CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
September 30, 2020

ECKLER CPA, LLC
Certified Public Accountants
& Advisors

CITY OF ADEL, GEORGIA
Annual Financial Report
For The Fiscal Year Ended September 30, 2020

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ECKLER CPA, LLC
Certified Public Accountants & Advisors

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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, 2020, 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, 2020, 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, 2021, 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.

ECKLER CPA, LLC

Fitzgerald, Georgia
June 29, 2021

BASIC FINANCIAL STATEMENTS

CITY OF ADEL, GEORGIA
Statement of Net Position
September 30, 2020

	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	$ 16,668,000	$ 5,713,686	$ 22,381,686	$ 317,635	$ 438,610	$ 4,617
Investments	--	9,353,347	9,353,347	--	--	--
Receivables (Net of Allowance for Uncollectibles)	813,670	977,107	1,790,777	--	--	--
Due From Component Units	744,142	--	744,142	--	--	--
Inventories	--	719,687	719,687	--	--	--
Property Held for Resale	--	--	--	--	4,706,451	115,191
Prepaid Items	93,791	29,241	123,032	--	--	--
Restricted Assets						
Cash and Cash Equivalents	63,104	--	63,104	--	--	--
Net Pension Asset	206,460	98,596	305,056	--	--	--
Capital Assets Not Being Depreciated	1,173,094	924,461	2,097,555	--	104,612	--
Capital Assets Net of Accumulated Depreciation	4,558,671	11,493,106	16,051,777	--	52,271	--
Total Assets	24,320,932	29,309,231	53,630,163	317,635	5,301,944	119,808
DEFERRED OUTFLOWS OF RESOURCES						
Pension	802,638	391,475	1,194,113	--	--	--
Total Deferred Outflows of Resources	802,638	391,475	1,194,113	--	--	--
LIABILITIES						
Accounts Payable	393,106	1,157,755	1,550,861	1,150	--	--
Accrued Liabilities	107,962	45,981	153,943	4,545	--	--
Intergovernmental Payable	1,512	98,392	99,904	--	--	--
Unearned Revenue	--	10,096	10,096	--	--	--
Internal Balances	4,276,460	(4,276,460)	--	--	--	--
Due To Primary Government	--	--	--	--	628,951	115,191
Customer Deposits	1,000	1,497,491	1,498,491	--	50,000	--
Noncurrent Liabilities						
Due Within One Year	253,218	41,566	294,784	--	--	--
Due in More than One Year	1,253,123	851,478	2,104,601	--	--	--
Total Liabilities	6,286,381	(573,701)	5,712,680	5,695	678,951	115,191
DEFERRED INFLOWS OF RESOURCES						
Pension	477,070	227,823	704,893	--	--	--
Total Deferred Inflows of Resources	477,070	227,823	704,893	--	--	--
NET POSITION						
Net Investment in Capital Assets	4,807,747	11,592,426	16,400,173	--	156,883	--
Restricted						
Public Safety	63,104	--	63,104	--	--	--
Public Works	206,423	--	206,423	--	--	--
Capital Outlay	1,004,386	--	1,004,386	--	--	--
Unrestricted	12,278,459	18,454,158	30,732,617	311,940	4,466,110	4,617
Total Net Position	$ 18,360,119	$ 30,046,584	$ 48,406,703	$ 311,940	$ 4,622,993	$ 4,617

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, 2020

FUNCTIONS/PROGRAMS	Expenses	PROGRAM REVENUES: Charges For Services	PROGRAM REVENUES: Operating Grants & Contributions	PROGRAM REVENUES: Capital Grants & Contributions
Primary Government				
Governmental Activities				
General Government	$ 595,094	$ 22,368	$ 3,818	$ --
Judicial	20,732	630,853	--	--
Public Safety	3,345,178	30,678	279,327	4,153
Public Works	1,814,544	996,674	74,022	1,023,634
Culture and Recreation	338,561	26,037	316,335	--
Housing and Development	708,795	--	--	--
Interest on Long-Term Debt	14,062	--	--	--
Total Governmental Activities	6,836,966	1,706,610	673,502	1,027,787
Business-type Activities				
Electric	11,555,977	15,143,208	--	--
Gas	999,412	979,259	--	--
Sewer	925,156	1,441,911	--	--
Water	722,923	912,312	--	--
Total Business-Type Activities	14,203,468	18,476,690	--	--
Total Primary Government	$ 21,040,434	$ 20,183,300	$ 673,502	$ 1,027,787
Component Units				
Economic Development Commission	$ 796,707	$ --	$ 282,140	$ 530,000
Industrial Development Authority	942,335	88,409	--	530,000
Downtown Development Authority	2,100	--	--	--
Total Component Units	$ 1,741,142	$ 88,409	$ 282,140	$ 1,060,000
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
$ (568,908)	$ --	$ (568,908)			
610,121	--	610,121			
(3,031,020)	--	(3,031,020)			
279,786	--	279,786			
3,811	--	3,811			
(708,795)	--	(708,795)			
(14,062)	--	(14,062)			
(3,429,067)	--	(3,429,067)			
--	3,587,231	3,587,231			
--	(20,153)	(20,153)			
--	516,755	516,755			
--	189,389	189,389			
--	4,273,222	4,273,222			
(3,429,067)	4,273,222	844,155			
			$ 15,433	$ --	$ --
			--	(323,926)	--
			--	--	(2,100)
			15,433	(323,926)	(2,100)
902,991	--	902,991	--	--	--
77,978	--	77,978	--	--	--
252,991	--	252,991	--	--	--
159,691	--	159,691	--	--	--
514,639	--	514,639	--	--	--
7,159	--	7,159	--	--	--
86,724	245,670	332,394	2,934	2,498	11
9,426	--	9,426	201	--	--
5,416	--	5,416	--	--	--
2,456,125	(2,456,125)	--	--	--	--
4,473,140	(2,210,455)	2,262,685	3,135	2,498	11
1,044,073	2,062,767	3,106,840	18,568	(321,428)	(2,089)
17,316,046	27,983,817	45,299,863	293,372	4,944,421	6,706
$ 18,360,119	$ 30,046,584	$ 48,406,703	$ 311,940	$ 4,622,993	$ 4,617

CITY OF ADEL, GEORGIA
Balance Sheet
Governmental Funds
September 30, 2020

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	$ 14,234,855	$ 2,433,145	$ 16,668,000
Restricted Assets			
Cash and Cash Equivalents	--	63,104	63,104
Receivables (Net of Allowance for Uncollectibles)	550,951	262,719	813,670
Due From Other Funds	147,961	--	147,961
Due From Component Units	744,142	--	744,142
Total Assets	$ 15,677,909	$ 2,758,968	$ 18,436,877
LIABILITIES			
Accounts Payable	$ 341,179	$ 51,927	$ 393,106
Accrued Liabilities	107,962	--	107,962
Intergovernmental Payable	1,512	--	1,512
Due To Other Funds	4,276,460	147,961	4,424,421
Customer Deposits	1,000	--	1,000
Total Liabilities	4,728,113	199,888	4,928,001
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue			
Property Taxes	44,827	--	44,827
Intergovernmental	--	95,844	95,844
Total Deferred Inflows of Resources	44,827	95,844	140,671
FUND BALANCES			
Nonspendable	766,204	--	766,204
Restricted	--	1,273,913	1,273,913
Assigned	--	1,326,002	1,326,002
Unassigned	10,138,765	(136,679)	10,002,086
Total Fund Balances	10,904,969	2,463,236	13,368,205
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 15,677,909	$ 2,758,968	
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.			5,731,765
Net pension assets are not financial resources and, therefore, are not reported in the funds.			206,460
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.			140,671
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.			93,791
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.			802,638
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Capital Leases		$ (434,517)	
Notes Payable		(817,266)	
Compensated Absences		(254,558)	
Total long-term liabilities			(1,506,341)
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.			(477,070)
Net Position of Governmental Activities			$ 18,360,119

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, 2020

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 1,783,755	$ 104,009	$ 1,887,764
Licenses and Permits	19,600	--	19,600
Intergovernmental	464,916	1,435,348	1,900,264
Charges for Services	1,004,778	26,037	1,030,815
Fines and Forfeitures	630,853	25,342	656,195
Investment Income	71,351	16,303	87,654
Contributions and Donations	2,000	--	2,000
Miscellaneous	9,426	--	9,426
Total Revenues	3,986,679	1,607,039	5,593,718
EXPENDITURES			
Current			
General Government	586,125	--	586,125
Judicial	20,732	--	20,732
Public Safety	4,046,301	25,350	4,071,651
Public Works	1,826,756	--	1,826,756
Culture and Recreation	42,569	416,375	458,944
Housing and Development	721,663	--	721,663
Capital Outlay	--	610,065	610,065
Debt Service	241,550	--	241,550
Total Expenditures	7,485,696	1,051,790	8,537,486
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,499,017)	555,249	(2,943,768)
OTHER FINANCING SOURCES (USES)			
Transfers In	2,468,625	709,409	3,178,034
Transfers Out	(9,409)	(700,000)	(709,409)
Proceeds of Capital Asset Dispositions	5,416	--	5,416
Notes Payable	489,500	--	489,500
Capital Leases	169,188	--	169,188
Total Other Financing Sources (Uses)	3,123,320	9,409	3,132,729
Net Change in Fund Balances	(375,697)	564,658	188,961
Fund Balances - Beginning	11,280,666	1,898,578	13,179,244
Fund Balances - Ending	$ 10,904,969	$ 2,463,236	$ 13,368,205

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, 2020

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*	$ 188,961
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	1,689,907
Depreciation Expense	(467,176)
	1,222,731
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	(55,000)
Accumulated Depreciation	55,000
Capital Assets Reassigned to Enterprise Funds	(12,500)
	(12,500)
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	27,685
Intergovernmental	(201,905)
	(174,220)
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	(169,188)
Issuance of Notes Payable	(489,500)
Principal Repayments	
Capital Leases	169,379
Notes Payable	58,109
	(431,200)
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	17,318
Pensions	234,084
Prepaid Items	(1,101)
	250,301
Change in net position of governmental activities reported in the *Statement of Activities*	$ 1,044,073

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, 2020

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
ASSETS						
Current Assets						
Cash and Cash Equivalents	$ 1,339,410	$ 100,464	$ 283,472	$ 66,719	$ 3,923,621	$ 5,713,686
Investments	9,353,347	--	--	--	--	9,353,347
Receivables (Net of Allowance for Uncollectibles)	854,955	17,499	44,016	56,348	4,289	977,107
Due From Other Funds	3,177,690	172,041	465,372	971,121	27	4,786,251
Inventories	589,664	36,993	75,314	17,716	--	719,687
Prepaid Items	9,703	3,145	7,293	9,100	--	29,241
Total Current Assets	15,324,769	330,142	875,467	1,121,004	3,927,937	21,579,319
Noncurrent Assets						
Net Pension Asset	47,500	17,837	13,760	19,499	--	98,596
Capital Assets Not Being Depreciated	39,979	--	5,175	879,307	--	924,461
Capital Assets Net of Accumulated Depreciation	1,892,106	2,316,105	3,271,473	4,013,422	--	11,493,106
Total Noncurrent Assets	1,979,585	2,333,942	3,290,408	4,912,228	--	12,516,163
Total Assets	17,304,354	2,664,084	4,165,875	6,033,232	3,927,937	34,095,482
DEFERRED OUTFLOWS OF RESOURCES						
Pension	186,839	70,000	55,272	79,364	--	391,475
Total Deferred Outflows of Resources	186,839	70,000	55,272	79,364	--	391,475
LIABILITIES						
Current Liabilities						
Accounts Payable	1,005,672	62,031	29,600	60,452	--	1,157,755
Accrued Liabilities	23,861	7,571	3,836	10,713	--	45,981
Intergovernmental Payable	89,477	8,915	--	--	--	98,392
Due To Other Funds	76,781	87,825	--	344,910	275	509,791
Unearned Revenue	10,096	--	--	--	--	10,096
Customer Deposits	1,444,487	37,080	15,924	--	--	1,497,491
Notes Payable	--	--	41,566	--	--	41,566
Total Current Liabilities	2,650,374	203,422	90,926	416,075	275	3,361,072
Noncurrent Liabilities						
Compensated Absences	40,188	14,196	5,299	8,220	--	67,903
Notes Payable	--	--	783,575	--	--	783,575
Total Noncurrent Liabilities	40,188	14,196	788,874	8,220	--	851,478
Total Liabilities	2,690,562	217,618	879,800	424,295	275	4,212,550
DEFERRED INFLOWS OF RESOURCES						
Pension	109,757	41,215	31,795	45,056	--	227,823
Total Deferred Inflows of Resources	109,757	41,215	31,795	45,056	--	227,823
NET POSITION						
Net Investment in Capital Assets	1,932,085	2,316,105	2,451,507	4,892,729	--	11,592,426
Unrestricted	12,758,789	159,146	858,045	750,516	3,927,662	18,454,158
Total Net Position	$ 14,690,874	$ 2,475,251	$ 3,309,552	$ 5,643,245	$ 3,927,662	$ 30,046,584

