15,553	553
Net Change in Fund Balances	--	1,612	1,612
Fund Balances - Beginning	39,596	39,596	--
Fund Balances - Ending	$ 39,596	$ 41,208	$ 1,612

CITY OF ADEL, GEORGIA
TSPLOST Special Revenue Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 93,581	$ --
Receivables		
Intergovernmental	8,663	--
Total Assets	$ 102,244	$ --
FUND BALANCES		
Restricted	$ 102,244	$ --
Total Fund Balances	$ 102,244	$ --

CITY OF ADEL, GEORGIA
TSPLOST Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Taxes	$ 102,198	$ --
Interest Revenue	46	--
Total Revenues	102,244	--
Excess (Deficiency) of Revenues Over (Under) Expenditures	102,244	--
Net Change in Fund Balances	102,244	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	$ 102,244	$ --

CITY OF ADEL, GEORGIA
TSPLOST Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budget	Actual	Variance
REVENUES			
Taxes	$ 93,535	$ 102,198	$ 8,663
Interest Revenue	46	46	--
Total Revenues	93,581	102,244	8,663
Excess (Deficiency) of Revenues Over (Under) Expenditures	93,581	102,244	8,663
Net Change in Fund Balances	93,581	102,244	8,663
Fund Balances - Beginning	--	--	--
Fund Balances - Ending	$ 93,581	$ 102,244	$ 8,663

CITY OF ADEL, GEORGIA
Adel-Cook County Recreation Special Revenue Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 806,628	$ 629,056
Receivables		
Intergovernmental	378,923	85,256
Total Assets	$ 1,185,551	$ 714,312
LIABILITIES		
Accounts Payable	$ 3,511	$ 3,559
Due To Other Funds		
General Fund	73,067	37,912
Total Liabilities	76,578	41,471
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Intergovernmental	229,760	44,493
Total Deferred Inflows of Resources	229,760	44,493
FUND BALANCES		
Assigned	879,213	628,348
Total Fund Balances	879,213	628,348
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 1,185,551	$ 714,312

CITY OF ADEL, GEORGIA
Adel-Cook County Recreation Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Intergovernmental	$ 641,075	$ 467,107
Charges for Services	87,036	73,010
Interest Revenue	874	693
Total Revenues	728,985	540,810
EXPENDITURES		
Current		
Culture and Recreation	454,803	445,800
Capital Outlay	23,317	21,300
Total Expenditures	478,120	467,100
Excess (Deficiency) of Revenues Over (Under) Expenditures	250,865	73,710
Net Change in Fund Balances	250,865	73,710
Fund Balances - Beginning	628,348	554,638
Fund Balances - Ending	$ 879,213	$ 628,348

CITY OF ADEL, GEORGIA

Adel-Cook County Recreation Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 498,770	$ 641,075	$ 142,305
Charges for Services	75,000	87,036	12,036
Interest Revenue	--	874	874
Total Revenues	573,770	728,985	155,215
EXPENDITURES			
Current			
Culture and Recreation	548,770	454,803	93,967
Capital Outlay	25,000	23,317	1,683
Total Expenditures	573,770	478,120	95,650
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	250,865	250,865
Net Change in Fund Balances	--	250,865	250,865
Fund Balances - Beginning	628,348	628,348	--
Fund Balances - Ending	$ 628,348	$ 879,213	$ 250,865

CITY OF ADEL, GEORGIA
2018 CHIP Grant Special Revenue Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Due To Other Funds		
General Fund	$ 387	$ 148
Total Liabilities	387	148
FUND BALANCES		
Unassigned	(387)	(148)
Total Fund Balances	(387)	(148)
Total Liabilities and Fund Balances	$ --	$ --

CITY OF ADEL, GEORGIA
2018 CHIP Grant Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
EXPENDITURES		
Capital Outlay	$ 239	$ 148
Total Expenditures	239	148
Excess (Deficiency) of Revenues Over (Under) Expenditures	(239)	(148)
Net Change in Fund Balances	(239)	(148)
Fund Balances - Beginning	(148)	--
Fund Balances - Ending	$ (387)	$ (148)

CITY OF ADEL, GEORGIA
2018 CHIP Grant Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2019

	Budget	Actual	Variance
EXPENDITURES			
Capital Outlay	$ 239	$ 239	$ --
Total Expenditures	239	239	--
Excess (Deficiency) of Revenues Over (Under) Expenditures	(239)	(239)	--
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	239	--	(239)
Total Other Financing Sources (Uses)	239	--	(239)
Net Change in Fund Balances	--	(239)	(239)
Fund Balances - Beginning	(148)	(148)	--
Fund Balances - Ending	$ (148)	$ (387)	$ (239)

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 7	$ 144,360
Total Assets	$ 7	$ 144,360
FUND BALANCES		
Restricted	$ 7	$ 144,360
Total Fund Balances	$ 7	$ 144,360

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Interest Revenue	$ 162	$ 254
Total Revenues	162	254
EXPENDITURES		
Capital Outlay	144,515	121,329
Total Expenditures	144,515	121,329
Excess (Deficiency) of Revenues Over (Under) Expenditures	(144,353)	(121,075)
Net Change in Fund Balances	(144,353)	(121,075)
Fund Balances - Beginning	144,360	265,435
Fund Balances - Ending	$ 7	$ 144,360

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 52,068	$ 571,922
Total Assets	$ 52,068	$ 571,922
FUND BALANCES		
Restricted	$ 52,068	$ 571,922
Total Fund Balances	$ 52,068	$ 571,922

