# CITY OF ARLINGTON, GEORGIA
Arlington, Georgia

Financial Statements
and Supplemental Information

For the Fiscal Year Ended
June 30, 2019

And

Auditor's Report

**CITY OF ARLINGTON, GEORGIA**
**ANNUAL FINANCIAL REPORT**
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**TABLE OF CONTENTS**


**Page**

**FINANCIAL SECTION:**

Independent Auditor's Report..... 1-3

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:
- Statement of Net Position..... 4
- Statement of Activities..... 5-6

Fund Financial Statements:
- Balance Sheet – Governmental Funds..... 7
- Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds..... 8
- Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities..... 9
- Statement of Net Position – Proprietary Funds..... 10
- Statement of Revenues, Expenses, and Changes In Fund Net Position – Proprietary Funds..... 11
- Statement of Cash Flows – Proprietary Funds..... 12-13
- Statement of Fiduciary Assets and Liabilities..... 14

Notes to Financial Statements..... 15-33

REQUIRED SUPPLEMENTARY INFORMATION:

General Fund:
- Schedule of Revenues, Expenditures, and Changes In Fund Balances – Budget and Actual – General Fund..... 34
- Schedule of Revenues – Budget and Actual – General Fund..... 35
- Schedule of Expenditures – Budget and Actual – General Fund..... 36-38

Notes to Required Supplementary Information..... 39

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:

Major Governmental Funds:

General Fund:
- Comparative Balance Sheets..... 40
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance..... 41
- Comparative Statements of Revenues..... 42
- Comparative Statements of Expenditures..... 43-45

**CITY OF ARLINGTON, GEORGIA**
**ANNUAL FINANCIAL REPORT**
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**TABLE OF CONTENTS**


**Page**

Non-Major Governmental Funds:

Combining Balance Sheet..... 46-47
Combining Statement of Revenues, Expenses, and
Changes in Fund Balance..... 48-49

Community Home Investment Program (CHIP) Special Revenue Fund:
Comparative Balance Sheets..... 50
Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual..... 51
Schedule of Revenues, Expenditures, and
Changes in Fund Balance – Budget and Actual –
(Project Cost Schedule), CHIP Program No. 2014-903
For the Grant Period June 1, 2014 Through July 31, 2018..... 52-53
Community Home Investment Program (CHIP) Source and
Application of Funds Schedule, CHIP
Program No. 2014-903..... 54

2019 Arlington TSPLOST Capital Projects Fund:
Comparative Balance Sheets..... 55
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 56

2018 Arlington TSPLOST Capital Projects Fund:
Comparative Balance Sheets..... 57
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 58

2018 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 59
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 60

2013 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 61
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 62

2012 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 63
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 64

2007 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 65
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 66

**CITY OF ARLINGTON, GEORGIA**
**ANNUAL FINANCIAL REPORT**
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**TABLE OF CONTENTS**


**Page**

2016 Community Development Block Grant (CDBG) Capital Projects Fund:
- Comparative Balance Sheets ..... 67
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance ..... 68
- Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Project Cost Schedule) CDBG Program No. 16p-x-019-2-5829, For the Grant Period October 7, 2016 through March 31, 2020 ..... 69-70
- Community Development Block Grant (CDBG) Source and Application of Funds Schedule, CDBG Program No. 16p-x-019-2-5829 ..... 71

2015 Community Development Block Grant (CDBG)-Capital Projects Fund:
- Comparative Balance Sheets ..... 72
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance ..... 73
- Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Project Cost Schedule) CDBG Program No. 15rd-x-019-2-5821, For the Grant Period May 19, 2016 through November 19, 2018 ..... 74-75
- Community Development Block Grant (CDBG) Source and Application of Funds Schedule, CDBG Program No. 15rd-x-019-2-5821 ..... 76

Major Proprietary Funds:

Water and Sewerage Enterprise Fund:
- Comparative Statements of Net Position ..... 77-78
- Comparative Statements of Revenues, Expenses, and Changes in Net Position ..... 79
- Comparative Statements of Cash Flows ..... 80-81

Sanitation Enterprise Fund:
- Comparative Statements of Net Position ..... 82
- Comparative Statements of Revenues, Expenses, and Changes in Net Position ..... 83
- Comparative Statements of Cash Flows ..... 84-85

Agency Funds:

Arlington Recorder Court Agency Fund:
- Statement of Changes in Assets and Liabilities ..... 86

**CITY OF ARLINGTON, GEORGIA**
**ANNUAL FINANCIAL REPORT**
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**TABLE OF CONTENTS**


**Page**

Component Units:

Arlington Downtown Development Authority:
Comparative Balance Sheets..... 87
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance..... 88

**COMPLIANCE SECTION:**

STATE OF GEORGIA:

Schedule of Projects Constructed With 2007-2013 Special Purpose Local Option Sales Tax..... 89

Schedule of Projects Constructed With 2012-2017 Special Purpose Local Option Sales Tax..... 90

Schedule of Projects Constructed With 2013-2019 Special Purpose Local Option Sales Tax..... 91

Schedule of Projects Constructed With 2018-2023 Special Purpose Local Option Sales Tax..... 92

Schedule of Projects Constructed With 2018-2023 Transportation Special Purpose Local Option Sales Tax..... 93

Schedule of Projects Constructed With 2019-2024 Transportation Special Purpose Local Option Sales Tax..... 94

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on and Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*..... 95-96

Summary Schedule of Prior Audit Findings..... 97

Schedule of Findings and Responses..... 98-99

BROWN, MCDANIEL & LADSON
CERTIFIED PUBLIC ACCOUNTANTS
2545 Lafayette Plaza Drive, Suite A, Albany, GA 31707
(229) 888-1144 / Fax (229) 888-1029

# INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Arlington, 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 Arlington, Georgia, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

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

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

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

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Arlington, Georgia, as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 34-39 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 the 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 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 Arlington, Georgia's basic financial statements. The individual major fund, combining and individual non-major fund, and component unit financial statements and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The individual major fund, combining and individual non-major fund, and component unit financial statements and supplementary schedules are the responsibility of management and were derived 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 individual major fund, combining and individual non-major fund, and component unit financial statements and supplementary schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City of Arlington, Georgia's basic financial statements for the year ended June 30, 2018, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information. The audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Arlington, Georgia's basic financial statements as a whole. The individual major fund, combining and individual non-major fund, and component unit financial statements, and supplementary information related to the June 30, 2018 financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the June 30, 2018 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 individual major fund, combining and individual non-major fund, and component unit financial statements and supplemental schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2020 on our consideration of the City of Arlington, 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 Arlington, Georgia's internal control over financial reporting and compliance.

/s/ Brown, McDaniel & Ladson, LLC

Albany, Georgia
February 11, 2020

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF NET POSITION**
**JUNE 30, 2019**

| | Primary Government | | | Component Units |
|---|---|---|---|---|
| | Governmental Activities | Business-Type Activities | Total | |
| **ASSETS** | | | | |
| Cash and Cash Equivalents | $ 417,105 | $ 160,881 | $ 577,986 | $ 14,906 |
| Investments | 1,929 | 33,192 | 35,121 | - |
| Receivables | 94,049 | 45,716 | 139,765 | - |
| Restricted Assets: | | | | |
| Cash and Cash Equivalents | - | 35,085 | 35,085 | - |
| Investments | - | 79,800 | 79,800 | - |
| Deposits | - | 200 | 200 | - |
| Capital Assets - Not Being Depreciated | 392,852 | 194,236 | 587,088 | 8,089 |
| Capital Assets, Net of Accumulated Depreciation | 751,877 | 4,836,213 | 5,588,090 | 9,600 |
| Total Assets | 1,657,812 | 5,385,323 | 7,043,135 | 32,595 |
| **LIABILITIES** | | | | |
| Accounts Payable | 19,954 | 36,820 | 56,774 | - |
| Accrued Liabilities | 915 | - | 915 | - |
| Customer Deposits Payable | - | 47,513 | 47,513 | - |
| Non-current Liabilities: | | | | |
| Due Within One Year | - | 27,547 | 27,547 | - |
| Due In More Than One Year | - | 1,263,707 | 1,263,707 | - |
| Total Liabilities | 20,869 | 1,375,587 | 1,396,456 | - |
| **NET POSITION** | | | | |
| Net Investment in Capital Assets | 1,144,729 | 3,739,195 | 4,883,924 | 17,689 |
| Restricted: | | | | |
| Special Revenue Projects | - | - | - | 14,906 |
| Capital Projects | 174,586 | - | 174,586 | - |
| Debt Service | - | 93,620 | 93,620 | - |
| Unrestricted | 317,628 | 176,921 | 494,549 | - |
| Total Net Position | $1,636,943 | $ 4,009,736 | $ 5,646,679 | $ 32,595 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF ACTIVITIES**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Functions/Program | Expenses | Program Revenues: Charges For Services | Program Revenues: Grants and Contributions: Operating | Program Revenues: Grants and Contributions: Capital |
|---|---|---|---|---|
| Governmental Activities: | | | | |
| General Government | $ 164,117 | $ 19,874 | $ - | $ - |
| Public Safety | 265,205 | 10,444 | - | - |
| Public Works | 239,971 | - | 136,821 | 96,318 |
| Culture and Recreation | 62,675 | 13,835 | 2,500 | - |
| Housing and Development | 22,427 | - | 22,427 | - |
| Total Governmental Activities | 754,395 | 44,153 | 161,748 | 96,318 |
| Business-Type Activities: | | | | |
| Water and Sewerage | 567,368 | 440,071 | - | - |
| Sanitation | 119,344 | 118,281 | - | - |
| Total Business-Type Activities | 686,712 | 558,352 | - | - |
| Total Primary Government | $ 1,441,107 | $ 602,505 | $ 161,748 | $ 96,318 |
| Component Units | $ 6,328 | $ 7,307 | $ 4,000 | $ - |

General Revenues:
  Taxes:
    Property Taxes
    Local Option Sales Taxes
    Alcoholic Beverage Taxes
    Insurance Premiums Tax
    Franchise Taxes
    Excise Tax on Energy
    Railroad Equipment Tax
    Housing Authority – In Lieu of Taxes
    Intangible and Real Estate Transfer Taxes
  Interest Earnings
  Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position – Beginning of Year