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, 2020

	Business-type Activities - Enterprise Funds					
	Electric	Gas	Water	Sewer	Combined Public Utility System	Total Enterprise Funds
OPERATING REVENUES						
Charges for Services	$ 15,143,208	$ 979,259	$ 912,312	$ 1,441,911	$ --	$ 18,476,690
Total Operating Revenues	15,143,208	979,259	912,312	1,441,911	--	18,476,690
OPERATING EXPENSES						
Personal Services and Employee Benefits	789,376	296,348	265,266	370,978	--	1,721,968
Purchased/Contracted Services	327,150	79,831	100,656	143,651	--	651,288
Supplies	10,309,218	537,286	198,348	160,825	--	11,205,677
Depreciation	130,233	83,584	147,552	249,478	--	610,847
Total Operating Expenses	11,555,977	997,049	711,822	924,932	--	14,189,780
Operating Income (Loss)	3,587,231	(17,790)	200,490	516,979	--	4,286,910
NONOPERATING REVENUES (EXPENSES)						
Interest Revenue	21,326	--	--	--	34,408	55,734
Investment Earnings	189,936	--	--	--	--	189,936
Interest	--	--	(11,101)	(224)	--	(11,325)
Gain (Loss) on Disposition of Capital Assets	--	(2,363)	--	--	--	(2,363)
Total Nonoperating Revenues (Expenses)	211,262	(2,363)	(11,101)	(224)	34,408	231,982
Income (Loss) Before Contributions and Transfers	3,798,493	(20,153)	189,389	516,755	34,408	4,518,892
Capital Contributions	--	--	5,207	7,293	--	12,500
Transfers Out	(1,955,075)	(129,000)	(143,600)	(240,950)	--	(2,468,625)
Changes in Net Position	1,843,418	(149,153)	50,996	283,098	34,408	2,062,767
Net Position - Beginning	12,847,456	2,624,404	3,258,556	5,360,147	3,893,254	27,983,817
Net Position - Ending	$ 14,690,874	$ 2,475,251	$ 3,309,552	$ 5,643,245	$ 3,927,662	$ 30,046,584

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, 2020

	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	$ 16,019,235	$ 996,646	$ 916,533	$ 1,428,401	$ --	$ 19,360,815
Payments to Suppliers	(10,821,272)	(595,755)	(259,785)	(264,589)	--	(11,941,401)
Payments to Employees	(851,931)	(314,629)	(278,845)	(388,998)	--	(1,834,403)
Net Cash Provided (Used) by Operating Activities	4,346,032	86,262	377,903	774,814	--	5,585,011
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers To Other Funds	(1,955,075)	(129,000)	(143,600)	(240,950)	--	(2,468,625)
Due From Other Funds	(2,167,019)	(96,487)	(288,744)	(555,671)	--	(3,107,921)
Due To Other Funds	12,173	70,072	(40,064)	157,336	--	199,517
Net Cash Provided (Used) by Noncapital Financing Activities	(4,109,921)	(155,415)	(472,408)	(639,285)	--	(5,377,029)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and Construction of Capital Assets	(24,702)	(20,583)	(6,052)	(61,746)	--	(113,083)
Principal Paid on Capital Debt	--	--	(41,024)	(17,554)	--	(58,578)
Interest Paid on Capital Debt	--	--	(11,101)	(224)	--	(11,325)
Net Cash Provided (Used) by Capital and Related Financing Activities	(24,702)	(20,583)	(58,177)	(79,524)	--	(182,986)
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of Investments	(514,511)	--	--	--	--	(514,511)
Interest Received	21,326	--	--	--	41,225	62,551
Dividends Received	120,393	--	--	--	--	120,393
Net Cash Provided (Used) by Investing Activities	(372,792)	--	--	--	41,225	(331,567)
Net Increase (Decrease) in Cash and Cash Equivalents	(161,383)	(89,736)	(152,682)	56,005	41,225	(306,571)
Cash and Cash Equivalents - Beginning of Year	1,500,793	190,200	436,154	10,714	3,882,396	6,020,257
Cash and Cash Equivalents - End of Year	$ 1,339,410	$ 100,464	$ 283,472	$ 66,719	$ 3,923,621	$ 5,713,686

CITY OF ADEL, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2020

	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)	$ 3,587,231	$ (17,790)	$ 200,490	$ 516,979	$ --	$ 4,286,910
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities						
Depreciation Expense	130,233	83,584	147,552	249,478	--	610,847
(Increase) Decrease in Accounts Receivable	850,481	13,132	3,671	(13,510)	--	853,774
(Increase) Decrease in Inventories	26,303	2,603	30,163	(3,865)	--	55,204
(Increase) Decrease in Prepaid Items	313	45	(945)	(2,504)	--	(3,091)
(Increase) Decrease in Net Pension Asset	76,469	28,213	22,389	35,022	--	162,093
(Increase) Decrease in Deferred Outflows of Resources	(15,307)	(6,184)	(4,229)	(3,135)	--	(28,855)
Increase (Decrease) in Accounts Payable	(211,520)	18,714	10,001	46,256	--	(136,549)
Increase (Decrease) in Accrued Liabilities	4,425	1,294	1,249	4,217	--	11,185
Revenue	10,096	--	--	--	--	10,096
Increase (Decrease) in Compensated Absences Payable	(13,304)	609	708	(404)	--	(12,391)
Increase (Decrease) in Intergovernmental Payables	(16,698)	400	--	--	--	(16,298)
Deposits	32,148	3,855	550	--	--	36,553
Increase (Decrease) in Deferred Inflows of Resources	(114,838)	(42,213)	(33,696)	(53,720)	--	(244,467)
Net Cash Provided (Used) by Operating Activities	$ 4,346,032	$ 86,262	$ 377,903	$ 774,814	$ --	$ 5,585,011
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Contributions of Capital Assets from Governmental Funds	$ --	$ --	$ 5,207	$ 7,293	$ --	$ 12,500
Net Increase (Decrease) in Fair Value of Investments	$ 69,543	$ --	$ --	$ --	$ --	$ 69,543

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	$ 15,000	30-40
Machinery and Equipment	$ 10,000	5-20
Improvements	$ 10,000	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	$ 15,000	30
Water System	$ 15,000	30-40
Sewer System	$ 15,000	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 16, 2019, payable December 15, 2019, and attached as an enforceable lien on property as of January 1, 2019. The billings are considered past due after December 15, 2019, 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.

B. Deficit Fund Equity

The following funds had deficit fund equity at September 30, 2020:

2018 CHIP Grant Special Revenue Fund	$ 3,057
2018 CDBG Water Capital Projects Fund	133,622

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

As of September 30, 2020, 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, 2020, $11,767 of Adel Industrial Development Authority's bank balance was uninsured or uncollateralized. As of September 30, 2020, $74,170 of Cook County Economic Development Commission's bank balance was uninsured or uncollateralized. As of September 30, 2020, 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, 2020 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	28,763.080	$ 2,882,061	1.25
Intermediate Portfolio	19,006.040	1,901,174	1.81
Intermediate Extended Portfolio	43,930.710	4,570,112	31.08
		$ 9,353,347	

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	$ 8,424	$ 1,476	$ --	$ --	$ --	$ --	$ 4,289	$ 14,189
Taxes	62,933	--	--	--	--	--	--	62,933
Accounts	299,774	--	1,793,082	67,399	160,766	224,473	--	2,545,494
Intergovernmental	360,349	261,243	--	--	--	--	--	621,592
Gross Receivables	731,480	262,719	1,793,082	67,399	160,766	224,473	4,289	3,244,208
Less: Allowance for Uncollectibles	(180,529)	--	(938,127)	(49,900)	(116,750)	(168,125)	--	(1,453,431)
	$ 550,951	$ 262,719	$ 854,955	$ 17,499	$ 44,016	$ 56,348	$ 4,289	$ 1,790,777

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, 2020 was $327,766 and is reported as an intergovernmental receivable. Based on the payment schedule for intergovernmental receivables, $276,013 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, 2020, was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	$ 256,267	$ 186,921	$ --	$ 443,188
Construction in Progress	39,893	690,013	--	729,906
Total Capital Assets, Not Being Depreciated	296,160	876,934	--	1,173,094
Capital Assets, Being Depreciated				
Buildings	2,047,217	--	--	2,047,217
Infrastructure	12,169,877	12,500	(12,500)	12,169,877
Improvements Other Than Buildings	1,409,051	--	--	1,409,051
Machinery and Equipment	4,965,637	800,473	(55,000)	5,711,110
Total Capital Assets, Being Depreciated	20,591,782	812,973	(67,500)	21,337,255
Less Accumulated Depreciation For				
Buildings	(1,470,218)	(42,378)	--	(1,512,596)
Infrastructure	(9,910,735)	(78,768)	--	(9,989,503)
Improvements Other Than Buildings	(1,075,262)	(29,334)	--	(1,104,596)
Machinery and Equipment	(3,910,193)	(316,696)	55,000	(4,171,889)
Total Accumulated Depreciation	(16,366,408)	(467,176)	55,000	(16,778,584)
Total Capital Assets, Being Depreciated, Net	4,225,374	345,797	(12,500)	4,558,671
Governmental Activities Capital Assets, Net	$ 4,521,534	$ 1,222,731	$ (12,500)	$ 5,731,765

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Capital Assets, Not Being Depreciated				
Land	$ 896,191	$ --	$ --	$ 896,191
Construction in Progress	--	28,270	--	28,270
Total Capital Assets, Not Being Depreciated	896,191	28,270	--	924,461
Capital Assets, Being Depreciated				
Buildings and System	28,079,890	44,804	(30,148)	28,094,546
Improvements Other Than Buildings	123,394	--	(700)	122,694
Machinery and Equipment	2,143,280	49,702	(172,463)	2,020,519
Total Capital Assets, Being Depreciated	30,346,564	94,506	(203,311)	30,237,759
Less Accumulated Depreciation For				
Buildings and System	(16,398,654)	(537,701)	27,786	(16,908,569)
Improvements Other Than Buildings	(90,730)	(3,076)	700	(93,106)
Machinery and Equipment	(1,845,371)	(70,070)	172,463	(1,742,978)
Total Accumulated Depreciation	(18,334,755)	(610,847)	200,949	(18,744,653)
Total Capital Assets, Being Depreciated, Net	12,011,809	(516,341)	(2,362)	11,493,106
Business-Type Activities Capital Assets, Net	$ 12,908,000	$ (488,071)	$ (2,362)	$ 12,417,567

Capital assets of $5,207 were reassigned from Governmental Activities to the Water Fund and capital assets of $7,293 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	$ 23,139
Public Safety	243,343
Public Works	180,702
Culture and Recreation	19,992
Total Depreciation Expense	$ 467,176
Business-type Activities	
Electric	$ 130,233
Gas	83,584
Water	147,552
Sewer	249,478
Total Depreciation Expense	$ 610,847

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of September 30, 2020 was as follows:

Due From / To Other Funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	$ 147,961
Electric Enterprise Fund	General Fund	3,177,415
Electric Enterprise Fund	Combined Public Utility System Enterprise Fund	275
Gas Enterprise Fund	General Fund	72,139
Gas Enterprise Fund	Electric Enterprise Fund	76,769
Gas Enterprise Fund	Sewer Enterprise Fund	23,133
Water Enterprise Fund	General Fund	55,758
Water Enterprise Fund	Electric Enterprise Fund	12
Water Enterprise Fund	Gas Enterprise Fund	87,825
Water Enterprise Fund	Sewer Enterprise Fund	321,777
Sewer Enterprise Fund	General Fund	971,121
Combined Public Utility System Enterprise Fund	General Fund	27
		$ 4,934,212

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 $4,276,433 primarily consist of unreimbursed collections of payments on utility customer accounts.