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Interest Revenue	$ 482	$ 748
Total Revenues	482	748
EXPENDITURES		
Capital Outlay	520,336	29,092
Total Expenditures	520,336	29,092
Excess (Deficiency) of Revenues Over (Under) Expenditures	(519,854)	(28,344)
Net Change in Fund Balances	(519,854)	(28,344)
Fund Balances - Beginning	571,922	600,266
Fund Balances - Ending	$ 52,068	$ 571,922

CITY OF ADEL, GEORGIA
SPLOST 2016 Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 640,494	$ 272,577
Receivables		
Intergovernmental	62,936	55,639
Total Assets	$ 703,430	$ 328,216
LIABILITIES		
Accounts Payable	$ 151,982	$ --
Total Liabilities	151,982	--
FUND BALANCES		
Restricted	551,448	328,216
Total Liabilities and Fund Balances	$ 703,430	$ 328,216

CITY OF ADEL, GEORGIA
SPLOST 2016 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Intergovernmental	$ 374,674	$ 328,162
Interest Revenue	540	54
Total Revenues	375,214	328,216
EXPENDITURES		
Capital Outlay	151,982	--
Total Expenditures	151,982	--
Excess (Deficiency) of Revenues Over (Under) Expenditures	223,232	328,216
Net Change in Fund Balances	223,232	328,216
Fund Balances - Beginning	328,216	--
Fund Balances - Ending	$ 551,448	$ 328,216

CITY OF ADEL, GEORGIA
CDBG EIP Hospital Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Receivables		
Intergovernmental	$ 80,489	$ --
Total Assets	$ 80,489	$ --
LIABILITIES		
Accounts Payable	$ 80,489	$ 700
Total Liabilities	80,489	700
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Intergovernmental	67,989	--
Total Deferred Inflows of Resources	67,989	--
FUND BALANCES		
Unassigned	(67,989)	(700)
Total Fund Balances	(67,989)	(700)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 80,489	$ --

CITY OF ADEL, GEORGIA
CDBG EIP Hospital Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Intergovernmental	$ 669,511	$ --
Total Revenues	669,511	--
EXPENDITURES		
Capital Outlay	737,500	700
Total Expenditures	737,500	700
Excess (Deficiency) of Revenues Over (Under) Expenditures	(67,989)	(700)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	700	--
Total Other Financing Sources (Uses)	700	--
Net Change in Fund Balances	(67,289)	(700)
Fund Balances - Beginning	(700)	--
Fund Balances - Ending	$ (67,989)	$ (700)

CITY OF ADEL, GEORGIA
2018 CDBG Water Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Accounts Payable	$ --	$ 7,950
Due To Other Funds		
General Fund	39,893	--
Total Liabilities	39,893	7,950
FUND BALANCES		
Unassigned	(39,893)	(7,950)
Total Fund Balances	(39,893)	(7,950)
Total Liabilities and Fund Balances	$ --	$ --

CITY OF ADEL, GEORGIA
2018 CDBG Water Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
EXPENDITURES		
Capital Outlay	$ 31,943	$ 7,950
Total Expenditures	31,943	7,950
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,943)	(7,950)
Net Change in Fund Balances	(31,943)	(7,950)
Fund Balances - Beginning	(7,950)	--
Fund Balances - Ending	$ (39,893)	$ (7,950)

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Balance Sheet
September 30, 2019 and 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	$ 334,061	$ 326,919
Receivables		
Interest	1,801	1,177
Total Assets	$ 335,862	$ 328,096
FUND BALANCES		
Assigned	$ 335,862	$ 328,096
Total Fund Balances	$ 335,862	$ 328,096

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Interest Revenue	$ 7,766	$ 3,624
Total Revenues	7,766	3,624
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,766	3,624
Net Change in Fund Balances	7,766	3,624
Fund Balances - Beginning	328,096	324,472
Fund Balances - Ending	$ 335,862	$ 328,096

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 was originally used to account for electricity, natural gas, water and sewer services provided to City residents and businesses during the period revenue bonds were outstanding. All activities necessary to provide such services, including financing and related debt service, were included in this fund.

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 1,500,793	$ 110,371
Investments	8,769,293	8,241,653
Receivables (Net of Allowance for Uncollectibles)		
Accounts	1,705,436	1,092,763
Due From Other Funds		
General Fund	1,010,396	1,096,485
Sewer Enterprise Fund	--	540
Combined Public Utility System Enterprise Fund	275	--
Inventories	615,967	616,839
Prepaid Items	10,016	23,413
Total Current Assets	13,612,176	11,182,064
Noncurrent Assets		
Net Pension Asset	123,969	--
Capital Assets Not Being Depreciated		
Land	39,979	39,979
Construction in Progress	--	462,502
Capital Assets Net of Accumulated Depreciation		
Buildings and System	5,277,693	4,736,780
Improvements Other than Buildings	60,306	60,306
Machinery and Equipment	1,141,254	1,133,816
Accumulated Depreciation	(4,481,616)	(4,346,308)
Total Capital Assets Net of Accumulated Depreciation	2,037,616	2,087,075
Total Noncurrent Assets	2,161,585	2,087,075
Total Assets	15,773,761	13,269,139
DEFERRED OUTFLOWS OF RESOURCES		
Pension	171,532	212,713
Total Deferred Outflows of Resources	171,532	212,713