Net Position – End of Year

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF ACTIVITIES**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Net (Expense) Revenue and Changes in Net Position | | | |
|---|---|---|---|
| | Primary Government | | |
| Governmental Activities | Business-Type Activities | Total | Component Units |
| $ (144,243) | $ - | $ (144,243) | $ - |
| (254,761) | - | (254,761) | - |
| (6,832) | - | (6,832) | - |
| (46,340) | - | (46,340) | - |
| - | - | - | - |
| (452,176) | - | (452,176) | - |
| - | (127,297) | (127,297) | |
| - | (1,063) | (1,063) | - |
| - | (128,360) | (128,360) | - |
| - | - | (580,536) | - |
| - | - | - | 4,979 |
| 242,053 | - | 242,053 | - |
| 103,388 | - | 103,388 | - |
| 16,876 | - | 16,876 | - |
| 105,792 | - | 105,792 | - |
| 72,314 | - | 72,314 | - |
| 7,511 | - | 7,511 | - |
| 3,870 | - | 3,870 | - |
| 1,177 | - | 1,177 | - |
| 643 | - | 643 | - |
| 1,762 | 3,345 | 5,107 | 95 |
| 5,661 | - | 5,661 | - |
| (20,149) | 20,149 | - | - |
| 540,898 | 23,494 | 564,392 | 95 |
| 88,722 | (104,866) | (16,144) | 5,074 |
| 1,548,221 | 4,114,602 | 5,662,823 | 27,521 |
| $ 1,636,943 | $ 4,009,736 | $ 5,646,679 | $ 32,595 |

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

**CITY OF ARLINGTON, GEORGIA**
**BALANCE SHEET**
**GOVERNMENTAL FUNDS**
**JUNE 30, 2019**

| | Major Funds General | Other Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and Cash Equivalents | $ 257,494 | $ 159,611 | $ 417,105 |
| Investment | 1,929 | - | 1,929 |
| Receivables | 81,833 | 12,216 | 94,049 |
| Due From Other Funds | 3 | 4,996 | 4,999 |
| Total Assets | 341,259 | 176,823 | 518,082 |
| **LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES** | | | |
| Liabilities: | | | |
| Accounts Payable | 19,954 | - | 19,954 |
| Accrued Liabilities | 915 | - | 915 |
| Due to Other Funds | 2,762 | 2,237 | 4,999 |
| Total Liabilities | 23,631 | 2,237 | 25,868 |
| Deferred Inflows of Resources: | | | |
| Unavailable Revenue: | | | |
| Property Tax | 4,725 | - | 4,725 |
| Fund Balances: | | | |
| Restricted | - | 174,586 | 174,586 |
| Assigned | 101,750 | - | 101,750 |
| Unassigned | 211,153 | - | 211,153 |
| Total Fund Balances | 312,903 | 174,586 | 487,489 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 341,259 | $ 176,823 | |
| 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 | | | 1,144,729 |
| Deferred inflows of resources are not available to pay for current period expenditures and are deferred in the funds | | | 4,725 |
| Net Position of Governmental Activities | | | $ 1,636,943 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF REVENUES, EXPENDITURES, AND**
**CHANGES IN FUND BALANCES**
**GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Major Funds General | Other Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **REVENUES** | | | |
| Taxes | $ 552,537 | $ - | $ 552,537 |
| Licenses and Permits | 19,874 | - | 19,874 |
| Fines and Forfeitures | 10,199 | - | 10,199 |
| Charges for Services | 2,765 | - | 2,765 |
| Intergovernmental | 58,105 | 117,649 | 175,754 |
| Miscellaneous | 18,738 | 1,096 | 19,834 |
| Total Revenues | 662,218 | 118,745 | 780,963 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General Government | 146,368 | - | 146,368 |
| Public Safety | 240,524 | 465 | 240,989 |
| Public Works | 194,605 | - | 194,605 |
| Culture and Recreation | 60,127 | - | 60,127 |
| Housing and Development | - | 22,427 | 22,427 |
| Capital Outlay | - | 49,409 | 49,409 |
| Total Expenditures | 641,624 | 72,301 | 713,925 |
| Excess (Deficiency) of Revenues Over Expenditures | 20,594 | 46,444 | 67,038 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Insurance Recovery | 81,216 | - | 81,216 |
| Transfers In | 14 | - | 14 |
| Transfers Out | (8,590) | (14) | (8,604) |
| Total Other Financing Sources (Uses) | 72,640 | (14) | 72,626 |
| Net Change in Fund Balances | 93,234 | 46,430 | 139,664 |
| Fund Balances – Beg of Year | 219,669 | 128,156 | 347,825 |
| End of Year | $ 312,903 | $ 174,586 | $ 487,489 |

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

**CITY OF ARLINGTON, 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 JUNE 30, 2019**

Amounts reported for governmental activities in the "Statement of Activities" are different because:

| | |
|---|---|
| Net change in fund balances – total governmental funds reported in "Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds" | $ 139,664 |
| Governmental funds report capital outlays as expenditures. However, in the "Statement of Activities" the costs of those assets, which exceed the capitalization threshold, are allocated over their estimated useful lives and reported as depreciation expense. Details of the amount by which depreciation exceeded capital outlays in the current period are as follows: | |
| Capital Outlays Meeting Capitalization Policy Criteria | 49,409 |
| Transfer to Water and Sewerage Enterprise Fund | (11,559) |
| Depreciation Expense | (89,879) |
| | (52,029) |
| Revenues providing current financial resources reported in the governmental funds and not reported as revenues in the "Statement of Activities". | 1,087 |
| Change in Net Position of governmental activities reported in the "Statement of Activities" | $ 88,722 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF NET POSITION**
**PROPRIETARY FUNDS**
**JUNE 30, 2019**

| | Business-Type Activities Enterprise Funds | | |
|---|---|---|---|
| | Water & Sewerage | Sanitation | Totals Current Year |
| **ASSETS** | | | |
| Current Assets: | | | |
| Cash and Cash Equivalents | $ 160,881 | $ - | $ 160,881 |
| Investments | 33,192 | - | 33,192 |
| Accounts Receivables | 35,583 | 10,133 | 45,716 |
| Restricted Assets: | | | |
| Cash and Cash Equivalents | 35,085 | - | 35,085 |
| Total Current Assets | 264,741 | 10,133 | 274,874 |
| Non-current Assets: | | | |
| Restricted Assets – Investments | 79,800 | - | 79,800 |
| Capital Assets: | | | |
| Land and Construction in Progress | 194,236 | - | 194,236 |
| Other Capital Assets, Net of Accumulated Depreciation | 4,836,213 | - | 4,836,213 |
| Deposits | 200 | - | 200 |
| Total Non-current Assets | 5,110,449 | - | 5,110,449 |
| Total Assets | 5,375,190 | 10,133 | 5,385,323 |
| **LIABILITIES** | | | |
| Current Liabilities: | | | |
| Accounts Payable | 26,015 | 10,805 | 36,820 |
| Payable from Restricted Assets: | | | |
| Revenue Bond – 2019 Series | 7,764 | - | 7,764 |
| Revenue Bond – 2009 Series | 19,783 | - | 19,783 |
| Customer Deposits | 21,265 | - | 21,265 |
| Customer Deposits | 26,248 | - | 26,248 |
| Total Current Liabilities | 101,075 | 10,805 | 111,880 |
| Long-Term Liabilities: | | | |
| Revenue Bond Payable – 2019 Series | 101,036 | - | 101,036 |
| Revenue Bond Payable – 2009 Series | 1,162,671 | - | 1,162,671 |
| Total Long-Term Liabilities | 1,263,707 | - | 1,263,707 |
| Total Liabilities | 1,364,782 | 10,805 | 1,375,587 |
| **NET POSITION** | | | |
| Net Investment in Capital Assets | 3,739,195 | - | 3,739,195 |
| Restricted-Debt Service | 93,620 | - | 93,620 |
| Unrestricted | 177,593 | (672) | 176,921 |
| Total Net Position | $ 4,010,408 | $ (672) | $ 4,009,736 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF REVENUES, EXPENSES, AND**
**CHANGES IN FUND NET POSITION**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Business-Type Activities Enterprise Funds | | |
|---|---|---|---|
| | Water & Sewerage | Sanitation | Totals Current Year |
| **OPERATING REVENUES** | | | |
| Water and Sewerage Charges | $ 422,825 | $ - | $ 422,825 |
| Sanitation Charges | - | 118,281 | 118,281 |
| Cut-On and Tap Fees | 7,702 | - | 7,702 |
| Penalties and Miscellaneous | 9,544 | - | 9,544 |
| Total Operating Revenues | 440,071 | 118,281 | 558,352 |
| **OPERATING EXPENSES** | | | |
| Administration and Operations | 373,033 | 119,344 | 492,377 |
| Depreciation | 143,636 | - | 143,636 |
| Total Operating Expenses | 516,669 | 119,344 | 636,013 |
| Operating Income (Loss) | (76,598) | (1,063) | (77,661) |
| **NON-OPERATING REVENUES AND EXPENSES** | | | |
| Interest Income | 3,345 | - | 3,345 |
| Interest Expense | (50,699) | - | (50,699) |
| Total Non-Operating Revenues and Expenses | (47,354) | - | (47,354) |
| Net Income (Loss) Before Contributions and Transfers | (123,952) | (1,063) | (125,015) |
| **CONTRIBUTIONS** | | | |
| 2012 Arlington SPLOST Capital Projects Fund | 11,559 | - | 11,559 |
| Total Contributions | 11,559 | - | 11,559 |
| **TRANSFERS** | | | |
| Transfers In | 10,326 | 8,590 | 18,916 |
| Transfers Out | - | (10,326) | (10,326) |
| Net Transfers | 10,326 | (1,736) | 8,590 |
| Change in Net Position | (102,067) | (2,799) | (104,866) |
| Net Position - Beg of Year | 4,112,475 | 2,127 | 4,114,602 |
| Net Position - End of Year | $ 4,010,408 | $ (672) | $ 4,009,736 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF CASH FLOWS**
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Business-Type Activities Enterprise Funds | | |
|---|---|---|---|
| | Water & Sewerage | Sanitation | Totals Current Year |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| Cash Received From Customers | $ 441,347 | $ 118,661 | $ 560,008 |
| Cash Paid To Employees for Services | (57,045) | - | (57,045) |
| Cash Paid To Suppliers | (299,188) | (116,925) | (416,113) |
| Net Cash Provided by Operating Activities | 85,114 | 1,736 | 86,850 |
| **CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES** | | | |
| Transfers from Other Funds | 10,326 | 8,590 | 18,916 |
| Transfers to Other Funds | - | (10,326) | (10,326) |
| Net Cash (Used) by Non-Capital Financing Activities | 10,326 | (1,736) | 8,590 |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES** | | | |
| Proceeds of Long-Term Debt | 108,800 | - | 108,800 |
| Principal Paid on Revenue Bonds | (19,093) | - | (19,093) |
| Interest Paid on Revenue Bonds | (50,699) | - | (50,699) |
| Acquisition and Construction of Capital Assets | (127,251) | - | (127,251) |
| Net Cash (Used) by Capital and Related Financing Activities | (88,243) | - | (88,243) |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest Income | 3,345 | | 3,345 |
| Interest Reinvestment | (1,443) | - | (1,443) |
| Net Cash Provided by Investing Activities | 1,902 | - | 1,902 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 9,099 | - | 9,099 |
| Cash and Cash Equivalents - Beg of Year | 186,867 | - | 186,867 |
| Cash and Cash Equivalents - End of Year | $ 195,966 | $ - | $ 195,966 |
| **RECONCILIATION OF CASH AND CASH EQUIVALENTS ON STATEMENT OF NET ASSETS** | | | |
| Cash and Cash Equivalents-Current | $ 160,881 | $ - | $ 160,881 |
| Cash and Cash Equivalents-Restricted | 35,085 | - | 35,085 |
| Total Cash and Cash Equivalents | $ 195,966 | $ - | $ 195,966 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF CASH FLOWS**
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Business-Type Activities Enterprise Funds | | |
|---|---|---|---|
| | Water & Sewerage | Sanitation | Totals Current Year |
| **RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES** | | | |
| Operating Income (Loss) | $ (76,598) | $ (1,064) | $ (77,662) |
| Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities: | | | |
| Depreciation Expense | 143,636 | - | 143,636 |
| Rounding | - | 1 | 1 |
| (Increase) Decrease in: | | | |
| Accounts Receivable | (258) | 380 | 122 |
| Increase (Decrease) in: | | | |
| Accounts Payable | 16,800 | 2,419 | 19,219 |
| Customer Deposits | 1,534 | - | 1,534 |
| Total Adjustments | 161,712 | 2,800 | 164,512 |
| Net Cash Provided (Used) by Operating Activities | $ 85,114 | $ 1,736 | $ 86,850 |
| **NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES** | | | |
| Contributed Capital (Equipment) - 2012 Arlington SPLOST Capital Projects Fund | $ 11,559 | $ - | $ 11,559 |