The composition of interfund transfers for the year ended September 30, 2020 was as follows:

Interfund Transfers:

Transfer In	Transfer Out	Amount
General Fund	Electric Enterprise Fund	$ 1,955,075
General Fund	Gas Enterprise Fund	129,000
General Fund	Water Enterprise Fund	143,600
General Fund	Sewer Enterprise Fund	240,950
Nonmajor Governmental Funds	General Fund	9,409
Nonmajor Governmental Funds	Nonmajor Governmental Funds	700,000
		$ 3,178,034

The General Fund received annually budgeted transfers of $2,468,625 from Enterprise Funds. The General Fund transferred $9,409 to a Nonmajor Governmental Fund to finance police technology expenditures. A Nonmajor Governmental Fund transferred $700,000 to finance a recreation capital project.

F. Due From Component Units

On December 2, 2016, the City loaned the Adel Industrial Development Authority $750,000, payable in 6 annual installments of $125,000 plus interest at 1%. The interest 1% interest rate floor will be adjusted annually at ½% higher than the average interest rate of return on the City's investments. The balance outstanding at September 30, 2020 was $600,000 plus accrued interest of $28,951.

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 $55,562, at September 30, 2020 were $115,191.

Based on the payment schedules for the component unit receivables, $485,629 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, 2020 were as follows:

	Governmental Activities
Machinery and Equipment	$ 778,752
Less: Accumulated Depreciation	(258,895)
Total	$ 519,857

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, were as follows:

Year Ending September 30	Governmental Activities
2021	$ 185,924
2022	156,016
2023	113,933
Total Minimum Lease Payments	455,873
Less: Amounts Representing Interest	(21,356)
Present Value of Minimum Lease Payments	$ 434,517

H. Long-Term Debt

Notes Payable

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, 2020 was $327,766.

On September 4, 2020, 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 $489,500 with interest at 2.25% for the purchase of a pumper fire truck. The note is payable is payable in 15 annual payments of $38,813. The balance at September 30, 2020 was $489,500.

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, 2020, the balance outstanding was $825,141.

Debt service requirements to maturity for the notes payable as of September 30, 2020 were as follows:

Year Ending	Governmental Activities			Business-type Activities		
September 30	Principal	Interest	Total	Principal	Interest	Total
2021	$ 79,552	$ 11,014	$ 90,566	$ 41,566	$ 10,560	$ 52,126
2022	80,177	10,388	90,565	42,113	10,013	52,126
2023	80,817	9,749	90,566	42,668	9,458	52,126
2024	81,446	9,119	90,565	43,231	8,895	52,126
2025	82,139	8,426	90,565	43,800	8,326	52,126
2026 - 2030	231,485	31,584	263,069	227,815	32,815	260,630
2031 - 2035	181,650	12,415	194,065	243,227	17,403	260,630
2036 - 2040	--	--	--	140,721	2,625	143,346
Total	$ 817,266	$ 92,695	$ 909,961	$ 825,141	$ 100,095	$ 925,236

I. Changes in General Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Compensated Absences	$ 271,876	$ --	$ (17,318)	$ 254,558	$ --
Capital Leases	434,708	169,188	(169,379)	434,517	173,666
Notes Payable	385,875	489,500	(58,109)	817,266	79,552
	$ 1,092,459	$ 658,688	$ (244,806)	$ 1,506,341	$ 253,218
Business-type Activities					
Compensated Absences	$ 80,294	$ --	$ (12,391)	$ 67,903	$ --
Notes Payable	883,719	--	(58,578)	825,141	41,566
	$ 964,013	$ --	$ (70,969)	$ 893,044	$ 41,566

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, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	26
Inactive employees entitled to but not yet receiving benefits	19
Active employees	126
	171

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, 2020, the City's actuarially determined contribution was $256,390.

The City's net pension liability was measured as of September 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020.

The total pension liability in the January 1, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.375%
Inflation	2.25%
Salary increases	2.25% plus service based merit increases
Cost-of-living adjustment	1.70%

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

The actuarial assumptions used in the January 1, 2020 valuation were based on an experience study conducted in November and December 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. 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 %	6.41 %
International Equity	20 %	6.96 %
Domestic Fixed Income	20 %	1.96 %
Real Estate	10 %	4.76 %
Global Fixed Income	5 %	3.06 %
Cash	0 %	0.00 %

The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that 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	$ 15,295,949	$ 16,102,153	$ (806,204)
Changes for the Year			
Service Cost	303,458	--	303,458
Interest	1,149,729	--	1,149,729
Differences Between Expected and Actual Experience	(283,575)	--	(283,575)
Changes of Assumptions	445,945	--	445,945
Contributions - Employer	--	405,272	(405,272)
Contributions - Employee	--	245,643	(245,643)
Net Investement Income	--	498,691	(498,691)
Benefit Payments	(539,382)	(539,382)	--
Administrative Expense	--	(35,197)	35,197
Net Changes	1,076,175	575,027	501,148
Balances - Ending	$ 16,372,124	$ 16,677,180	$ (305,056)

The following changes in assumptions affected the measurement of the total pension liability:

- The mortality table for healthy retirees and beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.
- The mortality table for disabled participants was changed from the sex-distinct RP-2000 Disabled Retiree Mortality Table to the sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.
- The mortality table for active participants, terminated vested participants, and deferred beneficiaries was changed from the sex- distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex- distinct Pri-2012 head-count weighted Employee Mortality Table.
- Future mortality improvement is based on projecting generationally from 2012 using 60% of the sex-distinct Scale SSA2019. Previously future mortality improvements were not explicitly projected.
- The prior retirement assumption was based on the Plan's normal retirement eligibility. If normal retirement eligibility was only available on or after age 65, the prior assumption was 60% at ages 65 to 69 and 100% at age 70 and older. If normal retirement eligibility was available prior to age 65, the rates were 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70 and older as long as a participant was at least eligible for early retirement.
- The new assumption relates to when a given participant is eligible for normal retirement (either regular normal retirement or alternative normal retirement). Retirement rates do not apply if a participant is not eligible for either early or normal retirement. The retirement rates where normal retirement is available on or after age 65 are 5% at ages 55 to 59, 7% at ages 60 and 61, 20% at age 62, 10% at ages 63 and 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older.
- Where normal retirement is available to a given participant at age 62, 63, or 64, the new retirement rates are 3% when first eligible for early retirement through age 60, 10% at ages 61 to 64, 35% at age 65, 25% at ages 66 to 71

and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 30%.

- Where normal retirement is available at age 60 or 61, the new retirement rates are 3% when first eligible for early retirement through age 59, 10% at ages 60 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 20%.
- Where normal retirement is available prior to age 60, the new retirement rates are 3% when first eligible for early retirement through the year prior to normal retirement eligibility, 10% from normal retirement eligibility through age 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 10%.
- The turnover rates were changed from the greater of age-based rates and select rates for the first five years of service followed by age-based rates thereafter to service-based rates only.
- The disability rates were changed to 50% of the rates in the prior age-based table.
- The inflation assumption was decreased from 2.75% to 2.25%.
- The salary increase assumption was changed from a service-based salary scale starting at 8.25% for the first two years of service with an ultimate rate of 3.25% at ten years of service to a service-based scale starting at 8.50% for the first two years of service with an ultimate rate of 3.00% at 15 years of service.
- The investment return assumption was decreased from 7.50% to 7.375%.
- The cost-of-living assumption was decreased from 2.00% to 1.70%.

The following presents the City's net pension liability calculated using the discount rate of 7.375%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.375%) or 1-percentage-point higher (8.375%) than the current rate:

	1% Decrease (6.375%)	Current Discount Rate (7.375%)	1% Increase (8.375%)
Net Pension Liability (Asset)	$ 1,684,893	$ (305,056)	$ (1,953,525)

For the year ended September 30, 2020, the City recognized pension expense of $54,059. At September 30, 2020, 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	$ 101,312	$ 619,291
Changes in assumptions	694,579	--
Net difference between projected and actual earnings on pension plan investments	--	85,602
Contributions subsequent to the measurement date	398,222	--
	$ 1,194,113	$ 704,893

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	
2021	$ (44,072)
2022	(166,063)
2023	104,644
2024	169,428
2025	27,061
Thereafter	--
	$ 90,998

Deferred Compensation Plan

The City sponsors a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457. The plan is administered by Nationwide Retirement Solutions. 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, 2020, the City did not contribute to the plan and employee deferrals were $56,338.

K. Restricted Assets

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

	Governmental Activities
Confiscated Funds	$ 24,081
Technology Account	39,023
	$ 63,104

L. Fund Balances

The classifications of fund balances of governmental funds at September 30, 2020 were as follows:

	General	Other Governmental Funds	Total Governmental Funds
Nonspendable			
Notes Receivable	$ 276,013	$ --	$ 276,013
Due From Component Units	490,191	--	490,191
	766,204	--	766,204
Restricted			
Public Safety	--	63,104	63,104
Public Works	--	206,423	206,423
Capital Outlay	--	1,004,386	1,004,386
	--	1,273,913	1,273,913
Assigned			
Culture and Recreation	--	275,540	275,540
Capital Outlay	--	1,050,462	1,050,462
Other Purposes	--	--	--
	--	1,326,002	1,326,002
Unassigned, Reported In			
General Fund	10,138,765	--	10,138,765
Special Revenue Funds	--	(3,057)	(3,057)
Capital Projects Funds	--	(133,622)	(133,622)
	10,138,765	(136,679)	10,002,086
Total Fund Balances	$ 10,904,969	$ 2,463,236	$ 13,368,205

M. Tax Abatements

City property tax revenues were reduced by $21,762 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 $16,526,912 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. The payments are $17,408 per month and the total commitment outstanding at September 30, 2020 was $6,058,071.