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Current Liabilities		
Accounts Payable	1,217,192	969,654
Accrued Liabilities	19,436	17,480
Intergovernmental Payable	106,175	48,583
Due To Other Funds		
Gas Enterprise Fund	64,596	13,135
Water Enterprise Fund	12	21,700
Customer Deposits	1,412,339	445,244
Total Current Liabilities	2,819,750	1,515,796
Noncurrent Liabilities		
Compensated Absences	53,492	40,038
Net Pension Liability	--	28,230
Total Noncurrent Liabilities	53,492	68,268
Total Liabilities	2,873,242	1,584,064
DEFERRED INFLOWS OF RESOURCES		
Pension	224,595	191,961
Total Deferred Inflows of Resources	224,595	191,961
NET POSITION		
Investment In Capital Assets	2,037,616	2,087,075
Unrestricted	10,809,840	9,618,752
Total Net Position	$ 12,847,456	$ 11,705,827

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2019 and 2018

	2019	2018
OPERATING REVENUES		
Charges for Services	$ 14,905,537	$ 13,211,640
Total Operating Revenues	14,905,537	13,211,640
OPERATING EXPENSES		
Personal Services and Employee Benefits	780,885	779,712
Purchased/Contracted Services	381,265	352,717
Supplies	10,274,159	8,402,819
Depreciation	135,308	138,372
Total Operating Expenses	11,571,617	9,673,620
Operating Income (Loss)	3,333,920	3,538,020
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	--	17,593
Interest Revenue	14,034	133
Investment Earnings	401,799	70,979
Miscellaneous	262,516	1,485
Gain (Loss) on Disposition of Capital Assets	--	(4,179)
Total Nonoperating Revenues (Expenses)	678,349	86,011
Income (Loss) Before Contributions and Transfers	4,012,269	3,624,031
Transfers In		
Gas Enterprise Fund	13,135	40,159
Water Enterprise Fund	21,700	405,074
Sewer Enterprise Fund	--	62,888
Transfers Out		
General Fund	(2,904,935)	(7,126,968)
Sewer Enterprise Fund	(540)	--
Changes in Net Position	1,141,629	(2,994,816)
Net Position - Beginning	11,705,827	14,700,643
Net Position - Ending	$ 12,847,456	$ 11,705,827

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 15,317,551	$ 13,147,165
Payments to Suppliers	(10,257,218)	(8,715,301)
Payments to Employees	(843,859)	(821,293)
Net Cash Provided (Used) by Operating Activities	4,216,474	3,610,571
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental	--	17,593
Transfers To Other Funds	(1,808,450)	(1,625,675)
Due From Other Funds	(1,010,671)	(1,097,025)
Due To Other Funds	64,608	34,835
Other	5,466	1,485
Net Cash Provided (Used) by Noncapital Financing Activities	(2,749,047)	(2,668,787)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(222,248)	(358,602)
Contractual Agreements	257,050	--
Net Cash Provided (Used) by Capital and Related Financing Activities	34,802	(358,602)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(360,495)	(692,873)
Interest Received	14,034	133
Dividends Received	234,654	170,026
Net Cash Provided (Used) by Investing Activities	(111,807)	(522,714)
Net Increase (Decrease) in Cash and Cash Equivalents	1,390,422	60,468
Cash and Cash Equivalents - Beginning of Year	110,371	49,903
Cash and Cash Equivalents - End of Year	$ 1,500,793	$ 110,371

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 3,333,920	$ 3,538,020
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	135,308	138,372
(Increase) Decrease in Accounts Receivable	(612,673)	(55,690)
(Increase) Decrease in Inventories	872	6,247
(Increase) Decrease in Prepaid Items	13,397	(14,918)
(Increase) Decrease in Net Pension Asset	(123,969)	--
(Increase) Decrease in Deferred Outflows of Resources	41,181	(25,342)
Increase (Decrease) in Accounts Payable	383,937	48,906
Increase (Decrease) in Accrued Liabilities	1,956	11,347
Increase (Decrease) in Unearned Revenue	--	(9,248)
Increase (Decrease) in Compensated Absences Payable	13,454	3,519
Increase (Decrease) in Intergovernmental Payables	57,592	2,078
Increase (Decrease) in Customer Deposits	967,095	(1,615)
Increase (Decrease) in Net Pension Liability	(28,230)	(117,113)
Increase (Decrease) in Deferred Inflows of Resources	32,634	86,008
Net Cash Provided (Used) by Operating Activities	$ 4,216,474	$ 3,610,571
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Purchase of Capital Assets on Account	$ --	$ 136,399
Net Increase (Decrease) in Fair Value of Investments	$ 167,145	$ (99,047)
Due From Other Funds	$ 1,097,025	$ 5,501,293
Due To Other Funds	$ 34,835	$ 508,121

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 190,200	$ 62,980
Receivables (Net of Allowance for Uncollectibles)		
Accounts	30,631	22,675
Due From Other Funds		
Electric Enterprise Fund	64,596	13,135
Sewer Enterprise Fund	10,958	12,050
Inventories	39,596	23,601
Prepaid Items	3,190	9,720
Total Current Assets	339,171	144,161
Noncurrent Assets		
Net Pension Asset	46,050	--
Capital Assets Net of Accumulated Depreciation		
Buildings and System	3,411,624	3,150,552
Machinery and Equipment	211,408	203,970
Accumulated Depreciation	(1,238,757)	(1,159,791)
Total Capital Assets Net of Accumulated Depreciation	2,384,275	2,194,731
Total Noncurrent Assets	2,430,325	2,194,731
Total Assets	2,769,496	2,338,892
DEFERRED OUTFLOWS OF RESOURCES		
Pension	63,816	78,528
Total Deferred Outflows of Resources	63,816	78,528