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

**CITY OF ARLINGTON, GEORGIA**
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**
**JUNE 30, 2019**

| | Agency Funds |
|---|---|
| **ASSETS** | |
| Cash and Cash Equivalents | $ 9,289 |
| Total Assets | 9,289 |
| **LIABILITIES** | |
| Due to Others | 9,289 |
| Total Liabilities | $ 9,289 |

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

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### A. INTRODUCTION

The accounting and reporting framework and the more significant accounting principles of the City of Arlington, Georgia (City) are discussed in subsequent sections of this Note. The remaining Notes are organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ended June 30, 2019.

### B. FINANCIAL REPORTING ENTITY

The accompanying financial statements report on the financial activities of the City, which operates under a mayor and council form of government and provides for the general administration of City functions; citizens public safety; municipal court; public works; health and welfare; culture and recreation; water and sewerage services; and public transportation services.

#### 1. Component Units

Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units and GASB Statement No. 61, The Financial Reporting Entity – An Amendment of GASB Statements No. 14 and No. 34 establishes standards for determining which organizations should be included in the financial reporting entity and for reporting the financial information of those organizations. Generally, a component unit is an organization for which the City is financially accountable and imposes a financial benefit or burden on the City or an organization that must be included as a part of the reporting entity to keep the financial statements from being misleading or incomplete because of the nature or significance of their relationship to the City. Based upon the application of these criteria, the financial activities of the following component unit have been discretely presented to emphasize that it is legally separate from the City.

Arlington Downtown Development Authority – promotes development in the downtown area. The Authority is a legally separate entity, although the Arlington City Council appoints a voting majority of the Authority's governing board, and has the ability to impose its will on the Authority. Separate financial statements of the Arlington Downtown Development Authority are not issued.

#### 2. Related Organizations

Housing Authority of City of Arlington – administers Federal funding and/or other financing for improvement of housing conditions in the City. The five citizens who serve as the governing board are appointed by the mayor and approved by the city council. The city has no significant influence over management, budget, or policies of the Housing Authority of City of Arlington. The Housing Authority of City of Arlington reports independently.

3. Joint Venture

The City, in conjunction with other cities and counties, is a member of the Southwest Georgia Regional Commission (RC). Membership in the RC is automatic for each municipality and county in the state. The Official Code of Georgia Annotated (O.C.G.A.) section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of RC's. Each county and municipality in the state is required by law to pay minimum annual dues to the RDC. The City of Arlington, Georgia paid $1,526 to the RC for the year ended June 30, 2019. The RC board membership includes the chief elected official of each county and municipality. The county and municipal board members from that county elect one member of the board who is a resident (but not an elected or appointed official or employee of either) to serve as the non-public board member from that county. Complete financial statements of the Southwest Georgia Regional Commission may be obtained at the offices in Camilla, Georgia. The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) further defines RC's as public agencies and instrumentalities of their members, and as such, provides that member governments are liable for any debts or obligations of an RC beyond its resources (O.C.G.A. 50-8-39.1).

C. BASIS OF PRESENTATION

1. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information of the City as whole excluding fiduciary activities such as employee pension plans. The primary government and component units are presented separately within the financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program.

A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and programs associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees, fines and forfeitures, and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

2. Fund Financial Statements

Fund financial statements are provided for government, proprietary, and fiduciary funds. Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds.

The City reports the following major governmental funds:

General Fund – reports as the primary fund for the City. This fund is used to account for all financial resources not reported in other funds.

The City reports the following major proprietary funds:

Water and Sewerage Fund – is used to account for the provision of water and sewerage services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing and related debt service, billing, and collecting.

Sanitation Fund – is used to account for the provision of refuse collection services to the residents of the City of Arlington, Georgia. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing and related debt service, billing, and collecting.

Additionally, the City reports the following fiduciary fund type:

Arlington Recorders Court – is used to administer the City's municipal court collections and subsequent remittances to appropriate agencies or organizations.

D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The financial statements of the City are prepared in accordance with generally accepted accounting principles (GAAP). The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). However, internal eliminations do not include utility services provided to City departments. Reimbursements are reported as reductions to expenses. Proprietary and fiduciary fund financial statements and financial statements of City component units also report using the same focus and basis of accounting, although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied, while grants are recognized when grantor eligibility requirements are met.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The City considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: sales and use taxes, hotel/motel taxes, property taxes, franchise taxes, charges for services, intergovernmental revenues, and investment income. In general, other revenues are recognized when cash is received.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund.

Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

1. Cash and Investments

The City's deposits and investments, including those of component units, consist entirely of demand deposits, money market accounts, savings accounts, and certificates of deposit. For purposes of the statement of cash flows, the City considers certificates of deposit with original maturities of three months or less to be cash equivalents.

Subject to the provisions of state statutes (O.C.G.A. 36-83-4), any money subject to the governing authority's control may be invested in the following: (a) obligations of this state or of other states; (b) obligations issued by the Unites States Government; (c) obligations fully insured or guaranteed by the United States Government or by a government agency of the United States; (d) obligations of any corporations of the United States Government; (e) prime bankers acceptances; (f) the local government investment pool; (g) repurchase agreements; and (h) obligations of other political subdivisions of this state.

The City's policy is to invest excess available cash in certificates of deposit only. These investments are reported at their carrying amounts, which approximates fair value.

2. Inventories and Prepayments

The costs of inventories are recorded as expenditures/expenses when purchased in all funds. The costs of inventory at year end, if any, are not considered material to the financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures when paid in governmental activities and are reported on a consumption basis in business-type activities. The cost of prepaid items at year end applicable to governmental activities, if any, are not considered material to the financial statements.

3. Capital Assets, Depreciation, and Amortization

The City's property, plant, equipment, and infrastructure with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. The City maintains infrastructure asset records consistent with all other capital assets, however, infrastructure assets acquired prior to the implementation of GASB Statement No. 34 (FYE June 30, 2004) are not reported. Proprietary and component unit capital assets are also reported in their respective fund and combining component units financial statements. Donated assets are stated at fair value on the date donated. The City generally capitalizes assets with a unit cost of $5,000 or more as purchase and construction outlays occur. The costs of normal maintenance and repairs that do not add to the assets value or materially extend useful lives are not capitalized. Capital assets, including those of component units, are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives, in years, for depreciable assets are as follows:

| | |
|---|---|
| Buildings | 25-50 |
| Improvements, other than buildings | 5-50 |
| Water and Sewerage Systems (Infrastructure) | 7-50 |
| Furniture, machinery, and equipment | 5-20 |

4. Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets. Interest earned on the proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. The City incurred no interest costs during the year requiring capitalization.

5. Long-Term Debt

In the government-wide, proprietary, and component unit financial statements, outstanding debt is reported as liabilities. Debt issuance costs, except for any portion that is a prepayment of insurance, are expensed when incurred. The difference between the reacquisition price and net carrying value of the old debt in current refundings and advance refundings resulting in defeasance of debt is reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the shorter of the life of the new debt or the remaining life of the old debt.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

6. Compensated Absences

GASB Standards require that leave pay be accrued when: (a) the employer's obligation to employee's right to receive compensation for future benefits is attributable to employee's services already rendered; (b) the obligation related to rights that vest or accumulate; (c) payment of the compensation is probable; and (d) the amount can be reasonably estimated.

The cost of vacation pay and accumulated sick-pay benefits are not recorded until such benefits are paid because the amount cannot be reasonably estimated. Accordingly, no provision for a liability for compensated absences has been recorded.

7. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The City did not have any items that qualified for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents the 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 did not have any items that qualified for reporting in this category. Also, the governmental funds balance sheet will sometimes report deferred inflows of resources for revenues not available to pay current period expenditures. The City had $4,725 of unavailable property tax revenue recorded as a deferred inflow of resources at year end.

8. Net Position and Fund Balances

Net position is comprised of the following three components:

a. Net Investment in Capital Assets. This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included.

b. Restricted. This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in recognition of a liability or if the liability will be liquidated with the restricted assets reported.

c. Unrestricted. This component is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

The government-wide financial statements report restricted net position for amounts where constraints are imposed either by creditors, grantors, contributors, and others or by enabling legislation. Net position restricted by enabling legislation in the statement of net position was $127,142. The remaining net position reported as restricted in the statement of net position is legally restricted for specified purposes.

Fund balances in the governmental funds financial statements are classified into the following categories as applicable:

a. Non-spendable. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (1) not in spendable form, or (2) legally or contractually required to be maintained intact.

b. Restricted. The restricted fund balance classification includes amounts where constraints have been placed on resources that are (1) either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws and regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

c. Committed. The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (ordinance) of the government's highest level of decision-making authority (City Council). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

d. Assigned. The assigned fund balance classification includes amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The intent should be expressed by (1) the governing body itself or (2) a body or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. It is the policy of the City Council to reserve unto itself the authority to assign amounts to specific purposes.

e. Unassigned. The Unassigned fund balance is the residual classification for the general fund. This classification represents the 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.

When an expense or expenditure is incurred for which both restricted and unrestricted net position or fund balance is available, the City considers restricted amounts to have been spent before unrestricted amounts. The City has not established a policy for the use of its unrestricted fund balance. Therefore, the City has defaulted to considering committed amounts as being used first, followed by assigned amounts, and then unassigned amounts.