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 MW 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, 2050. Pursuant to the agreement in order to finance project costs, MGAG is authorized to issue bonds in series through the close of business on December 31, 2030, with a maximum principal amount outstanding at any one time of $831,500,000 and a final maturity not to exceed 30 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, 2020, the City paid $10,747 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, 2020

	Budgeted Amounts		Actual	Variance With Final
	Original	Final	Amounts	Budget
REVENUES				
Taxes	$ 1,813,125	$ 1,813,125	$ 1,783,755	$ (29,370)
Licenses and Permits	20,000	20,000	19,600	(400)
Intergovernmental	156,900	156,900	464,916	308,016
Charges for Services	968,300	968,300	1,004,778	36,478
Fines and Forfeitures	900,000	900,000	630,853	(269,147)
Interest Revenue	60,000	60,000	71,351	11,351
Contributions and Donations	--	--	2,000	2,000
Miscellaneous	5,800	5,800	9,426	3,626
Total Revenues	3,924,125	3,924,125	3,986,679	62,554
EXPENDITURES				
Mayor and Council	166,525	157,900	157,724	176
Elections	--	775	764	11
Administration	660,325	657,350	623,052	34,298
Attorney	6,600	6,000	6,000	--
Judge	29,900	20,750	20,732	18
Police	2,624,350	2,240,500	2,239,937	563
Fire	1,983,800	1,798,725	1,798,340	385
Volunteer Fire	75,900	61,450	61,294	156
Animal Control	90,175	91,475	91,157	318
Street	797,175	800,600	800,277	323
Sanitation	1,133,850	948,075	947,539	536
Maintenance	148,500	129,800	129,519	281
Parks	6,500	5,225	5,169	56
Inspection	17,250	72,550	72,288	262
Community Development Director	89,525	224,875	224,604	271
Downtown Development Director	105,900	108,125	107,810	315
Special Appropriations	--	208,900	208,899	1
Total Expenditures	7,936,275	7,533,075	7,495,105	37,970
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,012,150)	(3,608,950)	(3,508,426)	100,524
OTHER FINANCING SOURCES (USES)				
Transfers In	2,468,625	2,468,625	2,468,625	--
Proceeds of Capital Asset Dispositions	--	--	5,416	5,416
Notes Payable	489,500	489,500	489,500	--
Capital Leases	164,700	164,700	169,188	4,488
Total Other Financing Sources (Uses)	3,122,825	3,122,825	3,132,729	9,904
Net Change in Fund Balances	(889,325)	(486,125)	(375,697)	110,428
Fund Balances - Beginning	11,280,666	11,280,666	11,280,666	--
Fund Balances - Ending	$ 10,391,341	$ 10,794,541	$ 10,904,969	$ 110,428

CITY OF ADEL, GEORGIA
Pension Plan
Schedule of Changes in the City's Net Pension Liability and Related Ratios
September 30, 2020

	2020	2019	2018	2017	2016	2015
Total Pension Liability						
Service Cost	$ 303,458	$ 287,885	$ 302,844	$ 305,219	$ 588,059	$ 591,133
Interest on Total Pension Liability	1,149,729	1,109,756	1,030,283	1,011,616	843,056	802,428
Changes of Benefit Terms	--	--	--	--	--	--
Differences Between Expected and Actual Experience	(283,575)	(344,262)	96,053	(529,258)	319,708	2,990
Changes of Assumptions	445,945	--	353,337	--	877,732	(490,645)
Benefit Payments	(539,382)	(532,594)	(602,658)	(490,754)	(416,440)	(346,903)
Net Change in Total Pension Liability	1,076,175	520,785	1,179,859	296,823	2,212,115	559,003
Total Pension Liability - Beginning	15,295,949	14,775,164	13,595,305	13,298,482	11,086,367	10,527,364
Total Pension Liability - Ending (a)	$ 16,372,124	$ 15,295,949	$ 14,775,164	$ 13,595,305	$ 13,298,482	$ 11,086,367
Plan Fiduciary Net Position						
Contributions - Employer	$ 405,272	$ 395,107	$ 380,702	$ 361,690	$ 381,714	$ 571,236
Contributions - Employee	245,643	232,816	305,519	226,569	231,993	374,429
Net Investment Income	498,691	1,450,777	1,894,830	1,267,315	123,989	1,055,047
Benefit Payments, Including Refunds of Employee Contributions	(539,382)	(532,594)	(602,658)	(490,754)	(416,440)	(346,903)
Administrative Expense	(35,197)	(35,879)	(40,227)	(18,781)	(21,513)	(16,530)
Other	--	--	--	--	--	--
Net Change in Plan Fiduciary Net Position	575,027	1,510,227	1,938,166	1,346,039	299,743	1,637,279
Plan Fiduciary Net Position - Beginning	16,102,153	14,591,926	12,653,760	11,307,721	11,007,978	9,370,699
Plan Fiduciary Net Position - Ending (b)	$ 16,677,180	$ 16,102,153	$ 14,591,926	$ 12,653,760	$ 11,307,721	$ 11,007,978
City's Net Pension Liability - Ending (a) - (b)	$ (305,056)	$ (806,204)	$ 183,238	$ 941,545	$ 1,990,761	$ 78,389
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	101.86%	105.27%	98.76%	93.07%	85.03%	99.29%
Covered-Employee Payroll	$ 3,672,019	$ 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	-8.31%	-21.59%	5.01%	26.42%	56.03%	2.28%

CITY OF ADEL, GEORGIA
Pension Plan
Schedule of City Contributions
September 30, 2020

	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	$ 208,045	$ 256,390	$ 243,810	$ 322,042	$ 302,393	$ 376,573
Contributions in Relation to the Actuarially Determined Contribution	398,222	404,122	381,103	379,772	361,690	381,714
Contribution Deficiency (Excess)	$ (190,177)	$ (147,732)	$ (137,293)	$ (57,730)	$ (59,297)	$ (5,141)
Covered-Employee Payroll	$ 3,672,019	$ 3,734,803	$ 3,658,216	$ 3,563,770	$ 3,552,948	$ 3,436,256
Contributions as a Percentage of Covered-Employee Payroll	10.84%	10.82%	10.42%	10.66%	10.18%	11.11%

Notes to Schedule

Valuation date	January 1, 2019
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	$ 157,724	$ --	$ 157,724
Elections	764	--	764
Administration	623,052	(201,415)	421,637
Attorney	6,000	--	6,000
	787,540	(201,415)	586,125
Judicial	20,732	--	20,732
Public Safety			
Police	2,239,937	(138,071)	2,101,866
Fire	1,798,340	(6,131)	1,792,209
Volunteer Fire	61,294	(225)	61,069
Animal Control	91,157	--	91,157
	4,190,728	(144,427)	4,046,301
Public Works			
Street	800,277	--	800,277
Sanitation	947,539	(54,779)	892,760
Maintenance	129,519	--	129,519
Other Public Works	--	4,200	4,200
	1,877,335	(50,579)	1,826,756
Culture and Recreation			
Parks	5,169	--	5,169
Other Culture and Recreation	--	37,400	37,400
	5,169	37,400	42,569
Housing and Development			
Inspection	72,288	--	72,288
Community Development Director	224,604	--	224,604
Downtown Development Director	107,810	--	107,810
Other Housing and Development	--	316,961	316,961
	404,702	316,961	721,663
Debt Service	--	241,550	241,550
Special Appropriations	208,899	(208,899)	--
Total Expenditures	7,495,105	(9,409)	7,485,696
OTHER FINANCING USES			
Transfers Out	--	9,409	9,409
Total	$ 7,495,105	$ --	$ 7,495,105

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, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 14,234,855	$ 11,389,058
Receivables (Net of Allowance for Uncollectibles)		
Interest	8,424	17,629
Taxes	54,209	19,454
Accounts	127,969	140,440
Intergovernmental	360,349	496,540
Due From Other Funds		
Adel-Cook County Recreation Special Revenue Fund	63,209	73,067
2018 CHIP Grant Special Revenue Fund	2,167	387
2018 CDBG Water Capital Projects Fund	82,585	39,893
Gas Enterprise Fund	--	17,753
Water Enterprise Fund	--	40,064
Due From Component Units	744,142	769,224
Total Assets	$ 15,677,909	$ 13,003,509
LIABILITIES		
Accounts Payable	$ 341,179	$ 180,748
Accrued Liabilities	107,962	96,307
Intergovernmental Payable	1,512	1,523
Due To Other Funds		
Electric Enterprise Fund	3,177,415	1,010,396
Gas Enterprise Fund	72,139	--
Water Enterprise Fund	55,758	--
Sewer Enterprise Fund	971,121	415,450
Combined Public Utility System Enterprise Fund	27	27
Customer Deposits	1,000	1,250
Total Liabilities	4,728,113	1,705,701
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	44,827	17,142
Total Deferred Inflows of Resources	44,827	17,142
FUND BALANCES		
Nonspendable	766,204	942,957
Assigned	--	203,967
Unassigned	10,138,765	10,133,742
Total Fund Balances	10,904,969	11,280,666
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 15,677,909	$ 13,003,509

CITY OF ADEL, GEORGIA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Taxes	$ 1,783,755	$ 1,904,043
Licenses and Permits	19,600	22,000
Intergovernmental	464,916	150,449
Charges for Services	1,004,778	1,002,176
Fines and Forfeitures	630,853	972,512
Interest Revenue	71,351	82,978
Contributions and Donations	2,000	--
Miscellaneous	9,426	39,309
Total Revenues	3,986,679	4,173,467
EXPENDITURES		
Current		
General Government	586,125	519,975
Judicial	20,732	25,246
Public Safety	4,046,301	3,785,379
Public Works	1,826,756	1,897,256
Culture and Recreation	42,569	85,120
Housing and Development	721,663	335,539
Debt Service	241,550	211,865
Total Expenditures	7,485,696	6,860,380
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,499,017)	(2,686,913)
OTHER FINANCING SOURCES (USES)		
Transfers In		
Electric Enterprise Fund	1,955,075	2,904,935
Gas Enterprise Fund	129,000	110,900
Water Enterprise Fund	143,600	176,800
Sewer Enterprise Fund	240,950	776,777
Transfers Out		
Technology Special Revenue Fund	(9,409)	(15,553)
CDBG EIP Hospital Capital Projects Fund	--	(700)
Gas Enterprise Fund	--	(27,192)
Water Enterprise Fund	--	(7,659)
Proceeds of Capital Asset Dispositions	5,416	11,895
Notes Payable	489,500	--
Capital Leases	169,188	119,048
Total Other Financing Sources (Uses)	3,123,320	4,049,251
Net Change in Fund Balances	(375,697)	1,362,338
Fund Balances - Beginning	11,280,666	9,918,328
Fund Balances - Ending	$ 10,904,969	$ 11,280,666

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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, 2020

	Special Revenue Funds					
	Confiscated Assets	Technology	TSPLOST	Adel-Cook County Recreation	2018 CHIP Grant	Total
ASSETS						
Cash and Cash Equivalents	$ --	$ --	$ 197,490	$ 279,678	$ --	$ 477,168
Restricted Assets						
Cash and Cash Equivalents	24,081	39,023	--	--	--	63,104
Receivables	--	--	8,933	117,075	--	126,008
Total Assets	$ 24,081	$ 39,023	$ 206,423	$ 396,753	$ --	$ 666,280
LIABILITIES						
Accounts Payable	$ --	$ --	$ --	$ --	$ 890	$ 890
Due To Other Funds	--	--	--	63,209	2,167	65,376
Total Liabilities	--	--	--	63,209	3,057	66,266
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue						
Intergovernmental	--	--	--	58,004	--	58,004
Total Deferred Inflows Of Resources	--	--	--	58,004	--	58,004
FUND BALANCES						
Restricted	24,081	39,023	206,423	--	--	269,527
Assigned	--	--	--	275,540	--	275,540
Unassigned	--	--	--	--	(3,057)	(3,057)
Total Fund Balances	24,081	39,023	206,423	275,540	(3,057)	542,010
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 24,081	$ 39,023	$ 206,423	$ 396,753	$ --	$ 666,280

Capital Projects Funds							Total Nonmajor Governmental Funds
SPLOST	SPLOST 2010	SPLOST 2016	CDBG EIP Hospital	2018 CDBG Water	Recreation Project	Total	
$ 7	$ 27,396	$ 879,588	$ --	$ --	$ 1,048,986	$ 1,955,977	$ 2,433,145
--	--	--	--	--	--	--	63,104
--	--	97,395	--	37,840	1,476	136,711	262,719
$ 7	$ 27,396	$ 976,983	$ --	$ 37,840	$ 1,050,462	$ 2,092,688	$ 2,758,968
$ --	$ --	$ --	$ --	$ 51,037	$ --	$ 51,037	$ 51,927
--	--	--	--	82,585	--	82,585	147,961
--	--	--	--	133,622	--	133,622	199,888
--	--	--	--	37,840	--	37,840	95,844
--	--	--	--	37,840	--	37,840	95,844
7	27,396	976,983	--	--	--	1,004,386	1,273,913
--	--	--	--	--	1,050,462	1,050,462	1,326,002
--	--	--	--	(133,622)	--	(133,622)	(136,679)
7	27,396	976,983	--	(133,622)	1,050,462	1,921,226	2,463,236
$ 7	$ 27,396	$ 976,983	$ --	$ 37,840	$ 1,050,462	$ 2,092,688	$ 2,758,968