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Current Liabilities		
Accounts Payable	46,123	56,716
Accrued Liabilities	6,277	5,334
Intergovernmental Payable	8,515	8,304
Due To Other Funds		
General Fund	17,753	27,192
Water Enterprise Fund	--	78,440
Customer Deposits	33,225	31,875
Total Current Liabilities	111,893	207,861
Noncurrent Liabilities		
Compensated Absences	13,587	14,443
Net Pension Liability	--	10,376
Total Noncurrent Liabilities	13,587	24,819
Total Liabilities	125,480	232,680
DEFERRED INFLOWS OF RESOURCES		
Pension	83,428	70,558
Total Deferred Inflows of Resources	83,428	70,558
NET POSITION		
Investment In Capital Assets	2,384,275	2,194,731
Unrestricted	240,129	(80,549)
Total Net Position	$ 2,624,404	$ 2,114,182

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2019 and 2018

	2019	2018
OPERATING REVENUES		
Charges for Services	$ 1,274,385	$ 1,060,424
Total Operating Revenues	1,274,385	1,060,424
OPERATING EXPENSES		
Personal Services and Employee Benefits	295,209	299,618
Purchased/Contracted Services	113,907	81,564
Supplies	735,653	614,860
Depreciation	78,966	73,277
Total Operating Expenses	1,223,735	1,069,319
Operating Income (Loss)	50,650	(8,895)
NONOPERATING REVENUES (EXPENSES)		
Gain (Loss) on Disposition of Capital Assets	--	(1,672)
Total Nonoperating Revenues (Expenses)	--	(1,672)
Income (Loss) Before Contributions and Transfers	50,650	(10,567)
Transfers In		
General Fund	27,192	1,723,534
Water Enterprise Fund	568,465	64,328
Sewer Enterprise Fund	--	74,050
Transfers Out		
General Fund	(110,900)	(92,100)
Electric Enterprise Fund	(13,135)	(40,159)
Sewer Enterprise Fund	(12,050)	--
Changes in Net Position	510,222	1,719,086
Net Position - Beginning	2,114,182	395,096
Net Position - Ending	$ 2,624,404	$ 2,114,182

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 1,267,990	$ 1,062,992
Payments to Suppliers	(861,567)	(713,350)
Payments to Employees	(323,966)	(316,246)
Net Cash Provided (Used) by Operating Activities	82,457	33,396
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds	500,000	--
Transfers To Other Funds	(110,900)	(92,100)
Due From Other Funds	(75,554)	(25,185)
Due To Other Funds	7,778	105,632
Net Cash Provided (Used) by Noncapital Financing Activities	321,324	(11,653)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(276,561)	(25,135)
Net Cash Provided (Used) by Capital and Related Financing Activities	(276,561)	(25,135)
Net Increase (Decrease) in Cash and Cash Equivalents	127,220	(3,392)
Cash and Cash Equivalents - Beginning of Year	62,980	66,372
Cash and Cash Equivalents - End of Year	$ 190,200	$ 62,980
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 50,650	$ (8,895)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	78,966	73,277
(Increase) Decrease in Accounts Receivable	(7,956)	4,044
(Increase) Decrease in Inventories	(5,138)	(376)
(Increase) Decrease in Prepaid Items	6,530	(6,967)
(Increase) Decrease in Net Pension Asset	(46,050)	--
(Increase) Decrease in Deferred Outflows of Resources	14,712	(8,721)
Increase (Decrease) in Accounts Payable	(13,399)	(9,583)
Increase (Decrease) in Accrued Liabilities	943	3,297
Increase (Decrease) in Compensated Absences Payable	(856)	1,425
Increase (Decrease) in Intergovernmental Payables	211	519
Increase (Decrease) in Customer Deposits	1,350	(1,995)
Increase (Decrease) in Net Pension Liability	(10,376)	(43,738)
Increase (Decrease) in Deferred Inflows of Resources	12,870	31,109
Net Cash Provided (Used) by Operating Activities	$ 82,457	$ 33,396
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Purchase of Capital Assets on Account	$ 2,806	$ --
Due From Other Funds	$ 25,185	$ 40,159
Due To Other Funds	$ 95,657	$ 1,861,912
Transfer of Capital Assets to Inventory	$ 10,857	$ --

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 436,154	$ 1,104,036
Receivables (Net of Allowance for Uncollectibles)		
Accounts	47,687	55,131
Due From Other Funds		
Electric Enterprise Fund	12	21,700
Gas Enterprise Fund	--	78,440
Sewer Enterprise Fund	176,616	148,125
Inventories	105,477	125,853
Prepaid Items	6,348	9,958
Total Current Assets	772,294	1,543,243
Noncurrent Assets		
Net Pension Asset	36,149	--
Capital Assets Not Being Depreciated		
Land	5,175	5,175
Capital Assets Net of Accumulated Depreciation		
Buildings and System	7,880,645	7,240,524
Improvements Other than Buildings	10,253	10,253
Machinery and Equipment	315,712	308,275
Accumulated Depreciation	(4,798,844)	(4,665,048)
Total Capital Assets Net of Accumulated Depreciation	3,412,941	2,899,179
Total Noncurrent Assets	3,449,090	2,899,179
Total Assets	4,221,384	4,442,422
DEFERRED OUTFLOWS OF RESOURCES		
Pension	51,043	67,127
Total Deferred Outflows of Resources	51,043	67,127