9. Estimates

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

F. REVENUES, EXPENDITURES, AND EXPENSES

1. Lease Commitments

Operating Leases
The City has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. These expenditures were made primarily from the General Fund and Water and Sewerage Fund.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

A. MATERIAL VIOLATIONS OF LEGAL AND CONTRACTUAL PROVISIONS

1. Expenditures Over Appropriations

The City incurred expenditures, which exceeded appropriations for the following City departments in violation of O.C.G.A. 36-81-3:

| | |
|---|---|
| General Government | $ 10,428 |
| Public Works | 25,997 |
| Culture and Recreation | 24,368 |

2. Commingled SPLOST Funds

The City commingled SPLOST funds in violation of O.C.G.A. 48-8-121.

B. BUDGETARY INFORMATION

1. Budgetary Preparation

On or before a date fixed by the City Council, but not later than 60 days prior to the beginning of each fiscal year, the Mayor shall submit to the City Council a proposed operating budget for the ensuing fiscal year. The budget shall be accompanied by a message from the Mayor containing a statement of the general fiscal policies of the City, the important features of the budget, explanations of major changes recommended for the next fiscal year, a general summary of the budget, and such other pertinent comments and information. The operating budget and the capital budget, the budget message, and all supporting documents shall be filed in the office of the City Clerk and shall be open to public inspection.

2. Basis of Budgeting

Adoption of the budget is in the form of an appropriations ordinance setting out the estimated revenues in detail by sources and making appropriations according to fund and by organizational unit, purpose, or activity as set out in the City's budget preparation ordinance. Accordingly, each operating fund adopts an annual budget prepared on detailed line-item basis in a manner consistent with GAAP. Revenues are budget by source. Expenditures are budgeted by department. This constitutes the legal level of control and expenditures may not exceed appropriations at this level. The City Council, by ordinance, may make changes in the appropriations contained in the current operating budget, at any regular meeting, special, or emergency meeting called for such purpose, but any additional appropriations may be made only from existing unexpended surplus. Budget revisions at this level are subject to final review by the Council.

3. Encumbrances

The City has not reserved any fund balances for recorded encumbrances of financial resources. Encumbrance accounting is normally an extension of formal budgetary integration. Encumbrances do not represent actual expenditures but rather are budgetary items, which represent the estimated cost of goods and services, which have yet to be received. The purpose of encumbrance accounting is to facilitate the prevention of overspending of appropriations.

C. DEFICIT FUND NET POSITION

The City's Sanitation Enterprise Fund had a deficit net position balance as of June 30, 2019 in the amount of $672. The deficit will be eliminated by continuing operations. No other funds operated by the City have deficit fund balances.

**NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS**

A. ASSETS

1. Deposits and Investments

Deposits

Custodial Credit Risk – for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of the outside party. The City's deposits, including those of its component units, consist entirely of demand deposit, money market, savings accounts, and certificates of deposit.

Primary Government

At June 30, 2019, the City's deposits had a carrying amount of $613,071 and a bank balance of $663,172. Of the bank balance, $257,114 was covered by federal depository insurance and $406,058 was secured by collateral held by the pledging bank's agent in the City's name.

Component Units

At June 30, 2019, the Arlington Downtown Development Authority's deposits had a carrying amount of $14,906 and a bank balance of $14,906. All of the bank balance was covered by federal depository insurance.

Investments

Custodial Credit Risk – for investments is the risk that, in the event of the failure of the counterparty (e.g. financial institution or broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Investment securities are exposed to custodial credit risk if the securities uninsured, are not registered in the government's name, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent, but not in the government's name.

Primary Government

The City's investments consist entirely of certificates of deposit. At June 30, 2019, the City's investments had a carrying amount of $114,921 and a bank balance of $114,921. None of the bank balance was covered by federal depository insurance, but rather was secured by collateral held by the pledging bank's agent in the City's name.

Component Units

At June 30, 2018, the Arlington Downtown Development Authority had no investments.

Due to the nature of the deposits and investments that are authorized under state statutes and the City's deposit and investment policies, management does not believe the City has a significant exposure to any of the following deposit or investment risks:

Credit Risk – the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment.

Concentration of Credit Risk – the risk of loss attributed to the magnitude of an entity's investment in a single issuer.

Interest Rate Risk – the risk that changes in interest rates demanded by the market will adversely affect the fair value of an investment.

Foreign Currency Risk – the risk that changes in foreign exchange rates will adversely affect the fair values of an investment or deposit.

2. Receivables and Uncollectible Accounts

Primary Government

Property Taxes Receivable, Deferred Revenue, and Property Tax Calendar
Property taxes are levied as of the date the millage rate is set (September 19) and are typically due and payable between October 20th and December 20th. The lien date for property taxes is January 1 (typically). Property tax revenues are recognized when levied to the extent they result in current receivables.

Significant Receivables, Uncollectible Accounts, and Deferred Revenue
Significant receivables as of year-end for the City's individual major funds and nonmajor funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

| | General | Water & Sewerage | Sanitation | Nonmajor and Other Funds | Total |
|---|---|---|---|---|---|
| Receivables: | | | | | |
| Taxes | $ 33,893 | $ - | $ - | $ 12,216 | $ 46,109 |
| Inter-governmental | 28,935 | - | - | - | 28,935 |
| Accounts | - | 35,583 | 10,133 | - | 45,716 |
| Other | 19,005 | - | - | - | 19,005 |
| Totals | $ 81,833 | $ 35,583 | $ 10,133 | $ 12,216 | $ 139,765 |

The City uses the direct write off method for recording uncollectible accounts, which approximates GAAP. Historically, the City's losses have not been significant.

Component Units

At June 30, 2019 the Arlington Downtown Development Authority had no receivables.

3. Restricted Assets

Restricted assets are reported in various funds for cash deposited into bank accounts legally restricted for specific uses such as the payment of debt service on long-term debt or capital projects.

## 4. Capital Assets

The following table provides a summary of changes in capital assets:

| | Capital Assets, Not Depreciated | | Capital Assets, Depreciated | | | |
|---|---|---|---|---|---|---|
| | Land | Construction In Progress | Buildings | Infrastructure and Improvements Other Than Buildings | Furniture, Machinery, and Equipment | Totals |
| | | | Primary Government | | | |
| Governmental Activities | | | | | | |
| Balance, June 30, 2018 | $ 73,631 | $ 313,644 | $ 899,476 | $ 588,859 | $ 783,738 | $ 2,659,348 |
| Increases | 270,856 | 4,906 | 25,024 | 11,559 | 7,249 | 319,594 |
| Decreases | - | (270,185) | - | (11,559) | - | (281,744) |
| Balance, June 30, 2019 | 344,487 | 48,365 | 924,500 | 588,859 | 790,987 | 2,697,198 |
| Accumulated Depreciation: | | | | | | |
| Balance, June 30, 2018 | - | - | (520,512) | (332,781) | (609,297) | (1,462,590) |
| Increases | - | - | (20,006) | (29,443) | (40,430) | (89,879) |
| Decreases | - | - | - | - | - | - |
| Balance, June 30, 2019 | - | - | (540,518) | (362,224) | (649,727) | (1,552,469) |
| Capital Assets, Net | $ 344,487 | $ 48,365 | $ 383,982 | $ 226,635 | $ 141,260 | $ 1,144,729 |
| Business-Type Activities | | | | | | |
| Balance, June 30, 2018 | $ 36,985 | $ 30,000 | $ - | $7,178,091 | $ 75,596 | $ 7,320,672 |
| Increases | - | 127,251 | - | 11,559 | - | 138,810 |
| Decreases | - | - | - | - | - | - |
| Balance, June 30, 2019 | 36,985 | 157,251 | - | 7,189,650 | 75,596 | 7,459,482 |
| Accumulated Depreciation: | | | | | | |
| Balance, June 30, 2018 | - | - | - | (2,213,412) | (71,985) | (2,285,397) |
| Increases | - | - | - | (142,969) | (667) | (143,636) |
| Decreases | - | - | - | - | - | - |
| Reclassifications | - | - | - | - | - | - |
| Balance, June 30, 2019 | - | - | - | (2,356,381) | (72,652) | (2,429,033) |
| Capital Assets, Net | $ 36,985 | $ 157,251 | $ - | $4,833,269 | $ 2,944 | $ 5,030,449 |
| Total Capital Assets, Net | $ 110,616 | $ 343,644 | $ 378,964 | $5,220,757 | $ 178,052 | $ 6,232,033 |

| | Capital Assets, Not Depreciated | | Capital Assets, Depreciated | | | |
|---|---|---|---|---|---|---|
| | Land | Construction In Progress | Buildings | Infrastructure and Improvements Other Than Buildings | Furniture, Machinery, and Equipment | Totals |
| | | | Component Units | | | |
| Balance, June 30, 2018 | $ 8,089 | $ - | $ 10,000 | $ - | $ - | $ 18,089 |
| Increases | - | - | - | - | - | - |
| Decreases | - | - | - | - | - | - |
| Balance, June 30, 2019 | 8,089 | - | 10,000 | - | - | 18,089 |
| Accumulated Depreciation: | | | | | | |
| Balance, June 30, 2018 | - | - | - | - | - | - |
| Increases | - | - | (400) | - | - | (400) |
| Decreases | - | - | - | - | - | - |
| Balance, June 30, 2019 | - | - | (400) | - | - | (400) |
| Capital Assets, Net | $ 8,089 | $ - | $ 9,600 | $ - | $ - | $ 17,689 |

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

| Governmental Activities | | Business-Type Activities | |
|---|---|---|---|
| General Government | $ 17,749 | Water and Sewerage | $ 143,636 |
| Public Safety | 24,216 | | |
| Public Works | 45,366 | | |
| Culture and Recreation | 2,548 | | |
| Totals | $ 89,878 | | $ 143,636 |

B. LIABILITIES

1. Long-Term Debt

Primary Government

Governmental Activities
When favorable conditions present themselves the City periodically finances purchases of equipment.

Business-Type Activities

a. Revenue Bond: The ordinance authorizing the issuance of the Water and Sewer System Revenue Bond – Series 2009 – includes the following provisions:

   i. There shall be paid into the City of Arlington Water and Sewer System Sinking Fund 2009 amounts sufficient to pay the principal and interest as such principal and interest shall become due and payable; and

   ii. There shall be paid into the City of Arlington Water and Sewerage System Sinking Fund 2009 the sums of $582 per month to maintain a payment reserve of $69,792.

b. Revenue Bond: The ordinance authorizing the issuance of the Water and Sewer System Revenue Bond – Series 2019 states that the bond is issued on parity with the Series 2009 bond. Accordingly, the above provisions are also applicable to the Series 2019 bond. This results in the requirement to establish a payment reserve for the 2019 Series bond in the amount of $10,008.