CITY OF ADEL, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
September 30, 2020

	Special Revenue Funds					
	Confiscated Assets	Technology	TSPLOST	Adel-Cook County Recreation	2018 CHIP Grant	Total
REVENUES						
Taxes	$ --	$ --	$ 104,009	$ --	$ --	$ 104,009
Intergovernmental	--	--	--	486,090	--	486,090
Charges for Services	--	--	--	26,037	--	26,037
Fines and Forfeitures	25,342	--	--	--	--	25,342
Interest Revenue	28	--	170	575	--	773
Total Revenues	25,370	--	104,179	512,702	--	642,251
EXPENDITURES						
Current						
Public Safety	13,756	11,594	--	--	--	25,350
Culture and Recreation	--	--	--	416,375	--	416,375
Capital Outlay	32,330	--	--	--	2,670	35,000
Total Expenditures	46,086	11,594	--	416,375	2,670	476,725
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,716)	(11,594)	104,179	96,327	(2,670)	165,526
OTHER FINANCING SOURCES (USES)						
Transfers In	--	9,409	--	--	--	9,409
Transfers Out	--	--	--	(700,000)	--	(700,000)
Total Other Financing Sources (Uses)	--	9,409	--	(700,000)	--	(690,591)
Net Change in Fund Balances	(20,716)	(2,185)	104,179	(603,673)	(2,670)	(525,065)
Fund Balances - Beginning	44,797	41,208	102,244	879,213	(387)	1,067,075
Fund Balances - Ending	$ 24,081	$ 39,023	$ 206,423	$ 275,540	$ (3,057)	$ 542,010

Capital Projects Funds							Total Nonmajor Governmental Funds
SPLOST	SPLOST 2010	SPLOST 2016	CDBG EIP Hospital	2018 CDBG Water	Recreation Project	Total	
$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ 104,009
--	--	424,664	80,489	444,105	--	949,258	1,435,348
--	--	--	--	--	--	--	26,037
--	--	--	--	--	--	--	25,342
--	59	871	--	--	14,600	15,530	16,303
--	59	425,535	80,489	444,105	14,600	964,788	1,607,039
--	--	--	--	--	--	--	25,350
--	--	--	--	--	--	--	416,375
--	24,731	--	12,500	537,834	--	575,065	610,065
--	24,731	--	12,500	537,834	--	575,065	1,051,790
--	(24,672)	425,535	67,989	(93,729)	14,600	389,723	555,249
--	--	--	--	--	700,000	700,000	709,409
--	--	--	--	--	--	--	(700,000)
--	--	--	--	--	700,000	700,000	9,409
--	(24,672)	425,535	67,989	(93,729)	714,600	1,089,723	564,658
7	52,068	551,448	(67,989)	(39,893)	335,862	831,503	1,898,578
$ 7	$ 27,396	$ 976,983	$ --	$ (133,622)	$ 1,050,462	$ 1,921,226	$ 2,463,236

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Restricted Assets		
Cash and Cash Equivalents	$ 24,081	$ 44,797
Total Assets	$ 24,081	$ 44,797
FUND BALANCES		
Restricted	$ 24,081	$ 44,797
Total Fund Balances	$ 24,081	$ 44,797

CITY OF ADEL, GEORGIA
Confiscated Assets Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Fines and Forfeitures	$ 25,342	$ 4,860
Interest Revenue	28	59
Total Revenues	25,370	4,919
EXPENDITURES		
Current		
Public Safety	13,756	8,082
Capital Outlay	32,330	--
Total Expenditures	46,086	8,082
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,716)	(3,163)
Net Change in Fund Balances	(20,716)	(3,163)
Fund Balances - Beginning	44,797	47,960
Fund Balances - Ending	$ 24,081	$ 44,797

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, 2020

	Budget	Actual	Variance
REVENUES			
Fines and Forfeitures	$ 25,350	$ 25,342	$ (8)
Interest Revenue	50	28	(22)
Total Revenues	25,400	25,370	(30)
EXPENDITURES			
Current			
Public Safety	13,775	13,756	19
Capital Outlay	32,350	32,330	20
Total Expenditures	46,125	46,086	39
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,725)	(20,716)	9
Net Change in Fund Balances	(20,725)	(20,716)	9
Fund Balances - Beginning	44,797	44,797	--
Fund Balances - Ending	$ 24,072	$ 24,081	$ 9

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Restricted Assets		
Cash and Cash Equivalents	$ 39,023	$ 41,208
Total Assets	$ 39,023	$ 41,208
FUND BALANCES		
Restricted	$ 39,023	$ 41,208
Total Fund Balances	$ 39,023	$ 41,208

CITY OF ADEL, GEORGIA
Technology Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
EXPENDITURES		
Current		
Public Safety	$ 11,594	$ 13,941
Total Expenditures	11,594	13,941
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,594)	(13,941)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	9,409	15,553
Total Other Financing Sources (Uses)	9,409	15,553
Net Change in Fund Balances	(2,185)	1,612
Fund Balances - Beginning	41,208	39,596
Fund Balances - Ending	$ 39,023	$ 41,208

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, 2020

	Budget	Actual	Variance
EXPENDITURES			
Current			
Public Safety	$ 11,625	$ 11,594	$ 31
Total Expenditures	11,625	11,594	31
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,625)	(11,594)	31
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	8,775	9,409	634
Total Other Financing Sources (Uses)	8,775	9,409	634
Net Change in Fund Balances	(2,850)	(2,185)	665
Fund Balances - Beginning	41,208	41,208	--
Fund Balances - Ending	$ 38,358	$ 39,023	$ 665

CITY OF ADEL, GEORGIA
TSPLOST Special Revenue Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 197,490	$ 93,581
Receivables		
Intergovernmental	8,933	8,663
Total Assets	$ 206,423	$ 102,244
FUND BALANCES		
Restricted	$ 206,423	$ 102,244
Total Fund Balances	$ 206,423	$ 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, 2020 and 2019

	2020	2019
REVENUES		
Taxes	$ 104,009	$ 102,198
Interest Revenue	170	46
Total Revenues	104,179	102,244
Excess (Deficiency) of Revenues Over (Under) Expenditures	104,179	102,244
Net Change in Fund Balances	104,179	102,244
Fund Balances - Beginning	102,244	--
Fund Balances - Ending	$ 206,423	$ 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, 2020

	Budget	Actual	Variance
REVENUES			
Taxes	$ 100,000	$ 104,009	$ 4,009
Interest Revenue	125	170	45
Total Revenues	100,125	104,179	4,054
EXPENDITURES			
Capital Outlay	100,125	--	100,125
Total Expenditures	100,125	--	100,125
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	104,179	104,179
Net Change in Fund Balances	--	104,179	104,179
Fund Balances - Beginning	102,244	102,244	--
Fund Balances - Ending	$ 102,244	$ 206,423	$ 104,179

CITY OF ADEL, GEORGIA
Adel-Cook County Recreation Special Revenue Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 279,678	$ 806,628
Receivables		
Intergovernmental	117,075	378,923
Total Assets	$ 396,753	$ 1,185,551
LIABILITIES		
Accounts Payable	$ --	$ 3,511
Due To Other Funds		
General Fund	63,209	73,067
Total Liabilities	63,209	76,578
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Intergovernmental	58,004	229,760
Total Deferred Inflows of Resources	58,004	229,760
FUND BALANCES		
Assigned	275,540	879,213
Total Fund Balances	275,540	879,213
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 396,753	$ 1,185,551

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, 2020 and 2019

	2020	2019
REVENUES		
Intergovernmental	$ 486,090	$ 641,075
Charges for Services	26,037	87,036
Interest Revenue	575	874
Total Revenues	512,702	728,985
EXPENDITURES		
Current		
Culture and Recreation	416,375	454,803
Capital Outlay	--	23,317
Total Expenditures	416,375	478,120
Excess (Deficiency) of Revenues Over (Under) Expenditures	96,327	250,865
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Recreation Project Capital Projects Fund	(700,000)	--
Total Other Financing Sources (Uses)	(700,000)	--
Net Change in Fund Balances	(603,673)	250,865
Fund Balances - Beginning	879,213	628,348
Fund Balances - Ending	$ 275,540	$ 879,213

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, 2020

	Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 498,770	$ 486,090	$ (12,680)
Charges for Services	75,000	26,037	(48,963)
Interest Revenue	--	575	575
Total Revenues	573,770	512,702	(61,068)
EXPENDITURES			
Current			
Culture and Recreation	548,770	416,375	132,395
Capital Outlay	25,000	--	25,000
Total Expenditures	573,770	416,375	157,395
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	96,327	96,327
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Recreation Project Capital Projects Fund	--	(700,000)	(700,000)
Total Other Financing Sources (Uses)	--	(700,000)	(700,000)
Net Change in Fund Balances	--	(603,673)	(603,673)
Fund Balances - Beginning	879,213	879,213	--
Fund Balances - Ending	$ 879,213	$ 275,540	$ (603,673)

CITY OF ADEL, GEORGIA
2018 CHIP Grant Special Revenue Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Accounts Payable	$ 890	$ --
Due To Other Funds		
General Fund	2,167	387
Total Liabilities	3,057	387
FUND BALANCES		
Unassigned	(3,057)	(387)
Total Fund Balances	(3,057)	(387)
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, 2020 and 2019

	2020	2019
EXPENDITURES		
Capital Outlay	$ 2,670	$ 239
Total Expenditures	2,670	239
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,670)	(239)
Net Change in Fund Balances	(2,670)	(239)
Fund Balances - Beginning	(387)	(148)
Fund Balances - Ending	$ (3,057)	$ (387)

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, 2020

	Budget	Actual	Variance
REVENUES			
Intergovernmental	$ 2,675	$ --	$ (2,675)
Total Revenues	2,675	--	(2,675)
EXPENDITURES			
Capital Outlay	2,675	2,670	5
Total Expenditures	2,675	2,670	5
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	(2,670)	(2,670)
Net Change in Fund Balances	--	(2,670)	(2,670)
Fund Balances - Beginning	(387)	(387)	--
Fund Balances - Ending	$ (387)	$ (3,057)	$ (2,670)

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 7	$ 7
Total Assets	$ 7	$ 7
FUND BALANCES		
Restricted	$ 7	$ 7
Total Fund Balances	$ 7	$ 7

CITY OF ADEL, GEORGIA
SPLOST Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Interest Revenue	$ --	$ 162
Total Revenues	--	162
EXPENDITURES		
Capital Outlay	--	144,515
Total Expenditures	--	144,515
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	(144,353)
Net Change in Fund Balances	--	(144,353)
Fund Balances - Beginning	7	144,360
Fund Balances - Ending	$ 7	$ 7

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 27,396	$ 52,068
Total Assets	$ 27,396	$ 52,068
FUND BALANCES		
Restricted	$ 27,396	$ 52,068
Total Fund Balances	$ 27,396	$ 52,068

CITY OF ADEL, GEORGIA
SPLOST 2010 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Interest Revenue	$ 59	$ 482
Total Revenues	59	482
EXPENDITURES		
Capital Outlay	24,731	520,336
Total Expenditures	24,731	520,336
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,672)	(519,854)
Net Change in Fund Balances	(24,672)	(519,854)
Fund Balances - Beginning	52,068	571,922
Fund Balances - Ending	$ 27,396	$ 52,068

CITY OF ADEL, GEORGIA
SPLOST 2016 Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 879,588	$ 640,494
Receivables		
Intergovernmental	97,395	62,936
Total Assets	$ 976,983	$ 703,430
LIABILITIES		
Accounts Payable	$ --	$ 151,982
Total Liabilities	--	151,982
FUND BALANCES		
Restricted	976,983	551,448
Total Fund Balances	976,983	551,448
Total Liabilities and Fund Balances	$ 976,983	$ 703,430