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Current Liabilities		
Accounts Payable	19,599	35,703
Accrued Liabilities	2,587	4,119
Due To Other Funds		
General Fund	40,064	23,734
Customer Deposits	15,374	15,124
Notes Payable	41,025	40,491
Total Current Liabilities	118,649	119,171
Noncurrent Liabilities		
Compensated Absences	4,591	6,121
Net Pension Liability	--	8,998
Notes Payable	825,140	866,165
Total Noncurrent Liabilities	829,731	881,284
Total Liabilities	948,380	1,000,455
DEFERRED INFLOWS OF RESOURCES		
Pension	65,491	61,187
Total Deferred Inflows of Resources	65,491	61,187
NET POSITION		
Net Investment in Capital Assets	2,546,776	1,992,523
Unrestricted	711,780	1,455,384
Total Net Position	$ 3,258,556	$ 3,447,907

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2019 and 2018

	2019	2018
OPERATING REVENUES		
Charges for Services	$ 879,300	$ 864,332
Total Operating Revenues	879,300	864,332
OPERATING EXPENSES		
Personal Services and Employee Benefits	250,280	253,033
Purchased/Contracted Services	64,842	108,699
Supplies	219,366	226,383
Depreciation	133,796	131,749
Total Operating Expenses	668,284	719,864
Operating Income (Loss)	211,016	144,468
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	--	229,175
Miscellaneous	--	893
Interest	(11,635)	(10,108)
Gain (Loss) on Disposition of Capital Assets	--	(1,672)
Total Nonoperating Revenues (Expenses)	(11,635)	218,288
Income (Loss) Before Contributions and Transfers	199,381	362,756
Capital Contributions	518,699	--
Transfers In		
General Fund	7,659	1,087,047
Transfers Out		
General Fund	(176,800)	(65,350)
Electric Enterprise Fund	(21,700)	(405,074)
Gas Enterprise Fund	(568,465)	(64,328)
Sewer Enterprise Fund	(148,125)	(764,419)
Changes in Net Position	(189,351)	150,632
Net Position - Beginning	3,447,907	3,297,275
Net Position - Ending	$ 3,258,556	$ 3,447,907

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 886,994	$ 854,566
Payments to Suppliers	(270,896)	(345,546)
Payments to Employees	(278,101)	(263,652)
Net Cash Provided (Used) by Operating Activities	337,997	245,368
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers To Other Funds	(676,800)	(65,350)
Due From Other Funds	(166,653)	(248,265)
Due To Other Funds	23,989	23,734
Other	--	893
Net Cash Provided (Used) by Noncapital Financing Activities	(819,464)	(288,988)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Capital Debt	--	9,666
Acquisition and Construction of Capital Assets	(134,289)	(59,388)
Principal Paid on Capital Debt	(40,491)	(10,041)
Interest Paid on Capital Debt	(11,635)	(10,108)
Grants	--	229,175
Net Cash Provided (Used) by Capital and Related Financing Activities	(186,415)	159,304
Net Increase (Decrease) in Cash and Cash Equivalents	(667,882)	115,684
Cash and Cash Equivalents - Beginning of Year	1,104,036	988,352
Cash and Cash Equivalents - End of Year	$ 436,154	$ 1,104,036
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 211,016	$ 144,468
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	133,796	131,749
(Increase) Decrease in Accounts Receivable	7,444	(9,871)
(Increase) Decrease in Inventories	20,376	23,010
(Increase) Decrease in Prepaid Items	3,610	(4,320)
(Increase) Decrease in Net Pension Asset	(36,149)	--
(Increase) Decrease in Deferred Outflows of Resources	16,084	(9,538)
Increase (Decrease) in Accounts Payable	(10,674)	(29,154)
Increase (Decrease) in Accrued Liabilities	(1,532)	2,567
Increase (Decrease) in Compensated Absences Payable	(1,530)	3,328
Increase (Decrease) in Customer Deposits	250	105
Increase (Decrease) in Net Pension Liability	(8,998)	(35,630)
Increase (Decrease) in Deferred Inflows of Resources	4,304	28,654
Net Cash Provided (Used) by Operating Activities	$ 337,997	$ 245,368
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Contributions of Capital Assets from Governmental Funds	$ 518,699	$ --
Purchase of Capital Assets on Account	$ (5,430)	$ 5,430
Due From Other Funds	$ 238,290	$ 1,233,821
Due To Other Funds	$ 7,659	$ 1,087,047

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 10,714	$ 5,099
Receivables (Net of Allowance for Uncollectibles)		
Accounts	42,838	66,653
Due From Other Funds		
General Fund	415,450	576,777
Inventories	13,851	6,308
Prepaid Items	6,596	11,739
Total Current Assets	489,449	666,576
Noncurrent Assets		
Net Pension Asset	54,521	--
Capital Assets Not Being Depreciated		
Land	851,037	851,037
Construction in Progress	--	20,718
Capital Assets Net of Accumulated Depreciation		
Buildings and System	11,509,928	10,592,661
Improvements Other than Buildings	52,835	52,835
Machinery and Equipment	474,907	437,097
Accumulated Depreciation	(7,815,539)	(7,612,975)
Total Capital Assets Net of Accumulated Depreciation	5,073,168	4,341,373
Total Noncurrent Assets	5,127,689	4,341,373
Total Assets	5,617,138	5,007,949
DEFERRED OUTFLOWS OF RESOURCES		
Pension	76,229	96,825
Total Deferred Outflows of Resources	76,229	96,825