The following table provides a summary of changes in long-term debt:

| | Balance July 1, 2018 | Additions | Retirements | Balance June 30, 2019 | Due Within 1 Year |
|---|---|---|---|---|---|
| Business-Type Activities | | | | | |
| 2019 Series, 2.125% Water And Sewerage System Revenue Bond, For Sewage System Improvements, Maturing July 24, 2059 (Original Amount $269,000) | $ - | $108,800 | $ - | $ 108,800 | $ 7,764 |
| 2009 Series, 4.25% Water And Sewerage System Revenue Bond, For Sewage System Improvements, Maturing July 28, 2049 (Original Amount $1,340,000) | $ 1,201,547 | $ - | $ (19,093) | $ 1,182,454 | $ 19,783 |
| Totals Business-Type Activities | $ 1,201,547 | $108,800 | $ (19,093) | $ 1,291,254 | $ 27,547 |
| Total Long-Term Debt | $ 1,201,547 | $108,800 | $ (19,093) | $ 1,291,254 | $ 27,547 |

The annual requirements to amortize the preceding obligations as of June 30, 2019, are as follows:

| Year Ending June 30, | Governmental Activities | | | Business-Type Activities | | |
|---|---|---|---|---|---|---|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2020 | $ - | $ - | $ - | $ 27,547 | $ 52,253 | $ 79,800 |
| 2021 | - | - | - | 28,716 | 51,084 | 79,800 |
| 2022 | - | - | - | 29,786 | 50,014 | 79,800 |
| 2023 | - | - | - | 30,900 | 48,900 | 79,800 |
| 2024 | - | - | - | 31,926 | 47,874 | 79,800 |
| 2025-2029 | - | - | - | 179,194 | 219,806 | 399,000 |
| 2030-2034 | - | - | - | 188,946 | 183,777 | 372,723 |
| 2035-2039 | - | - | - | 204,985 | 143,975 | 348,960 |
| 2040-2044 | - | - | - | 253,403 | 95,557 | 348,960 |
| 2045-2049 | - | - | - | 315,851 | 33,109 | 348,960 |
| 2050-2054 | - | - | - | - | - | - |
| 2055-2059 | - | - | - | - | - | - |
| Totals | $ - | $ - | $ - | $ 1,291,254 | $ 926,349 | $ 2,217,603 |

Component Units

Conduit Debt

The Arlington Downtown Development Authority obtained funding from the One Georgia Authority for the benefit of a local private enterprise in the form of a low interest loan. Neither the Arlington Downtown Development Authority, nor the City of Arlington, Georgia is liable for repayment of the obligation. The amount of the obligation outstanding at June 30, 2019 was $141,541.

2. Risk Management

The City is exposed to various forms of risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The City has entered into an agreement with the Georgia Interlocal Risk Management Agency (GIRMA), whose purpose is to jointly exercise powers common to each participating public entity; to establish one or more group self-insurance funds; to establish and administer a risk management service; to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of the public entity; and to defend and protect, in accordance with their contract and related coverage descriptions, any member against liability or loss as stated in such documents.

The City participates in the Georgia Municipal Association Workers Compensation Fund. The liability of the fund to the employees of an employer (City) is specifically limited to such obligations as are imposed by the applicable state laws against the employer for workers compensation and/or employer's liability. The fund is to defend, in the name of, and on behalf of the members, any suit or other proceedings which may at any time be instituted against them on account of injuries or death within the purview of the Workers Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false, or fraudulent. The fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation, or defense.

As part of these risk pools, governments are obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage description issued, all incidents which could result in the funds being required to pay any claim or loss. Governments are also to allow the pool's agents and attorneys to represent them in investigation, settlement discussions and all levels of litigation arising out of any claim made against the government within the scope of loss protection by the funds.

C. NET POSITION/FUND BALANCES

The City reports the following net position/fund balances as restricted at year-end:

| | |
|---|---|
| 2019 TSPLOST Capital Projects Fund | $ 4 766 |
| 2018 TSPLOST Capital Projects Fund | 17,890 |
| 2016 CDBG Capital Projects Fund | 1,000 |
| 2018 SPLOST Capital Projects Fund | 40,402 |
| 2012 SPLOST Capital Projects Fund | 27,624 |
| 2013 SPLOST Capital Projects Fund | 82,904 |
| Water and Sewerage Enterprise Fund | 93,620 |
| Total Restricted Net Position/Fund Balances | $ 268,206 |

Within the General Fund, the City reports the following unrestricted fund balance as assigned at year-end:

| | |
|---|---|
| Recreation | $ 7,023 |
| Fire Department | 2,446 |
| May Day Festival | 5,840 |
| May Day Scholarship | 1,022 |
| Grant Matching | 85,419 |
| Total Assigned Fund Balances | $ 101,750 |

D. BALANCES AND TRANSFERS/PAYMENTS WITHIN THE REPORTING ENTITY

1. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are described as "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans).

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

The following table reports interfund receivables and payables at year end:

| | Due To: | | | | |
|---|---|---|---|---|---|
| | General Fund | 2013 SPLOST Fund | 2012 SPLOST Fund | 2018 SPLOST Fund | Total Due To |
| Due From: | | | | | |
| General Fund | $ - | $ 16 | $ 2,730 | $ 16 | $ 2,762 |
| 2016 CDBG Fund | 3 | - | - | - | 3 |
| 2015 CDBG Fund | - | - | - | - | - |
| 2012 SPLOST Fund | - | 2,234 | - | - | 2,234 |
| Total Due From | $ 3 | $ 2,250 | $ 2,730 | $ 16 | $ 4,999 |

2. Transfers and Payments

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. The government-wide statement of activities eliminates transfers as reported within the segregated governmental and business-type activities columns. Only transfers between the two columns appear in this statement.

The following table reports transfers and payments within the reporting entity:

| | Transfers Out | | | | |
|---|---|---|---|---|---|
| | General Fund | 2014 CHIP Fund | Sanitation Fund | 2012 SPLOST Fund | Total Transfers In |
| Transfers In: | | | | | |
| Governmental Activities | | | | | |
| General Fund | $ - | $ 14 | $ - | $ - | $ 14 |
| Total Governmental Activities | - | 14 | - | - | 14 |
| Business-Type Activities | | | | | |
| Water & Sewerage Fund | - | - | 10,326 | 11,559 | 21,885 |
| Sanitation Fund | 8,590 | - | - | - | 8,590 |
| Total Business-Type Activities | 8,590 | - | 10,326 | 11,559 | 30,475 |
| Total Transfers Out | $ 8,590 | $ 14 | $ 10,326 | $ 11,559 | $ 30,489 |

**NOTE 4 - RETIREMENT PLANS**

A. PEACE OFFICERS ANNUITY AND BENEFIT FUND OF GEORGIA

Policemen are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the City to the pension plan before payment of any costs or other claims. The City's pension expense as a result of participating in this plan is not material to the financial statements. For more information contact the Peace Officers Annuity and Benefit Fund of Georgia.

B. DEFERRED COMPENSATION PLAN

Georgia Municipal Association

By authority of a resolution passed by the City Council (April 8, 2003) and state statute, the City has elected to participate in the GMA Deferred Compensation Plan and the GMA 401(a) Defined Contribution Plan, collectively referred to as "the Plan", administered by Georgia Municipal Association (GMA) in accordance with Internal Revenue Section(s) 457 and 401(a) respectively. The Plan covers substantially all the City employees, without regard to department, and all contributions made by or on behalf of an employee are credited to that individual participants account. Under provisions of the Plan, employees must have 6 months of service before being eligible to participate in the Plan. The City allows employees the option of contributing up to 100% of their includible compensation to the Plan, subject to the maximum statutory specific dollar amount allowed by the Internal Revenue Code, and employees are 100% vested in their contributions and investment earnings thereon.

The Plan provides for the City to match employee contributions up to 2% of annual salary. Employees are vested in employer contributions and the investment earnings thereon under the following graduated scale:

| Completed Years of Service As Eligible Employee | Vested % |
|---|---|
| 1 year | 20 |
| 2 years | 40 |
| 3 years | 60 |
| 4 years | 80 |
| 5 years | 100 |

In the event of death, disability, or termination of the Plan, a participant becomes 100% vested in the employers matching contributions, notwithstanding any vesting schedule. In determining the participant's total years of service for vesting purposes, different periods of employment as an eligible employee will be added together if the participant is reemployed with the City before completing a period of separation of 1 year. If a participant separates from service, the participant's non-vested employer contributions shall be forfeited as of the date of the participant's separation from service. Amounts forfeited during a plan year shall be held unallocated until they are used to reduce or otherwise supplement employer contributions as of the earliest possible date such contributions are required to be made to the Plan.

If the City desires to amend any of its elections previously adopted, the governing authority by official action must adopt an amendment of the of the Adoption Agreement or a new Adoption Agreement must be adopted and forwarded to the Plan Trustees for approval. The amendment of the new Adoption Agreement is not effective until approved by the Trustees and other procedures required by the Plan have been implemented.

For the year ended June 30, 2019, the contributions of the employees and City amounted to $8,158 and $3,517 respectively. No plan forfeitures are included in the City's pension expense for the year and the City had no liability for contributions at year end.

**NOTE 5 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES**

A. LITIGATION

The City is the defendant in a lawsuit filed by unsuccessful candidates of the November 5, 2019 municipal election. No monetary damages are sought and accordingly, no liability for any loss as a result of this suit has been recorded.

B. COMMITMENTS

On May 6, 2015, the City was approved for a USDA wastewater collection system improvement grant in the amount of $753,000 and a loan in the amount of $269,000. These awards were finalized on June 24, 2019 and the City immediately executed a draw on the loan in the amount of $108,800 for the payment project costs incurred. At June 30, 2019, there is a remaining commitment on the loan of $160,200 and the entirety of the grant award remains.

C. CONTINGENCIES

Except for the joint venture relationship described in Note 1-B.3., the City has not entered into any arrangement under which the City would assume any actual or potential liability for the obligations of any governmental or private agency, authority, or instrumentality.

D. GRANTS

In the normal course of operations, the City receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds.

**NOTE 6 - SUBSEQUENT EVENTS**

There were no subsequent events, which would materially affect the financial statements and require disclosure.