CITY OF ADEL, GEORGIA
SPLOST 2016 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Intergovernmental	$ 424,664	$ 374,674
Interest Revenue	871	540
Total Revenues	425,535	375,214
EXPENDITURES		
Capital Outlay	--	151,982
Total Expenditures	--	151,982
Excess (Deficiency) of Revenues Over (Under) Expenditures	425,535	223,232
Net Change in Fund Balances	425,535	223,232
Fund Balances - Beginning	551,448	328,216
Fund Balances - Ending	$ 976,983	$ 551,448

CITY OF ADEL, GEORGIA
CDBG EIP Hospital Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Receivables		
Intergovernmental	$ --	$ 80,489
Total Assets	$ --	$ 80,489
LIABILITIES		
Accounts Payable	$ --	$ 80,489
Total Liabilities	--	80,489
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Intergovernmental	--	67,989
Total Deferred Inflows of Resources	--	67,989
FUND BALANCES		
Unassigned	--	(67,989)
Total Fund Balances	--	(67,989)
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, 2020 and 2019

	2020	2019
REVENUES		
Intergovernmental	$ 80,489	$ 669,511
Total Revenues	80,489	669,511
EXPENDITURES		
Capital Outlay	12,500	737,500
Total Expenditures	12,500	737,500
Excess (Deficiency) of Revenues Over (Under) Expenditures	67,989	(67,989)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	--	700
Total Other Financing Sources (Uses)	--	700
Net Change in Fund Balances	67,989	(67,289)
Fund Balances - Beginning	(67,989)	(700)
Fund Balances - Ending	$ --	$ (67,989)

CITY OF ADEL, GEORGIA
2018 CDBG Water Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Accounts Payable	$ 51,037	$ --
Due To Other Funds		
General Fund	82,585	39,893
Total Liabilities	133,622	39,893
FUND BALANCES		
Unassigned	(133,622)	(39,893)
Total Fund Balances	(133,622)	(39,893)
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, 2020 and 2019

	2020	2019
REVENUES		
Intergovernmental	$ 444,105	$ --
Total Revenues	444,105	--
EXPENDITURES		
Capital Outlay	537,834	31,943
Total Expenditures	537,834	31,943
Excess (Deficiency) of Revenues Over (Under) Expenditures	(93,729)	(31,943)
Net Change in Fund Balances	(93,729)	(31,943)
Fund Balances - Beginning	(39,893)	(7,950)
Fund Balances - Ending	$ (133,622)	$ (39,893)

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Balance Sheet
September 30, 2020 and 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	$ 1,048,986	$ 334,061
Receivables		
Interest	1,476	1,801
Total Assets	$ 1,050,462	$ 335,862
FUND BALANCES		
Assigned	$ 1,050,462	$ 335,862
Total Fund Balances	$ 1,050,462	$ 335,862

CITY OF ADEL, GEORGIA
Recreation Project Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Interest Revenue	$ 14,600	$ 7,766
Total Revenues	14,600	7,766
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,600	7,766
OTHER FINANCING SOURCES (USES)		
Transfers In		
Adel-Cook County Recreation Special Revenue Fund	700,000	--
Total Other Financing Sources (Uses)	700,000	--
Net Change in Fund Balances	714,600	7,766
Fund Balances - Beginning	335,862	328,096
Fund Balances - Ending	$ 1,050,462	$ 335,862

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, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 1,339,410	$ 1,500,793
Investments	9,353,347	8,769,293
Receivables (Net of Allowance for Uncollectibles)		
Accounts	854,955	1,705,436
Due From Other Funds		
General Fund	3,177,415	1,010,396
Combined Public Utility System Enterprise Fund	275	275
Inventories	589,664	615,967
Prepaid Items	9,703	10,016
Total Current Assets	15,324,769	13,612,176
Noncurrent Assets		
Net Pension Asset	47,500	123,969
Capital Assets Not Being Depreciated		
Land	39,979	39,979
Capital Assets Net of Accumulated Depreciation		
Buildings and System	5,277,693	5,277,693
Improvements Other than Buildings	60,306	60,306
Machinery and Equipment	1,079,635	1,141,254
Accumulated Depreciation	(4,525,528)	(4,481,616)
Total Capital Assets Net of Accumulated Depreciation	1,932,085	2,037,616
Total Noncurrent Assets	1,979,585	2,161,585
Total Assets	17,304,354	15,773,761
DEFERRED OUTFLOWS OF RESOURCES		
Pension	186,839	171,532
Total Deferred Outflows of Resources	186,839	171,532

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Current Liabilities		
Accounts Payable	1,005,672	1,217,192
Accrued Liabilities	23,861	19,436
Intergovernmental Payable	89,477	106,175
Due To Other Funds		
Gas Enterprise Fund	76,769	64,596
Water Enterprise Fund	12	12
Unearned Revenue	10,096	--
Customer Deposits	1,444,487	1,412,339
Total Current Liabilities	2,650,374	2,819,750
Noncurrent Liabilities		
Compensated Absences	40,188	53,492
Total Noncurrent Liabilities	40,188	53,492
Total Liabilities	2,690,562	2,873,242
DEFERRED INFLOWS OF RESOURCES		
Pension	109,757	224,595
Total Deferred Inflows of Resources	109,757	224,595
NET POSITION		
Investment In Capital Assets	1,932,085	2,037,616
Unrestricted	12,758,789	10,809,840
Total Net Position	$ 14,690,874	$ 12,847,456

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Charges for Services	$ 15,143,208	$ 14,905,537
Total Operating Revenues	15,143,208	14,905,537
OPERATING EXPENSES		
Personal Services and Employee Benefits	789,376	780,885
Purchased/Contracted Services	327,150	381,265
Supplies	10,309,218	10,274,159
Depreciation	130,233	135,308
Total Operating Expenses	11,555,977	11,571,617
Operating Income (Loss)	3,587,231	3,333,920
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	21,326	14,034
Investment Earnings	189,936	401,799
Miscellaneous	--	262,516
Total Nonoperating Revenues (Expenses)	211,262	678,349
Income (Loss) Before Contributions and Transfers	3,798,493	4,012,269
Transfers In		
Gas Enterprise Fund	--	13,135
Water Enterprise Fund	--	21,700
Transfers Out		
General Fund	(1,955,075)	(2,904,935)
Sewer Enterprise Fund	--	(540)
Changes in Net Position	1,843,418	1,141,629
Net Position - Beginning	12,847,456	11,705,827
Net Position - Ending	$ 14,690,874	$ 12,847,456

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 16,019,235	$ 15,317,551
Payments to Suppliers	(10,821,272)	(10,257,218)
Payments to Employees	(851,931)	(843,859)
Net Cash Provided (Used) by Operating Activities	4,346,032	4,216,474
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers To Other Funds	(1,955,075)	(1,808,450)
Due From Other Funds	(2,167,019)	(1,010,671)
Due To Other Funds	12,173	64,608
Other	--	5,466
Net Cash Provided (Used) by Noncapital Financing Activities	(4,109,921)	(2,749,047)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(24,702)	(222,248)
Contractual Agreements	--	257,050
Net Cash Provided (Used) by Capital and Related Financing Activities	(24,702)	34,802
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(514,511)	(360,495)
Interest Received	21,326	14,034
Dividends Received	120,393	234,654
Net Cash Provided (Used) by Investing Activities	(372,792)	(111,807)
Net Increase (Decrease) in Cash and Cash Equivalents	(161,383)	1,390,422
Cash and Cash Equivalents - Beginning of Year	1,500,793	110,371
Cash and Cash Equivalents - End of Year	$ 1,339,410	$ 1,500,793

CITY OF ADEL, GEORGIA
Electric Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 3,587,231	$ 3,333,920
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	130,233	135,308
(Increase) Decrease in Accounts Receivable	850,481	(612,673)
(Increase) Decrease in Inventories	26,303	872
(Increase) Decrease in Prepaid Items	313	13,397
(Increase) Decrease in Net Pension Asset	76,469	(123,969)
(Increase) Decrease in Deferred Outflows of Resources	(15,307)	41,181
Increase (Decrease) in Accounts Payable	(211,520)	383,937
Increase (Decrease) in Accrued Liabilities	4,425	1,956
Increase (Decrease) in Unearned Revenue	10,096	--
Increase (Decrease) in Compensated Absences Payable	(13,304)	13,454
Increase (Decrease) in Intergovernmental Payables	(16,698)	57,592
Increase (Decrease) in Customer Deposits	32,148	967,095
Increase (Decrease) in Net Pension Liability	--	(28,230)
Increase (Decrease) in Deferred Inflows of Resources	(114,838)	32,634
Net Cash Provided (Used) by Operating Activities	$ 4,346,032	$ 4,216,474
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Net Increase (Decrease) in Fair Value of Investments	$ 69,543	$ 167,145
Due From Other Funds	$ --	$ 1,097,025
Due To Other Funds	$ --	$ 34,835

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 100,464	$ 190,200
Receivables (Net of Allowance for Uncollectibles)		
Accounts	17,499	30,631
Due From Other Funds		
General Fund	72,139	--
Electric Enterprise Fund	76,769	64,596
Sewer Enterprise Fund	23,133	10,958
Inventories	36,993	39,596
Prepaid Items	3,145	3,190
Total Current Assets	330,142	339,171
Noncurrent Assets		
Net Pension Asset	17,837	46,050
Capital Assets Net of Accumulated Depreciation		
Buildings and System	3,423,794	3,411,624
Machinery and Equipment	184,922	211,408
Accumulated Depreciation	(1,292,611)	(1,238,757)
Total Capital Assets Net of Accumulated Depreciation	2,316,105	2,384,275
Total Noncurrent Assets	2,333,942	2,430,325
Total Assets	2,664,084	2,769,496
DEFERRED OUTFLOWS OF RESOURCES		
Pension	70,000	63,816
Total Deferred Outflows of Resources	70,000	63,816

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Current Liabilities		
Accounts Payable	62,031	46,123
Accrued Liabilities	7,571	6,277
Intergovernmental Payable	8,915	8,515
Due To Other Funds		
General Fund	--	17,753
Water Enterprise Fund	87,825	--
Customer Deposits	37,080	33,225
Total Current Liabilities	203,422	111,893
Noncurrent Liabilities		
Compensated Absences	14,196	13,587
Total Noncurrent Liabilities	14,196	13,587
Total Liabilities	217,618	125,480
DEFERRED INFLOWS OF RESOURCES		
Pension	41,215	83,428
Total Deferred Inflows of Resources	41,215	83,428
NET POSITION		
Investment In Capital Assets	2,316,105	2,384,275
Unrestricted	159,146	240,129
Total Net Position	$ 2,475,251	$ 2,624,404

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Charges for Services	$ 979,259	$ 1,274,385
Total Operating Revenues	979,259	1,274,385
OPERATING EXPENSES		
Personal Services and Employee Benefits	296,348	295,209
Purchased/Contracted Services	79,831	113,907
Supplies	537,286	735,653
Depreciation	83,584	78,966
Total Operating Expenses	997,049	1,223,735
Operating Income (Loss)	(17,790)	50,650
NONOPERATING REVENUES (EXPENSES)		
Gain (Loss) on Disposition of Capital Assets	(2,363)	--
Total Nonoperating Revenues (Expenses)	(2,363)	--
Income (Loss) Before Contributions and Transfers	(20,153)	50,650
Transfers In		
General Fund	--	27,192
Water Enterprise Fund	--	568,465
Transfers Out		
General Fund	(129,000)	(110,900)
Electric Enterprise Fund	--	(13,135)
Sewer Enterprise Fund	--	(12,050)
Changes in Net Position	(149,153)	510,222
Net Position - Beginning	2,624,404	2,114,182
Net Position - Ending	$ 2,475,251	$ 2,624,404