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
LIABILITIES		
Current Liabilities		
Accounts Payable	14,196	35,498
Accrued Liabilities	6,496	6,698
Due To Other Funds		
Electric Enterprise Fund	--	540
Gas Enterprise Fund	10,958	12,050
Water Enterprise Fund	176,616	148,125
Notes Payable	17,554	28,980
Total Current Liabilities	225,820	231,891
Noncurrent Liabilities		
Compensated Absences	8,624	18,392
Net Pension Liability	--	12,883
Notes Payable	--	17,778
Total Noncurrent Liabilities	8,624	49,053
Total Liabilities	234,444	280,944
DEFERRED INFLOWS OF RESOURCES		
Pension	98,776	87,602
Total Deferred Inflows of Resources	98,776	87,602
NET POSITION		
Net Investment in Capital Assets	5,055,614	4,294,615
Unrestricted	304,533	441,613
Total Net Position	$ 5,360,147	$ 4,736,228

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2019 and 2018

	2019	2018
OPERATING REVENUES		
Charges for Services	$ 1,338,551	$ 1,282,051
Total Operating Revenues	1,338,551	1,282,051
OPERATING EXPENSES		
Personal Services and Employee Benefits	346,119	341,577
Purchased/Contracted Services	97,230	116,014
Supplies	184,154	166,538
Depreciation	202,564	193,046
Total Operating Expenses	830,067	817,175
Operating Income (Loss)	508,484	464,876
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	--	3,139
Interest	(1,278)	(2,371)
Gain (Loss) on Disposition of Capital Assets	3,034	(1,672)
Total Nonoperating Revenues (Expenses)	1,756	(904)
Income (Loss) Before Contributions and Transfers	510,240	463,972
Capital Contributions	729,741	121,329
Transfers In		
Electric Enterprise Fund	540	--
Gas Enterprise Fund	12,050	--
Water Enterprise Fund	148,125	764,419
Transfers Out		
General Fund	(776,777)	(2,621,293)
Electric Enterprise Fund	--	(62,888)
Gas Enterprise Fund	--	(74,050)
Changes in Net Position	623,919	(1,408,511)
Net Position - Beginning	4,736,228	6,144,739
Net Position - Ending	$ 5,360,147	$ 4,736,228

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 1,362,366	$ 1,306,557
Payments to Suppliers	(305,086)	(304,964)
Payments to Employees	(391,723)	(360,592)
Net Cash Provided (Used) by Operating Activities	665,557	641,001
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental	--	3,139
Transfers To Other Funds	(200,000)	(148,950)
Due From Other Funds	(415,450)	(576,777)
Due To Other Funds	187,574	160,715
Net Cash Provided (Used) by Noncapital Financing Activities	(427,876)	(561,873)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(204,618)	(85,730)
Principal Paid on Capital Debt	(29,204)	(28,113)
Interest Paid on Capital Debt	(1,278)	(2,371)
Proceeds from Sales of Capital Assets	3,034	--
Net Cash Provided (Used) by Capital and Related Financing Activities	(232,066)	(116,214)
Net Increase (Decrease) in Cash and Cash Equivalents	5,615	(37,086)
Cash and Cash Equivalents - Beginning of Year	5,099	42,185
Cash and Cash Equivalents - End of Year	$ 10,714	$ 5,099
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 508,484	$ 464,876
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	202,564	193,046
(Increase) Decrease in Accounts Receivable	23,815	24,506
(Increase) Decrease in Inventories	(7,543)	(414)
(Increase) Decrease in Prepaid Items	5,143	(5,399)
(Increase) Decrease in Net Pension Asset	(54,521)	--
(Increase) Decrease in Deferred Outflows of Resources	20,596	(12,270)
Increase (Decrease) in Accounts Payable	(21,302)	(16,599)
Increase (Decrease) in Accrued Liabilities	(202)	4,210
Increase (Decrease) in Compensated Absences Payable	(9,768)	1,819
Increase (Decrease) in Net Pension Liability	(12,883)	(52,623)
Increase (Decrease) in Deferred Inflows of Resources	11,174	39,849
Net Cash Provided (Used) by Operating Activities	$ 665,557	$ 641,001
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Contributions of Capital Assets from Governmental Funds	$ 729,741	$ 121,329
Due From Other Funds	$ 576,777	$ 2,609,281
Due To Other Funds	$ 160,715	$ 764,419

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Statement of Net Position
September 30, 2019 and 2018

	2019	2018
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 3,882,396	$ 3,847,382
Receivables (Net of Allowance for Uncollectibles)		
Interest	11,106	5,856
Due From Other Funds		
General Fund	27	--
Total Current Assets	3,893,529	3,853,238
Total Assets	3,893,529	3,853,238
LIABILITIES		
Current Liabilities		
Due To Other Funds		
Electric Enterprise Fund	275	--
Total Current Liabilities	275	--
Total Liabilities	275	--
NET POSITION		
Unrestricted	3,893,254	3,853,238
Total Net Position	$ 3,893,254	$ 3,853,238

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2019 and 2018

	2019	2018
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	$ 40,016	$ 19,885
Total Nonoperating Revenues (Expenses)	40,016	19,885
Income (Loss) Before Contributions and Transfers	40,016	19,885
Transfers Out		
General Fund	--	(349)
Changes in Net Position	40,016	19,536
Net Position - Beginning	3,853,238	3,833,702
Net Position - Ending	$ 3,893,254	$ 3,853,238

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Due From Other Funds	$ (27)	$ 50
Due To Other Funds	275	--
Net Cash Provided (Used) by Noncapital Financing Activities	248	50
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	34,766	17,360
Net Cash Provided (Used) by Investing Activities	34,766	17,360
Net Increase (Decrease) in Cash and Cash Equivalents	35,014	17,410
Cash and Cash Equivalents - Beginning of Year	3,847,382	3,829,972
Cash and Cash Equivalents - End of Year	$ 3,882,396	$ 3,847,382