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Budgeted Amounts | | Actual | Variance With |
|---|---|---|---|---|
| | Original | Final | Amounts | Final Budget |
| **REVENUES** | | | | |
| Taxes | $ 525,200 | $ 525,200 | $ 552,537 | $ 27,337 |
| Licenses and Permits | 20,350 | 20,350 | 19,874 | (476) |
| Fines and Forfeitures | 15,000 | 15,000 | 10,199 | (4,801) |
| Charges for Services | 3,500 | 3,500 | 2,765 | (735) |
| Intergovernmental Revenue | - | - | 58,105 | 58,105 |
| Miscellaneous Revenue | 14,700 | 14,700 | 18,738 | 4,038 |
| Total Revenues | 578,750 | 578,750 | 662,218 | 83,468 |
| **EXPENDITURES** | | | | |
| General Government | 136,840 | 135,940 | 146,368 | (10,428) |
| Public Safety | 256,559 | 258,943 | 240,524 | 18,419 |
| Public Works | 176,318 | 168,608 | 194,605 | (25,997) |
| Culture and Recreation | 29,533 | 35,759 | 60,127 | (24,368) |
| Total Expenditures | 599,250 | 599,250 | 641,624 | (42,374) |
| Excess (Deficiency) of Revenues Over Expenditures | (20,500) | (20,500) | 20,594 | 41,094 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Appropriated Fund Balance | 15,000 | 15,000 | - | (15,000) |
| Insurance Recovery | - | - | 81,216 | 81,216 |
| Transfers In | 5,500 | 5,500 | 14 | (5,486) |
| Transfers Out | - | - | (8,590) | (8,590) |
| Net Other Financing Source (Uses) | 20,500 | 20,500 | 72,640 | 52,140 |
| Net Change in Fund Balance | - | - | 93,234 | 93,234 |
| Fund Balance – Beg of Year | 219,669 | 219,669 | 219,669 | - |
| Fund Balance – End of Year | $ 219,669 | $ 219,669 | $ 312,903 | $ 93,234 |

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

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**SCHEDULE OF REVENUES – BUDGET AND ACTUAL**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Budgeted Amounts | | Actual | Variance With |
|---|---|---|---|---|
| | Original | Final | Amounts | Final Budget |
| **TAXES** | | | | |
| Property Taxes | $ 251,500 | $ 251,500 | $ 240,966 | $ (10,534) |
| Local Option Sales Taxes | 79,000 | 79,000 | 103,388 | 24,388 |
| Alcoholic Beverage Taxes | 17,000 | 17,000 | 16,876 | (124) |
| Insurance Premiums Tax | 98,000 | 98,000 | 105,792 | 7,792 |
| Franchise Taxes | 71,000 | 71,000 | 72,314 | 1,314 |
| Excise Tax on Energy | 7,000 | 7,000 | 7,511 | 511 |
| Railroad Equipment Tax | 200 | 200 | 3,870 | 3,670 |
| Housing Authority- In Lieu of Taxes | 1,000 | 1,000 | 1,177 | 177 |
| Real Estate Transfer Tax | - | - | 50 | 50 |
| Intangible Taxes | 500 | 500 | 593 | 93 |
| Total Taxes | 525,200 | 525,200 | 552,537 | 27,337 |
| **LICENSES AND PERMITS** | | | | |
| Business Licenses | 20,000 | 20,000 | 14,374 | (5,626) |
| Other Licenses and Permits | 350 | 350 | 5,500 | 5,150 |
| Total Licenses and Permits | 20,350 | 20,350 | 19,874 | (476) |
| **FINES AND FORFEITURES** | | | | |
| Fines and Forfeitures | 15,000 | 15,000 | 10,199 | (4,801) |
| Total Fines and Forfeitures | 15,000 | 15,000 | 10,199 | (4,801) |
| **CHARGES FOR SERVICES** | | | | |
| Recreation Charges | 2,000 | 2,000 | 2,520 | 520 |
| Cemetery Lots | 500 | 500 | - | (500) |
| Police Services | 1,000 | 1,000 | 245 | (755) |
| Total Charges for Services | 3,500 | 3,500 | 2,765 | (735) |
| **INTERGOVERNMENTAL REVENUE** | | | | |
| Federal Government | - | - | 28,935 | 28,935 |
| State Government | - | - | 26,670 | 26,670 |
| Other Local Governments | - | - | 2,500 | 2,500 |
| Total Intergovernmental Revenue | - | - | 58,105 | 58,105 |
| **MICELLANEOUS REVENUE** | | | | |
| Interest Earnings | 800 | 800 | 1,762 | 962 |
| Penalties | 2,000 | 2,000 | 3,945 | 1,945 |
| Rents and Deposits | 11,300 | 11,300 | 11,315 | 15 |
| Donations | - | - | - | - |
| Miscellaneous | 600 | 600 | 1,716 | 1,116 |
| Total Miscellaneous Revenue | 14,700 | 14,700 | 18,738 | 4,038 |
| **GRAND TOTAL REVENUES** | $ 578,750 | $ 578,750 | $ 662,218 | $ 83,468 |

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

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Budgeted Amounts | | Actual | Variance With |
|---|---|---|---|---|
| | Original | Final | Amounts | Final Budget |
| **GENRAL GOVERNMENT** | | | | |
| Salaries | $ 58,845 | $ 58,745 | $ 62,646 | $ (3,901) |
| Council Fees | 5,000 | 5,000 | 7,350 | (2,350) |
| Mayors Fee | 2,700 | 2,700 | 3,050 | (350) |
| Mayor Pro-Tem Fee | 1,400 | 1,400 | 1,750 | (350) |
| Salaries-BH Manager | - | - | - | - |
| Election Labor & Supplies | - | - | - | - |
| Insurance-Public Officials | 1,425 | 1,425 | 1,725 | (300) |
| Payroll Taxes | 5,900 | 5,100 | 5,773 | (673) |
| Employers Retirement | 1,100 | 1,100 | 1,314 | (214) |
| Management Maintenance | 6,500 | 6,500 | 6,933 | (433) |
| Workers Compensation Insurance | 1,500 | 1,500 | 1,500 | - |
| Audit Fees | 7,330 | 7,330 | 7,437 | (107) |
| Legal Fees | 10,000 | 10,000 | 9,904 | 96 |
| Building Maintenance | 700 | 700 | 728 | (28) |
| Insurance | 2,200 | 2,200 | 2,200 | - |
| Telephone | 4,240 | 4,240 | 3,201 | 1,039 |
| Advertisements | 6,000 | 6,000 | 9,363 | (3,363) |
| Dues | 3,000 | 3,000 | 4,091 | (1,091) |
| Clerks Training | 3,000 | 3,000 | 3,353 | (353) |
| Public Officials Training | 3,000 | 3,000 | 1,374 | 1,626 |
| Office Supplies | 3,500 | 3,500 | 2,997 | 503 |
| Electricity | 2,500 | 2,500 | 2,786 | (286) |
| Small Equipment | 5,000 | 5,000 | - | 5,000 |
| Office Equipment | 2,000 | 2,000 | 4,941 | (2,941) |
| Emergency Fund | - | - | - | - |
| Miscellaneous | - | - | 1,952 | (1,952) |
| Total General Government | 136,840 | 135,940 | 146,368 | (10,428) |
| **PUBLIC SAFETY** | | | | |
| Police Department: | | | | |
| Salaries | 143,606 | 146,190 | 138,230 | 7,960 |
| Payroll Taxes | 10,710 | 10,710 | 10,575 | 135 |
| Employers Retirement | 2,800 | 2,600 | 733 | 1,867 |
| Workers Compensation Insurance | 7,000 | 7,000 | 5,107 | 1,893 |
| Uniforms | 1,500 | 1,500 | 1,343 | 157 |
| Recorder’s Court | 20,850 | 20,850 | 20,004 | 846 |
| Computer Maintenance | 1,000 | 1,000 | 985 | 15 |
| Equipment Maintenance and Repair | 1,500 | 1,500 | 824 | 676 |
| Vehicle Maintenance and Repair | 8,000 | 8,000 | 11,125 | (3,125) |
| Insurance | 2,989 | 2,989 | 2,989 | - |
| Police Liability Insurance | 3,316 | 3,316 | 3,316 | - |
| Telephone | 4,000 | 4,000 | 3,962 | 38 |
| Training and Mileage | 4,500 | 4,500 | 3,646 | 854 |
| Gas and Oil | 12,000 | 12,000 | 9,860 | 2,140 |
| Witness Fees | - | - | - | - |
| Supplies | $ 1,500 | $ 1,500 | $ 2,058 | $ (558) |

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

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Budgeted Amounts | | Actual | Variance With |
|---|---|---|---|---|
| | Original | Final | Amounts | Final Budget |
| **PUBLIC SAFETY (continued)** | | | | |
| Police Department (continued): | | | | |
| Electricity | $ 2,800 | $ 2,800 | $ 4,000 | $ (1,200) |
| Small Equipment | 4,000 | 4,000 | 2,410 | 1,590 |
| New Vehicle | 2,000 | 2,000 | - | 2,000 |
| Emergency Fund | 200 | 200 | - | 200 |
| Capital Outlay: | - | - | - | - |
| Total Police Department | 234,271 | 236,655 | 221,167 | 15,488 |
| Fire Department: | | | | |
| Salaries | 2,400 | 2,400 | 2,600 | (200) |
| Firemen's Retainer | 3,000 | 3,000 | 1,825 | 1,175 |
| Asst. Fire Chief Salary | 900 | 900 | 900 | - |
| Payroll Taxes | 500 | 500 | 392 | 108 |
| Management Maintenance | 900 | 900 | 905 | (5) |
| Building Maintenance | - | - | - | - |
| Equipment Maintenance | 900 | 900 | 1,857 | (957) |
| Vehicle Maintenance and Repair | 500 | 500 | 1,077 | (577) |
| Insurance | 4,988 | 4,988 | 3,118 | 1,870 |
| Training and Mileage | 1,500 | 1,500 | - | 1,500 |
| Supplies | 400 | 400 | 283 | 117 |
| Electricity | 1,500 | 1,500 | 1,235 | 265 |
| Uniforms | 1,800 | 1,800 | 1,800 | - |
| Fire Hydrant Testing | 1,200 | 1,200 | 600 | 600 |
| Miscellaneous | - | - | - | - |
| Small Equipment | 1,800 | 1,800 | 2,765 | (965) |
| Total Fire Department | 22,288 | 22,288 | 19,357 | 2,931 |
| Total Public Safety | 256,559 | 258,943 | 240,524 | 18,419 |
| **PUBLIC WORKS** | | | | |
| Salaries | 52,410 | 45,400 | 49,012 | (3,612) |
| Payroll Taxes | 3,500 | 3,000 | 3,750 | (750) |
| Employers Retirement | 1,000 | 800 | 662 | 138 |
| Workers Compensation Insurance | 8,500 | 8,500 | 5,500 | 3,000 |
| Uniforms | 1,800 | 1,800 | 434 | 1,366 |
| Animal Control | 2,508 | 2,508 | - | 2,508 |
| Vehicle Maintenance | 4,000 | 4,000 | 4,315 | (315) |
| Equipment Maintenance and Repair | 15,000 | 15,000 | 31,801 | (16,801) |
| Street Maintenance | 9,000 | 9,000 | 13,432 | (4,432) |
| Insurance | 3,400 | 3,400 | 8,641 | (5,241) |
| Inmates | 1,800 | 1,800 | 2,833 | (1,033) |
| Supplies | 6,000 | 6,000 | 6,328 | (328) |
| Pesticides and Herbicides | 16,000 | 16,000 | 2,948 | 13,052 |
| Electricity | 35,000 | 35,000 | 41,368 | (6,368) |
| Gas, Oil, and Diesel | 15,000 | 15,000 | 21,568 | (6,568) |
| Telephone | $ 900 | $ 900 | $ 1,044 | $ (144) |