CITY OF ADEL, GEORGIA
Gas Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 996,646	$ 1,267,990
Payments to Suppliers	(595,755)	(861,567)
Payments to Employees	(314,629)	(323,966)
Net Cash Provided (Used) by Operating Activities	86,262	82,457
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds	--	500,000
Transfers To Other Funds	(129,000)	(110,900)
Due From Other Funds	(96,487)	(75,554)
Due To Other Funds	70,072	7,778
Net Cash Provided (Used) by Noncapital Financing Activities	(155,415)	321,324
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(20,583)	(276,561)
Net Cash Provided (Used) by Capital and Related Financing Activities	(20,583)	(276,561)
Net Increase (Decrease) in Cash and Cash Equivalents	(89,736)	127,220
Cash and Cash Equivalents - Beginning of Year	190,200	62,980
Cash and Cash Equivalents - End of Year	$ 100,464	$ 190,200
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ (17,790)	$ 50,650
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	83,584	78,966
(Increase) Decrease in Accounts Receivable	13,132	(7,956)
(Increase) Decrease in Inventories	2,603	(5,138)
(Increase) Decrease in Prepaid Items	45	6,530
(Increase) Decrease in Net Pension Asset	28,213	(46,050)
(Increase) Decrease in Deferred Outflows of Resources	(6,184)	14,712
Increase (Decrease) in Accounts Payable	18,714	(13,399)
Increase (Decrease) in Accrued Liabilities	1,294	943
Increase (Decrease) in Compensated Absences Payable	609	(856)
Increase (Decrease) in Intergovernmental Payables	400	211
Increase (Decrease) in Customer Deposits	3,855	1,350
Increase (Decrease) in Net Pension Liability	--	(10,376)
Increase (Decrease) in Deferred Inflows of Resources	(42,213)	12,870
Net Cash Provided (Used) by Operating Activities	$ 86,262	$ 82,457
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Purchase of Capital Assets on Account	$ --	$ 2,806
Due From Other Funds	$ --	$ 25,185
Due To Other Funds	$ --	$ 95,657
Transfer of Capital Assets to Inventory	$ --	$ 10,857

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 283,472	$ 436,154
Receivables (Net of Allowance for Uncollectibles)		
Accounts	44,016	47,687
Due From Other Funds		
General Fund	55,758	--
Electric Enterprise Fund	12	12
Gas Enterprise Fund	87,825	--
Sewer Enterprise Fund	321,777	176,616
Inventories	75,314	105,477
Prepaid Items	7,293	6,348
Total Current Assets	875,467	772,294
Noncurrent Assets		
Net Pension Asset	13,760	36,149
Capital Assets Not Being Depreciated		
Land	5,175	5,175
Capital Assets Net of Accumulated Depreciation		
Buildings and System	7,891,904	7,880,645
Improvements Other than Buildings	9,553	10,253
Machinery and Equipment	300,795	315,712
Accumulated Depreciation	(4,930,779)	(4,798,844)
Total Capital Assets Net of Accumulated Depreciation	3,276,648	3,412,941
Total Noncurrent Assets	3,290,408	3,449,090
Total Assets	4,165,875	4,221,384
DEFERRED OUTFLOWS OF RESOURCES		
Pension	55,272	51,043
Total Deferred Outflows of Resources	55,272	51,043

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Current Liabilities		
Accounts Payable	29,600	19,599
Accrued Liabilities	3,836	2,587
Due To Other Funds		
General Fund	--	40,064
Customer Deposits	15,924	15,374
Notes Payable	41,566	41,025
Total Current Liabilities	90,926	118,649
Noncurrent Liabilities		
Compensated Absences	5,299	4,591
Notes Payable	783,575	825,140
Total Noncurrent Liabilities	788,874	829,731
Total Liabilities	879,800	948,380
DEFERRED INFLOWS OF RESOURCES		
Pension	31,795	65,491
Total Deferred Inflows of Resources	31,795	65,491
NET POSITION		
Net Investment in Capital Assets	2,451,507	2,546,776
Unrestricted	858,045	711,780
Total Net Position	$ 3,309,552	$ 3,258,556

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Charges for Services	$ 912,312	$ 879,300
Total Operating Revenues	912,312	879,300
OPERATING EXPENSES		
Personal Services and Employee Benefits	265,266	250,280
Purchased/Contracted Services	100,656	64,842
Supplies	198,348	219,366
Depreciation	147,552	133,796
Total Operating Expenses	711,822	668,284
Operating Income (Loss)	200,490	211,016
NONOPERATING REVENUES (EXPENSES)		
Interest	(11,101)	(11,635)
Total Nonoperating Revenues (Expenses)	(11,101)	(11,635)
Income (Loss) Before Contributions and Transfers	189,389	199,381
Capital Contributions	5,207	518,699
Transfers In		
General Fund	--	7,659
Transfers Out		
General Fund	(143,600)	(176,800)
Electric Enterprise Fund	--	(21,700)
Gas Enterprise Fund	--	(568,465)
Sewer Enterprise Fund	--	(148,125)
Changes in Net Position	50,996	(189,351)
Net Position - Beginning	3,258,556	3,447,907
Net Position - Ending	$ 3,309,552	$ 3,258,556

CITY OF ADEL, GEORGIA
Water Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 916,533	$ 886,994
Payments to Suppliers	(259,785)	(270,896)
Payments to Employees	(278,845)	(278,101)
Net Cash Provided (Used) by Operating Activities	377,903	337,997
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers To Other Funds	(143,600)	(676,800)
Due From Other Funds	(288,744)	(166,653)
Due To Other Funds	(40,064)	23,989
Net Cash Provided (Used) by Noncapital Financing Activities	(472,408)	(819,464)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(6,052)	(134,289)
Principal Paid on Capital Debt	(41,024)	(40,491)
Interest Paid on Capital Debt	(11,101)	(11,635)
Net Cash Provided (Used) by Capital and Related Financing Activities	(58,177)	(186,415)
Net Increase (Decrease) in Cash and Cash Equivalents	(152,682)	(667,882)
Cash and Cash Equivalents - Beginning of Year	436,154	1,104,036
Cash and Cash Equivalents - End of Year	$ 283,472	$ 436,154
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 200,490	$ 211,016
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	147,552	133,796
(Increase) Decrease in Accounts Receivable	3,671	7,444
(Increase) Decrease in Inventories	30,163	20,376
(Increase) Decrease in Prepaid Items	(945)	3,610
(Increase) Decrease in Net Pension Asset	22,389	(36,149)
(Increase) Decrease in Deferred Outflows of Resources	(4,229)	16,084
Increase (Decrease) in Accounts Payable	10,001	(10,674)
Increase (Decrease) in Accrued Liabilities	1,249	(1,532)
Increase (Decrease) in Compensated Absences Payable	708	(1,530)
Increase (Decrease) in Customer Deposits	550	250
Increase (Decrease) in Net Pension Liability	--	(8,998)
Increase (Decrease) in Deferred Inflows of Resources	(33,696)	4,304
Net Cash Provided (Used) by Operating Activities	$ 377,903	$ 337,997
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Contributions of Capital Assets from Governmental Funds	$ 5,207	$ 518,699
Due From Other Funds	$ --	$ 238,290
Due To Other Funds	$ --	$ 7,659

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 66,719	$ 10,714
Receivables (Net of Allowance for Uncollectibles)		
Accounts	56,348	42,838
Due From Other Funds		
General Fund	971,121	415,450
Inventories	17,716	13,851
Prepaid Items	9,100	6,596
Total Current Assets	1,121,004	489,449
Noncurrent Assets		
Net Pension Asset	19,499	54,521
Capital Assets Not Being Depreciated		
Land	851,037	851,037
Construction in Progress	28,270	--
Capital Assets Net of Accumulated Depreciation		
Buildings and System	11,501,155	11,509,928
Improvements Other than Buildings	52,835	52,835
Machinery and Equipment	455,167	474,907
Accumulated Depreciation	(7,995,735)	(7,815,539)
Total Capital Assets Net of Accumulated Depreciation	4,892,729	5,073,168
Total Noncurrent Assets	4,912,228	5,127,689
Total Assets	6,033,232	5,617,138
DEFERRED OUTFLOWS OF RESOURCES		
Pension	79,364	76,229
Total Deferred Outflows of Resources	79,364	76,229

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
LIABILITIES		
Current Liabilities		
Accounts Payable	60,452	14,196
Accrued Liabilities	10,713	6,496
Due To Other Funds		
Gas Enterprise Fund	23,133	10,958
Water Enterprise Fund	321,777	176,616
Notes Payable	--	17,554
Total Current Liabilities	416,075	225,820
Noncurrent Liabilities		
Compensated Absences	8,220	8,624
Total Noncurrent Liabilities	8,220	8,624
Total Liabilities	424,295	234,444
DEFERRED INFLOWS OF RESOURCES		
Pension	45,056	98,776
Total Deferred Inflows of Resources	45,056	98,776
NET POSITION		
Investment In Capital Assets	4,892,729	5,055,614
Unrestricted	750,516	304,533
Total Net Position	$ 5,643,245	$ 5,360,147

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2020 and 2019

	2020	2019
OPERATING REVENUES		
Charges for Services	$ 1,441,911	$ 1,338,551
Total Operating Revenues	1,441,911	1,338,551
OPERATING EXPENSES		
Personal Services and Employee Benefits	370,978	346,119
Purchased/Contracted Services	143,651	97,230
Supplies	160,825	184,154
Depreciation	249,478	202,564
Total Operating Expenses	924,932	830,067
Operating Income (Loss)	516,979	508,484
NONOPERATING REVENUES (EXPENSES)		
Interest	(224)	(1,278)
Gain (Loss) on Disposition of Capital Assets	--	3,034
Total Nonoperating Revenues (Expenses)	(224)	1,756
Income (Loss) Before Contributions and Transfers	516,755	510,240
Capital Contributions	7,293	729,741
Transfers In		
Electric Enterprise Fund	--	540
Gas Enterprise Fund	--	12,050
Water Enterprise Fund	--	148,125
Transfers Out		
General Fund	(240,950)	(776,777)
Changes in Net Position	283,098	623,919
Net Position - Beginning	5,360,147	4,736,228
Net Position - Ending	$ 5,643,245	$ 5,360,147

CITY OF ADEL, GEORGIA
Sewer Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 1,428,401	$ 1,362,366
Payments to Suppliers	(264,589)	(305,086)
Payments to Employees	(388,998)	(391,723)
Net Cash Provided (Used) by Operating Activities	774,814	665,557
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers To Other Funds	(240,950)	(200,000)
Due From Other Funds	(555,671)	(415,450)
Due To Other Funds	157,336	187,574
Net Cash Provided (Used) by Noncapital Financing Activities	(639,285)	(427,876)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(61,746)	(204,618)
Principal Paid on Capital Debt	(17,554)	(29,204)
Interest Paid on Capital Debt	(224)	(1,278)
Proceeds from Sales of Capital Assets	--	3,034
Net Cash Provided (Used) by Capital and Related Financing Activities	(79,524)	(232,066)
Net Increase (Decrease) in Cash and Cash Equivalents	56,005	5,615
Cash and Cash Equivalents - Beginning of Year	10,714	5,099
Cash and Cash Equivalents - End of Year	$ 66,719	$ 10,714
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 516,979	$ 508,484
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	249,478	202,564
(Increase) Decrease in Accounts Receivable	(13,510)	23,815
(Increase) Decrease in Inventories	(3,865)	(7,543)
(Increase) Decrease in Prepaid Items	(2,504)	5,143
(Increase) Decrease in Net Pension Asset	35,022	(54,521)
(Increase) Decrease in Deferred Outflows of Resources	(3,135)	20,596
Increase (Decrease) in Accounts Payable	46,256	(21,302)
Increase (Decrease) in Accrued Liabilities	4,217	(202)
Increase (Decrease) in Compensated Absences Payable	(404)	(9,768)
Increase (Decrease) in Net Pension Liability	--	(12,883)
Increase (Decrease) in Deferred Inflows of Resources	(53,720)	11,174
Net Cash Provided (Used) by Operating Activities	$ 774,814	$ 665,557
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Contributions of Capital Assets from Governmental Funds	$ 7,293	$ 729,741
Due From Other Funds	$ --	$ 576,777
Due To Other Funds	$ --	$ 160,715