SUPPLEMENTAL SCHEDULES

CITY OF ADEL, GEORGIA
General Fund
Schedule of Revenues
For the Years Ended September 30, 2019 and 2018

	2019	2018
REVENUES		
Taxes		
Real Property	$ 831,401	$ 748,746
Personal Property	127,535	126,979
Real Estate Transfer (Intangible)	3,315	1,566
Franchise	112,485	80,241
General Sales and Use	164,367	255,950
Selective Sales and Use	154,553	146,697
Business		
Business and Occupation	88,055	81,506
Insurance Premium	382,099	354,370
Financial Institution	23,806	25,856
Penalties and Interest on Delinquent Taxes	16,427	19,611
	1,904,043	1,841,522
Licenses and Permits		
Business	22,000	20,700
	22,000	20,700
Intergovernmental	150,449	289,668
Charges for Services		
General Government	3,988	4,402
Public Safety	1,387	807
Public Works	996,801	983,025
	1,002,176	988,234
Fines and Forfeitures	972,512	732,147
Interest Revenue	82,978	45,781
Contributions and Donations	--	900
Miscellaneous	39,309	17,988
Total Revenues	$ 4,173,467	$ 3,936,940

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2019 and 2018

	2019	2018
EXPENDITURES		
Current		
General Government		
Mayor and Council		
Personal Services and Employee Benefits	$ 69,445	$ 72,163
Purchased/Contracted Services	54,762	74,843
Supplies	2,213	2,652
Total Mayor and Council	126,420	149,658
Elections		
Purchased/Contracted Services	4,059	--
Supplies	93	--
Total Elections	4,152	--
Administration		
Personal Services and Employee Benefits	223,419	234,841
Purchased/Contracted Services	112,319	127,995
Supplies	38,432	45,698
Capital Outlay	2,590	--
Other Costs	7,498	8,217
Total Administration	384,258	416,751
Attorney		
Purchased/Contracted Services	5,145	4,500
Total Attorney	5,145	4,500
Total General Government	519,975	570,909
Judicial		
Judge		
Purchased/Contracted Services	25,246	25,340
Total Judge	25,246	25,340
Total Judicial	25,246	25,340
Public Safety		
Police		
Personal Services and Employee Benefits	1,583,914	1,496,108
Purchased/Contracted Services	147,914	140,672
Supplies	140,278	129,311
Capital Outlay	152,495	150,769
Other Costs	295,743	305,102
Total Police	2,320,344	2,221,962
Fire		
Personal Services and Employee Benefits	1,083,049	1,071,195
Purchased/Contracted Services	66,331	36,516
Supplies	39,457	46,471
Capital Outlay	137,971	13,495
Total Fire	1,326,808	1,167,677

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2019 and 2018

	2019	2018
Volunteer Fire		
Personal Services and Employee Benefits	58,701	52,336
Purchased/Contracted Services	810	837
Supplies	311	398
Total Volunteer Fire	59,822	53,571
Animal Control		
Personal Services and Employee Benefits	50,286	51,817
Purchased/Contracted Services	9,826	7,615
Supplies	18,293	17,299
Capital Outlay	--	24,112
Total Animal Control	78,405	100,843
Total Public Safety	3,785,379	3,544,053
Public Works		
Street		
Personal Services and Employee Benefits	279,162	235,192
Purchased/Contracted Services	319,778	127,990
Supplies	209,799	211,012
Capital Outlay	29,244	15,216
Total Street	837,983	589,410
Sanitation		
Personal Services and Employee Benefits	381,416	416,496
Purchased/Contracted Services	451,722	470,570
Supplies	64,594	64,111
Capital Outlay	25,800	285,065
Other Costs	5,000	5,000
Total Sanitation	928,532	1,241,242
Maintenance		
Personal Services and Employee Benefits	112,426	103,204
Purchased/Contracted Services	4,738	3,693
Supplies	9,377	10,766
Total Maintenance	126,541	117,663
Other Public Works		
Other Costs	4,200	4,200
Total Other Public Works	4,200	4,200
Total Public Works	1,897,256	1,952,515

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2019 and 2018

	2019	2018
Culture and Recreation		
Parks		
Personal Services and Employee Benefits	555	--
Purchased/Contracted Services	1,430	1,731
Supplies	4,209	4,326
Capital Outlay	45,126	35,514
Total Parks	51,320	41,571
Other Culture and Recreation		
Other Costs	33,800	33,800
Total Other Culture and Recreation	33,800	33,800
Total Culture and Recreation	85,120	75,371
Housing and Development		
Inspection		
Purchased/Contracted Services	1,874	5,334
Supplies	350	--
Other Costs	12,250	12,250
Total Inspection	14,474	17,584
Community Development Director		
Personal Services and Employee Benefits	48,059	8,608
Purchased/Contracted Services	20,501	4,583
Supplies	7,059	1,947
Total Community Development Director	75,619	15,138
Downtown Development Director		
Personal Services and Employee Benefits	67,560	23,552
Purchased/Contracted Services	15,113	7,094
Supplies	8,273	7,588
Total Downtown Development Director	90,946	38,234
Other Housing and Development		
Other Costs	154,500	78,500
Total Other Housing and Development	154,500	78,500
Total Housing and Development	335,539	149,456
Debt Service	211,865	178,029
Total Expenditures	$ 6,860,380	$ 6,495,673