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

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**SCHEDULE OF EXPENDITURES – BUDGET AND ACTUAL**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Budgeted Amounts | | Actual | Variance With |
|---|---|---|---|---|
| | Original | Final | Amounts | Final Budget |
| **PUBLIC WORKS (continued)** | | | | |
| Training and Mileage | $ 500 | $ 500 | $ 484 | $ 16 |
| Paving | - | - | - | - |
| Small Equipment | - | - | 485 | (485) |
| Emergency Fund | - | - | - | - |
| Total Public Works | 176,318 | 168,608 | 194,605 | (25,997) |
| **CULTURE AND RECREATION** | | | | |
| Recreation Department: | | | | |
| Maintenance and Repair | 750 | 750 | 516 | 234 |
| Insurance | 2,500 | 2,500 | 2,500 | - |
| Electricity | 2,500 | 2,500 | 2,374 | 126 |
| Miscellaneous | - | - | 343 | (343) |
| Total Recreation Department | 5,750 | 5,750 | 5,733 | 17 |
| Community and Senior Center: | | | | |
| Maintenance and Repair | 2,463 | 5,689 | 5,514 | 175 |
| Insurance | 5,750 | 5,750 | 2,445 | 3,305 |
| Electricity | 2,500 | 2,500 | 5,750 | (3,250) |
| Total Community Center | 10,713 | 13,939 | 13,709 | 230 |
| Other: | | | | |
| CHIP Grant Administration | 5,000 | 5,000 | 7,766 | (2,766) |
| Calhoun County Library | 500 | 500 | 500 | - |
| Calhoun County Community Center | - | - | - | - |
| Depot Insurance | 570 | 570 | 570 | - |
| May Day Committee | 1,000 | 1,000 | - | 1,000 |
| Downtown Development Authority | 1,000 | 4,000 | 4,157 | (157) |
| TAVT Repayment | 5,000 | 5,000 | 15,692 | (10,692) |
| Walking Trails-Debris Removal | - | - | 12,000 | (12,000) |
| Other | - | - | - | - |
| Total Other | 13,070 | 16,070 | 40,685 | (24,615) |
| Total Culture and Recreation | 29,533 | 35,759 | 60,127 | (24,368) |
| **GRAND TOTAL EXPENDITURES** | $ 599,250 | $ 599,250 | $ 641,624 | $ (42,374) |

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

## A. BUDGETARY INFORMATION

Annual budgets have been adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

## B. EXPENDITURES OVER APPROPRIATIONS

The City incurred expenditures, which exceeded appropriations, for the following departments and corresponding amounts:

| | |
|---|---|
| General Government | $ 10,428 |
| Public Works | 25,997 |
| Culture and Recreation | 24,368 |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 257,494 | $ 203,888 |
| Investments in Certificates of Deposit | 1,929 | 1,905 |
| Property Taxes Receivable | 6,140 | 6,982 |
| Motor Vehicle Taxes Receivable | 650 | 138 |
| Mobile Home Taxes Receivable | 239 | 190 |
| Title Ad-valorem Tax Fees | 1,495 | 2,614 |
| Local Option Sales Taxes Receivable | 18,000 | 16,094 |
| Energy Excise Tax Receivable | 1,730 | 1,503 |
| Alcoholic Beverages Taxes Receivable | 1,376 | 1,341 |
| Franchise Taxes Receivable | 393 | 492 |
| Intangible Tax Receivable | - | 92 |
| Railroad Equipment Tax | 3,870 | 3,070 |
| Fines Receivable | 871 | 891 |
| Insurance Recovery Receivable | 18,134 | - |
| Due from State Government-GEFA | 28,935 | - |
| Due from 2016 CDBG Fund | 3 | 3 |
| Due from 2015 CDBG Fund | - | 13 |
| Total Assets | $ 341,259 | $ 239,216 |
| **LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | 19,954 | 7,837 |
| Payroll Taxes and Withholdings Payable | 915 | 5,310 |
| Due to 2018 SPLOST Fund | 16 | 16 |
| Due to 2013 SPLOST Fund | 16 | 16 |
| Due to 2012 SPLOST Fund | 2,730 | 2,730 |
| Total Liabilities | 23,631 | 15,909 |
| Deferred Inflows of Resources: | | |
| Unavailable Revenue-Property Tax | 4,725 | 3,638 |
| Total Deferred Inflows | 4,725 | 3,638 |
| Fund Balance: | | |
| Fund Balance Assigned For: | | |
| Recreation | 7,023 | 5,212 |
| Fire | 2,446 | 2,326 |
| May Day | 5,840 | 4,230 |
| May Day Scholarship | 1,022 | 521 |
| Grant Matching | 85,419 | 34,170 |
| Fund Balance Unassigned | 211,153 | 173,210 |
| Total Fund Balance | 312,903 | 219,669 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | $ 341,259 | $ 239,216 |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES**
**AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, | |
|---|---|---|
| | **2019** | **2018** |
| **REVENUES** | | |
| Taxes | $ 552,537 | $ 533,571 |
| Licenses and Permits | 19,874 | 18,842 |
| Fines & Forfeitures | 10,199 | 16,334 |
| Charges for Services | 2,765 | 7,098 |
| Intergovernmental | 58,105 | 25,463 |
| Miscellaneous | 99,954 | 16,734 |
| Total Revenues | 743,434 | 618,042 |
| **EXPENDITURES** | | |
| General Government | 146,368 | 154,962 |
| Public Safety | 240,524 | 263,353 |
| Public Works | 194,605 | 242,371 |
| Culture & Recreation | 60,127 | 19,363 |
| Total Expenditures | 641,624 | 680,049 |
| Excess (Deficiency) of Revenues Over Expenditures | 101,810 | (62,007) |
| **OTHER FINANCING SOURCES (USES)** | | |
| Proceeds on Sale of Equipment | - | - |
| Transfers In | 14 | 16,921 |
| Transfers Out | (8,590) | - |
| Total Other Financing Sources (Uses) | (8,576) | 16,921 |
| Net Change in Fund Balance | 93,234 | (45,086) |
| Fund Balance – Beginning of Year | 219,669 | 264,755 |
| Fund Balance – End of Year | $ 312,903 | $ 219,669 |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE STATEMENTS OF REVENUES**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **TAXES** | | |
| Property Taxes | $ 240,966 | $ 246,337 |
| Local Option Sales Taxes | 103,388 | 91,810 |
| Alcoholic Beverage Taxes | 16,876 | 17,190 |
| Insurance Premiums Tax | 105,792 | 98,096 |
| Franchise Tax | 72,314 | 69,844 |
| Excise Tax on Energy | 7,511 | 5,434 |
| Railroad Equipment Tax | 3,870 | 3,070 |
| Housing Authority - In Lieu of Taxes | 1,177 | 1,175 |
| Real Estate Transfer Tax | 50 | 114 |
| Intangible Taxes | 593 | 501 |
| Total Taxes | 552,537 | 533,571 |
| **LICENSES AND PERMITS** | | |
| Business Licenses | 14,374 | 12,842 |
| Other Licenses and Permits | 5,500 | 6,000 |
| Total Licenses and Permits | 19,874 | 18,842 |
| **FINES AND FORFEITURES** | | |
| Fines and Forfeitures | 10,199 | 16,334 |
| Total Fines and Forfeitures | 10,199 | 16,334 |
| **CHARGES FOR SERVICES** | | |
| Recreation Charges | 2,520 | 3,001 |
| Cemetery Lots | - | 500 |
| Police Services | 245 | 3,597 |
| Total Charges for Services | 2,765 | 7,098 |
| **INTERGOVERNMENTAL REVENUE** | | |
| Federal Government | 28,935 | - |
| State Government | 26,670 | 25,463 |
| Other Local Governments | 2,500 | - |
| Total Intergovernmental Revenue | 58,105 | 25,463 |
| **MISCELLANEOUS REVENUE** | | |
| Interest Earnings | 1,762 | 1,778 |
| Penalties | 3,945 | 1,578 |
| Rents and Deposits | 11,315 | 11,896 |
| Donations | - | 100 |
| Reimbursement for Damaged Property | 81,216 | - |
| Miscellaneous | 1,716 | 1,382 |
| Total Miscellaneous Revenue | 99,954 | 16,734 |
| **GRAND TOTAL REVENUES** | $ 743,434 | $ 618,042 |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE STATEMENTS OF EXPENDITURES**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **GENERAL GOVERNMENT** | | |
| Salaries | $ 62,646 | $ 58,741 |
| Council Fees | 7,350 | 6,150 |
| Mayors Fee | 3,050 | 1,775 |
| Mayor Pro-Tem Fee | 1,750 | 1,350 |
| Election Labor | - | 4,349 |
| Election Supplies | - | 1,875 |
| Salaries-BH Manager | - | 2,669 |
| Insurance-Public Officials | 1,725 | 1,786 |
| Payroll Taxes | 5,773 | 5,421 |
| Employers Retirement | 1,314 | 1,158 |
| Management Maintenance | 6,933 | 6,994 |
| Business License Software | - | - |
| Property Tax Software | - | - |
| Workers Compensation Insurance | 1,500 | 358 |
| Audit | 7,437 | 7,650 |
| Legal | 9,904 | 12,808 |
| Building Maintenance | 728 | 995 |
| Insurance | 2,200 | 1,814 |
| Telephone | 3,201 | 3,879 |
| Advertisements | 9,363 | 10,634 |
| Dues | 4,091 | 3,141 |
| Clerks Training | 3,353 | 2,131 |
| Public Officials Training | 1,374 | 3,742 |
| Office Supplies | 2,997 | 4,809 |
| Electricity | 2,786 | 2,129 |
| Miscellaneous | 1,952 | 588 |
| Office Equipment | 4,941 | 8,016 |
| Total General Government | 146,368 | 154,962 |
| **PUBLIC SAFETY** | | |
| Police Department: | | |
| Salaries | 138,230 | 159,942 |
| Payroll Taxes | 10,575 | 12,255 |
| Retirement | 733 | 662 |
| Uniforms | 1,343 | 1,455 |
| Recorder's Court | 20,004 | 23,091 |
| Workers Compensation Insurance | 5,107 | 12,542 |
| Computer Maintenance | 985 | 1,450 |
| Equipment Maintenance and Repair | 824 | - |
| Vehicle Maintenance and Repair | 11,125 | 5,540 |
| Insurance | 2,989 | 2,778 |
| Insurance – Police Liability | 3,316 | 1,791 |
| Telephone | 3,962 | 3,608 |
| Training and Mileage | 3,646 | 1,800 |
| Supplies | 2,058 | 1,500 |
| Gas and Oil | 9,860 | 10,591 |
| Electricity | 4,000 | 2,077 |
| Small Equipment | 2,410 | 1,134 |
| Drug Task Force | $ - | $ 578 |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE STATEMENTS OF EXPENDITURES**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **PUBLIC SAFETY (continued)** | | |
| Police Department (continued): | | |
| Capital Outlay: | $ - | $ - |
| Total Police Department | 221,167 | 242,794 |
| Fire Department: | | |
| Salaries | 2,600 | 2,450 |
| Fireman's Retainer | 1,825 | 2,100 |
| Asst. Fire Chief Salary | 900 | 950 |
| Payroll Taxes | 392 | 423 |
| Management Maintenance | 905 | 891 |
| Uniforms | 1,800 | 1,800 |
| Building Maintenance and Repair | - | 570 |
| Equipment Maintenance and Repair | 1,857 | 526 |
| Vehicle Maintenance and Repair | 1,077 | 1,200 |
| Street Maintenance | - | - |
| Insurance | 3,118 | 3,455 |
| Training and Mileage | - | 650 |
| Supplies | 283 | 579 |
| Electricity | 1,235 | 1,235 |
| Fire Hydrant Testing | 600 | 1,200 |
| Miscellaneous | - | 730 |
| Small Equipment | 2,765 | 1,800 |
| Capital Outlay: | - | - |
| Total Fire Department | 19,357 | 20,559 |
| Total Public Safety | 240,524 | 263,353 |
| **PUBLIC WORKS** | | |
| Salaries | 49,012 | 49,867 |
| Payroll Taxes | 3,750 | 3,823 |
| Retirement | 662 | 944 |
| Workers Compensation Insurance | 5,500 | 4,148 |
| Uniforms | 434 | 1,246 |
| Animal Control | - | - |
| Building Maintenance | - | - |
| Equipment Maintenance and Repair | 31,801 | 14,233 |
| Vehicle Maintenance and Repair | 4,315 | 4,882 |
| Street Maintenance | 13,432 | 8,955 |
| Insurance | 8,641 | 2,820 |
| Telephone | 1,044 | 896 |
| Training and Mileage | 484 | 313 |
| Inmate Expense | 2,833 | 2,443 |
| Supplies | 6,328 | 7,609 |
| Pesticides and Herbicides | 2,948 | 7,375 |
| Electricity | 41,368 | 39,253 |
| Gas and Oil | 21,568 | 14,504 |
| Paving | - | 79,060 |
| Mosquito Spraying | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**GENERAL FUND**
**COMPARATIVE STATEMENTS OF EXPENDITURES**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **PUBLIC WORKS (continued)** | | |
| Small Equipment | $ 485 | $ - |
| Capital Outlay: | - | - |
| Total Public Works | 194,605 | 242,371 |
| **CULTURE AND RECREATION** | | |
| Recreation Department: | | |
| Maintenance and Repair | 516 | 309 |
| Insurance | 2,500 | 2,000 |
| Electricity | 2,374 | 3,803 |
| Miscellaneous | 343 | - |
| Total Recreation Department | 5,733 | 6,112 |
| Community Center: | | |
| Maintenance and Repair | 5 514 | - |
| Electricity | 2,445 | 1,573 |
| Insurance | 5,750 | 5,242 |
| Total Community Center | 13,709 | 6,815 |
| Other: | | |
| Downtown Development | 4,157 | 315 |
| Miscellaneous | - | - |
| CHIP Grant | 7,766 | 4,500 |
| Depot Insurance | 570 | 455 |
| May Day Committee | - | 166 |
| Calhoun County Community Center | - | - |
| Calhoun County Library | 500 | 1,000 |
| Walking Trails-Debris Removal | 12,000 | - |
| Early County-TAVT Repayment | 15,692 | - |
| Capital Outlay | - | - |
| Total Other | 40,685 | 6,436 |
| Total Culture and Recreation | 60,127 | 19,363 |
| **GRAND TOTAL EXPENDITURES** | $ 641,624 | $ 680,049 |