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Statement of Net Position
September 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 3,923,621	$ 3,882,396
Receivables (Net of Allowance for Uncollectibles)		
Interest	4,289	11,106
Due From Other Funds		
General Fund	27	27
Total Current Assets	3,927,937	3,893,529
Total Assets	3,927,937	3,893,529
LIABILITIES		
Current Liabilities		
Due To Other Funds		
Electric Enterprise Fund	275	275
Total Current Liabilities	275	275
Total Liabilities	275	275
NET POSITION		
Unrestricted	3,927,662	3,893,254
Total Net Position	$ 3,927,662	$ 3,893,254

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, 2020 and 2019

	2020	2019
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	$ 34,408	$ 40,016
Total Nonoperating Revenues (Expenses)	34,408	40,016
Changes in Net Position	34,408	40,016
Net Position - Beginning	3,893,254	3,853,238
Net Position - Ending	$ 3,927,662	$ 3,893,254

CITY OF ADEL, GEORGIA
Combined Public Utility System Enterprise Fund
Statement of Cash Flows
For the Years Ended September 30, 2020 and 2019

	2020	2019
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Due From Other Funds	$ --	$ (27)
Due To Other Funds	--	275
Net Cash Provided (Used) by Noncapital Financing Activities	--	248
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	41,225	34,766
Net Cash Provided (Used) by Investing Activities	41,225	34,766
Net Increase (Decrease) in Cash and Cash Equivalents	41,225	35,014
Cash and Cash Equivalents - Beginning of Year	3,882,396	3,847,382
Cash and Cash Equivalents - End of Year	$ 3,923,621	$ 3,882,396

SUPPLEMENTAL SCHEDULES

CITY OF ADEL, GEORGIA
General Fund
Schedule of Revenues
For the Years Ended September 30, 2020 and 2019

	2020	2019
REVENUES		
Taxes		
Real Property	$ 767,466	$ 831,401
Personal Property	104,854	127,535
Real Estate Transfer (Intangible)	2,986	3,315
Franchise	77,978	112,485
General Sales and Use	148,982	164,367
Selective Sales and Use	159,691	154,553
Business		
Business and Occupation	86,752	88,055
Insurance Premium	406,103	382,099
Financial Institution	21,784	23,806
Penalties and Interest on Delinquent Taxes	7,159	16,427
	1,783,755	1,904,043
Licenses and Permits		
Business	19,600	22,000
	19,600	22,000
Intergovernmental	464,916	150,449
Charges for Services		
General Government	2,768	3,988
Public Safety	5,336	1,387
Public Works	996,674	996,801
	1,004,778	1,002,176
Fines and Forfeitures	630,853	972,512
Interest Revenue	71,351	82,978
Contributions and Donations	2,000	--
Miscellaneous	9,426	39,309
Total Revenues	$ 3,986,679	$ 4,173,467

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2020 and 2019

	2020	2019
EXPENDITURES		
Current		
General Government		
Mayor and Council		
Personal Services and Employee Benefits	$ 97,084	$ 69,445
Purchased/Contracted Services	59,344	54,762
Supplies	1,296	2,213
Total Mayor and Council	157,724	126,420
Elections		
Purchased/Contracted Services	239	4,059
Supplies	525	93
Total Elections	764	4,152
Administration		
Personal Services and Employee Benefits	243,797	223,419
Purchased/Contracted Services	130,771	112,319
Supplies	39,542	38,432
Capital Outlay	--	2,590
Other Costs	7,527	7,498
Total Administration	421,637	384,258
Attorney		
Purchased/Contracted Services	6,000	5,145
Total Attorney	6,000	5,145
Total General Government	586,125	519,975
Judicial		
Judge		
Purchased/Contracted Services	20,732	25,246
Total Judge	20,732	25,246
Total Judicial	20,732	25,246
Public Safety		
Police		
Personal Services and Employee Benefits	1,489,832	1,583,914
Purchased/Contracted Services	112,403	147,914
Supplies	99,481	140,278
Capital Outlay	220,282	152,495
Other Costs	179,868	295,743
Total Police	2,101,866	2,320,344
Fire		
Personal Services and Employee Benefits	1,112,241	1,083,049
Purchased/Contracted Services	45,117	66,331
Supplies	37,633	39,457
Capital Outlay	597,218	137,971
Total Fire	1,792,209	1,326,808

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2020 and 2019

	2020	2019
Volunteer Fire		
Personal Services and Employee Benefits	58,682	58,701
Purchased/Contracted Services	912	810
Supplies	1,475	311
Total Volunteer Fire	61,069	59,822
Animal Control		
Personal Services and Employee Benefits	38,787	50,286
Purchased/Contracted Services	14,228	9,826
Supplies	38,142	18,293
Total Animal Control	91,157	78,405
Total Public Safety	4,046,301	3,785,379
Public Works		
Street		
Personal Services and Employee Benefits	321,013	279,162
Purchased/Contracted Services	97,509	319,778
Supplies	189,361	209,799
Capital Outlay	192,394	29,244
Total Street	800,277	837,983
Sanitation		
Personal Services and Employee Benefits	405,222	381,416
Purchased/Contracted Services	396,440	451,722
Supplies	53,080	64,594
Capital Outlay	33,018	25,800
Other Costs	5,000	5,000
Total Sanitation	892,760	928,532
Maintenance		
Personal Services and Employee Benefits	113,955	112,426
Purchased/Contracted Services	6,483	4,738
Supplies	9,081	9,377
Total Maintenance	129,519	126,541
Other Public Works		
Other Costs	4,200	4,200
Total Other Public Works	4,200	4,200
Total Public Works	1,826,756	1,897,256

CITY OF ADEL, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended September 30, 2020 and 2019

	2020	2019
Culture and Recreation		
Parks		
Personal Services and Employee Benefits	670	555
Purchased/Contracted Services	658	1,430
Supplies	3,841	4,209
Capital Outlay	--	45,126
Total Parks	5,169	51,320
Other Culture and Recreation		
Other Costs	37,400	33,800
Total Other Culture and Recreation	37,400	33,800
Total Culture and Recreation	42,569	85,120
Housing and Development		
Inspection		
Personal Services and Employee Benefits	43,631	--
Purchased/Contracted Services	12,030	1,874
Supplies	4,377	350
Other Costs	12,250	12,250
Total Inspection	72,288	14,474
Community Development Director		
Personal Services and Employee Benefits	50,700	48,059
Purchased/Contracted Services	41,251	20,501
Supplies	5,957	7,059
Capital Outlay	126,696	--
Total Community Development Director	224,604	75,619
Downtown Development Director		
Personal Services and Employee Benefits	77,882	67,560
Purchased/Contracted Services	23,415	15,113
Supplies	6,513	8,273
Total Downtown Development Director	107,810	90,946
Other Housing and Development		
Other Costs	316,961	154,500
Total Other Housing and Development	316,961	154,500
Total Housing and Development	721,663	335,539
Debt Service	241,550	211,865
Total Expenditures	$ 7,485,696	$ 6,860,380

CITY OF ADEL, GEORGIA
Schedule of Projects Constructed with Special Sales Tax Proceeds
For the Year Ended September 30, 2020

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			$ 670,800	$ --	$ 670,800	
Road, Streets and Bridges			931,365	--	931,365	
Administrative Facilities			--	--	--	
Public Safety Facilities			--	--	--	
	$ 1,431,823	$ 1,457,650	$ 1,602,165	$ --	$ 1,602,165	
SPLOST Capital Projects Fund						
Total Expenditures				$ --		
				$ --		
2010 SPLOST - 10/1/2011 - 9/30/2017	$ 1,400,000	$ 1,400,000				98%
Road, Streets and Bridges			$ 1,126,701	$ 24,731	$ 1,151,432	
Water, Sewer and Natural Gas			214,442	--	214,442	
Public Safety Facilities			--	--	--	
Administrative Facilities			--	--	--	
	$ 1,400,000	$ 1,400,000	$ 1,341,143	$ 24,731	$ 1,365,874	
SPLOST 2010 Capital Projects Fund						
Total Expenditures				$ 24,731		
				$ 24,731		
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				$ --		
				$ --		

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, 2020

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	12,500	45,000	--
		$ 750,000	$ 750,000	$ 737,500	$ 12,500	$ 750,000	$ --

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, 2020

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

CITY OF ADEL, GEORGIA
Community Development Block Grant
Project Cost Schedule
Grant Award Number 18p-x-037-2-5983
From Inception and for the Year Ended September 30, 2020

Program Activity	CDBG Activity Number	Project Authorization	Revised Project Authorization	Prior Years	Current Year	Total To Date	Questioned Costs (If Applicable)
Water Facilities	P-03J-01	$ 442,600	$ 442,600	$ --	$ 406,925	$ 406,925	$ --
Street Improvements	P-03K-01	108,000	108,000	--	19,680	19,680	--
Contingencies	C-022-00	55,060	55,060	--	--	--	--
Administration	A-21A-00	38,659	38,659	--	17,500	17,500	--
		$ 644,319	$ 644,319	$ --	$ 444,105	$ 444,105	$ --

CITY OF ADEL, GEORGIA
Community Development Block Grant
Source & Application of Funds Schedule
Grant Award Number 18p-x-037-2-5983
From Inception and for the Year Ended September 30, 2020

I.	Total Fiscal Year 2018 CDBG Funds Awarded to Recipient:	$ 644,319
II.	Total Amount Drawdown by Recipient from DCA:	$ 444,105
III.	Less: CDBG Funds Expended by Recipient:	$ 444,105
IV.	Amount of Fiscal Year 2018 CDBG Funds held by Recipient:	$ --

CITY OF ADEL, GEORGIA
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

Federal Grantor/Pass-Through Grantor/Program Or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Community Facilities Loans and Grants Cluster			
Community Facilities Loan	10.766		$ 489,500
Total U.S. Department of Agriculture			489,500
U.S. Department of Housing & Urban Development			
Georgia Department of Community Affairs			
Community Development Block Grant	14.228	16q-z-037-2-5981	12,500
Community Development Block Grant	14.228	18p-x-037-2-5983	481,945
			494,445
Total U.S. Department of Housing & Urban Development			494,445
U.S. Department of Justice			
Bulletproof Vest Program	16.607		4,153
Total U.S. Department of Justice			4,153
U.S. Department of the Treasury			
Pass-through Program From			
Georgia Office of Planning & Budget			
Coronavirus Relief Fund	21.019	14386-CRF	279,327
Total U.S. Department of the Treasury			279,327
U.S. Department of Homeland Security			
Pass-through Program From			
Georgia Emergency Management Agency			
FEMA Disaster Grant	97.036	4400-DR-GA	55,516
Total U.S. Department of Homeland Security			55,516
Total Expenditures of Federal Awards			$ 1,322,941

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 amount included for the FEMA Disaster Grant (CFDA # 97.036) of $55,516 was incurred in a prior year. 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 minimis indirect cost rate allowed under the Uniform Guidance. A USDA Rural Housing Service loan (CFDA # 10.766) made during the year is included in the federal expenditures presented. The balance of the loan outstanding at September 30, 2020 was $489,500.

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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, 2020, 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, 2021.

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.

ECKLER CPA, LLC

Fitzgerald, Georgia
June 29, 2021

ECKLER CPA, LLC
Certified Public Accountants & Advisors

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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, 2020. 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, 2020.

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.

ECKLER CPA, LLC

Fitzgerald, Georgia
June 29, 2021

CITY OF ADEL, GEORGIA
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2020

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
10.766	Community Facilities Loans and Grants Cluster
97.036	FEMA Disaster Grant

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