CITY OF ADEL, GEORGIA
Schedule of Projects Constructed with Special Sales Tax Proceeds
For the Year Ended September 30, 2019

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
2005 SPLOST - 10/1/2005 - 9/30/2011	$ 1,431,823	$ 1,457,650				110%
Water, Sewer and Natural Gas			$ 526,285	$ 144,515	$ 670,800	
Road, Streets and Bridges			931,365	--	931,365	
Administrative Facilities			--	--	--	
Public Safety Facilities			--	--	--	
	$ 1,431,823	$ 1,457,650	$ 1,457,650	$ 144,515	$ 1,602,165	
SPLOST Capital Projects Fund						
Total Expenditures				$ 144,515		
				$ 144,515		
2010 SPLOST - 10/1/2011 - 9/30/2017	$ 1,400,000	$ 1,400,000				96%
Road, Streets and Bridges			$ 820,807	$ 305,894	$ 1,126,701	
Water, Sewer and Natural Gas			--	214,442	214,442	
Public Safety Facilities			--	--	--	
Administrative Facilities			--	--	--	
	$ 1,400,000	$ 1,400,000	$ 820,807	$ 520,336	$ 1,341,143	
SPLOST 2010 Capital Projects Fund						
Total Expenditures				$ 520,336		
				$ 520,336		
2016 SPLOST - 10/1/2017 - 9/30/2023	$ 1,935,000	$ 1,935,000				8%
Road, Streets and Bridges			$ --	$ --	$ --	
Water, Sewer and Natural Gas			--	151,982	151,982	
General Capital Outlay			--	--	--	
	$ 1,935,000	$ 1,935,000	$ --	$ 151,982	$ 151,982	
SPLOST 2016 Capital Projects Fund						
Total Expenditures				$ 151,982		
				$ 151,982		

CITY OF ADEL, GEORGIA
Community Development Block Grant
Project Cost Schedule
Grant Award Number 16p-z-037-2-5981
From Inception and for the Year Ended September 30, 2019

Program Activity	CDBG Activity Number	Project Authorization	Revised Project Authorization	Prior Years	Current Year	Total To Date	Questioned Costs (If Applicable)
Public Facilities	E-17B-00	$ 643,000	$ 705,000	$ --	$ 705,000	$ 705,000	$ --
Contingencies	C-022-00	62,000	--	--	--	--	--
Administration	A-21A-00	45,000	45,000	--	32,500	32,500	--
		$ 750,000	$ 750,000	$ --	$ 737,500	$ 737,500	$ --

CITY OF ADEL, GEORGIA
Community Development Block Grant
Source & Application of Funds Schedule
Grant Award Number 16p-z-037-2-5981
From Inception and for the Year Ended September 30, 2019

I.	Total Fiscal Year 2016 CDBG Funds Awarded to Recipient:	$ 750,000
II.	Total Amount Drawdown by Recipient from DCA:	$ 657,011
III.	Less: CDBG Funds Expended by Recipient:	$ 657,011
IV.	Amount of Fiscal Year 2016 CDBG Funds held by Recipient:	$ --

CITY OF ADEL, GEORGIA
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

Federal Grantor/Pass-Through Grantor/Program Or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing & Urban Development			
Pass-through Program From			
Georgia Department of Community Affairs			
Community Development Block Grant - EIP	14.228	16q-z-037-2-5981	$ 737,500
Total U.S. Department of Housing & Urban Development			737,500
U.S. Department of Justice			
Bulletproof Vest Program	16.607	BA-2000S-XT02	740
Total U.S. Department of Justice			740
U.S. Department of Homeland Security			
Pass-through Program From			
Georgia Emergency Management Agency			
FEMA Disaster Grant	97.036	4338-DR-GA	37,335
Total U.S. Department of Homeland Security			37,335
Total Expenditures of Federal Awards			$ 775,575

Notes To Schedule

This schedule of expenditures of federal awards includes the federal grant activity of City of Adel, Georgia and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of City of Adel, Georgia, it is not intended to and does not present the financial position, changes in net assets, or cash flows of City of Adel, Georgia. City of Adel, Georgia has elected not to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, 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, 2019, and the related notes to the financial statements, which collectively comprise City of Adel, Georgia's basic financial statements, and have issued our report thereon dated June 29, 2020.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Adel, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

MEEKS CPA, LLP

Ocilla, Georgia
June 29, 2020

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

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

Report on Compliance for Each Major Federal Program

We have audited City of Adel, Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Adel, Georgia's major federal programs for the year ended September 30, 2019. City of Adel, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, City of Adel, Georgia, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2019.

Report on Internal Control Over Compliance

Management of City of Adel, Georgia, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In

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

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

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

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

MEEKS CPA, LLP

Ocilla, Georgia
June 29, 2020

CITY OF ADEL, GEORGIA
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2019

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	___ yes	_x_ no
Significant deficiency(ies) identified?	___ yes	_x_ none reported
Noncompliance material to financial statements noted?	___ yes	_x_ no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	___ yes	_x_ no
Significant deficiency(ies) identified?	___ yes	_x_ none reported
Type of auditor's report issued on compliance for major programs:	unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	___ yes	_x_ no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
14.228	U.S. Department of Housing & Urban Development Community Development Block Grant - EIP

Dollar threshold used to distinguish between type A and type B programs:	$ 750,000
Auditee qualified as low-risk auditee?	___ yes _x_ no

Section II - Financial Statement Findings

None Reported

Section III - Federal Award Findings and Questioned Costs

None Reported