**CITY OF ARLINGTON, GEORGIA**
**COMBINING BALANCE SHEET**
**NONMAJOR GOVERNMENTAL FUNDS**
**JUNE 30, 2019**

| | Special Revenue | | |
|---|---|---|---|
| | 2014 CHIP | 2019 TSPLOST | 2018 TSPLOST |
| **ASSETS** | | | |
| Cash and Cash Equivalents | $ - | $ - | $ 15,526 |
| Intergovernmental Receivables: | | | |
| SPLOST Receivable | - | 4,766 | 2,364 |
| Due from 2012 SPLOST Fund | - | - | - |
| Due from General Fund | - | - | - |
| Total Assets | - | 4,766 | 17,890 |
| **LIABILITIES AND FUND BALANCE** | | | |
| Liabilities: | | | |
| Accounts Payable | - | - | - |
| Due to General Fund | - | - | - |
| Due to 2013 SPLOST Fund | - | - | - |
| Total Liabilities | - | - | - |
| Fund Balance: | | | |
| Fund Balance Restricted For: | | | |
| TSPLOST Projects | - | 4,766 | 17,890 |
| SPLOST Projects | - | - | - |
| CDBG Projects | - | - | - |
| Total Fund Balance | - | 4,766 | 17,890 |
| Total Liabilities and Fund Balance | $ - | $ 4,766 | $ 17,890 |

**CITY OF ARLINGTON, GEORGIA**
**COMBINING BALANCE SHEET**
**NONMAJOR GOVERNMENTAL FUNDS**
**JUNE 30, 2019**

| Capital Projects | | | | | |
|---|---|---|---|---|---|
| 2018 SPLOST | 2013 SPLOST | 2012 SPLOST | 2016 CDBG | 2015 CDBG | Total Nonmajor Governmental Funds |
| $ 37,776 | $ 78,178 | $ 27,128 | $ 1,003 | $ - | $ 159,611 |
| 2,610 | 2,476 | - | - | - | 12,216 |
| - | 2,234 | - | - | - | 2,234 |
| 16 | 16 | 2,730 | - | - | 2,762 |
| 40,402 | 82,904 | 29,858 | 1,003 | - | 176,823 |
| - | - | - | - | - | - |
| - | - | - | 3 | - | 3 |
| - | - | 2,234 | - | - | 2,234 |
| - | - | 2,234 | 3 | - | 2,237 |
| - | - | - | - | - | 22,656 |
| 40,402 | 82,904 | 27,624 | - | - | 150,930 |
| - | - | - | 1,000 | - | 1,000 |
| 40,402 | 82,904 | 27,624 | 1,000 | - | 174,586 |
| $ 40,402 | $ 82,904 | $ 29,858 | $ 1,003 | $ - | $ 176,823 |

**CITY OF ARLINGTON, GEORGIA**
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Special Revenue | | |
|---|---|---|---|
| | 2014 CHIP | 2019 TSPLOST | 2018 TSPLOST |
| **REVENUES** | | | |
| Intergovernmental | $ 22,427 | $ 4,766 | $ 17,885 |
| Miscellaneous | - | - | 5 |
| Total Revenues | 22,427 | 4,766 | 17,890 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Housing and Development | 22,427 | - | - |
| Public Safety-Police | - | - | - |
| Capital Outlay | - | - | - |
| Total Expenditures | 22,427 | - | - |
| Excess (Deficiency) of Revenues Over Expenditures | - | 4,766 | 17,890 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | - | - | - |
| Transfers Out | (14) | - | - |
| Total Other Financing Sources (Uses) | (14) | - | - |
| Net Change in Fund Balance | (14) | 4,766 | 17,890 |
| Fund Balance - Beg of Year | 14 | - | - |
| Fund Balance – End of Year | $ - | $ 4,766 | $ 17,890 |

**CITY OF ARLINGTON, GEORGIA**
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Capital Projects | | | | | Total Nonmajor Governmental Funds |
|---|---|---|---|---|---|
| 2018 SPLOST | 2013 SPLOST | 2012 SPLOST | 2016 CDBG | 2015 CDBG | |
| $ 26,802 | $ 35,863 | $ - | $ 4,906 | $ 5,000 | $ 117,649 |
| 176 | 586 | 329 | - | - | 1,096 |
| 26,978 | 33,449 | 329 | 4,906 | 5,000 | 118,745 |
| - | - | - | - | - | 22,427 |
| - | 465 | - | - | - | 465 |
| - | 19,870 | 19,633 | 4,906 | 5,000 | 49,409 |
| - | 20,335 | 19,633 | 4,906 | 5,000 | 72,301 |
| 26,978 | 16,114 | (19,304) | - | - | 46,444 |
| - | - | - | - | - | - |
| - | - | - | - | - | (14) |
| - | - | - | - | - | (14) |
| 26,978 | 16,114 | (19,304) | - | - | 46,430 |
| 13,424 | 66,790 | 46,928 | 1,000 | - | 128,156 |
| $ 40,402 | $ 82,904 | $ 27,624 | $ 1,000 | $ - | $ 174,586 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY HOME INVESTMENT PROGRAM (CHIP)**
**SPECIAL REVENUE FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2018 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ - | $ 14 |
| Total Assets | - | 14 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance: | | |
| Fund Balance Restricted for CHIP Projects | - | 14 |
| Total Fund Balance | - | 14 |
| Total Liabilities and Fund Balance | $ - | $ 14 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY HOME INVESTMENT PROGRAM**
**SPECIAL REVENUE FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Housing and Finance Authority- | | |
| Community Home Investment Program | $ 22,427 | $ 187,819 |
| Total Revenues | 22,427 | 187,819 |
| **EXPENDITURES** | | |
| Housing and Development: | | |
| Rehabilitation of Private Properties | 22,427 | 187,819 |
| Administration | - | - |
| Total Expenditures | 22,427 | 187,819 |
| Excess (Deficiency) of Revenues Over Expenditures | - | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | (14) | - |
| Total Other Financing Sources (Uses) | (14) | - |
| Net Change in Fund Balance | (14) | - |
| Fund Balance – Beginning of Year | 14 | 14 |
| Fund Balance – End of Year | $ - | $ 14 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY HOME INVESTMENT PROGRAM (CHIP)**
**SPECIAL REVENUE FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CHIP PROGRAM NO. 2014-903**
**FOR THE GRANT PERIOD JUNE 1, 2014 THROUGH JULY 31, 2018**

| | CHIP Activity Number | Latest Approved Budget (CHIP Funds) |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Housing and Finance Authority- | | |
| Community Home Investment Program | | $ 306,000 |
| Total Revenues | | 306,000 |
| **EXPENDITURES** | | |
| Rehabilitation of Private Properties | | 300,000 |
| Administration | | 6,000 |
| Total Expenditures | | 306,000 |
| Excess (Deficiency) of Revenues Over Expenditures | | - |
| Fund Balance – Beginning of Project | | - |
| Fund Balance – End of Year | | $ - |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY HOME INVESTMENT PROGRAM (CHIP)**
**SPECIAL REVENUE FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CHIP PROGRAM NO. 2014-903**
**FOR THE GRANT PERIOD JUNE 1, 2014 THROUGH JULY 31, 2018**

| Accumulative CHIP Expenditures To Date | Accumulative Expenditures To Date (Other Funds) | Grand Total Of Expenditures To Date | Questioned Costs |
|---|---|---|---|
| $ 306,000 | - | 306,000 | |
| 306,000 | - | 306,000 | |
| 300,000 | - | 300,000 | $ - |
| 6,000 | - | 6,000 | - |
| 306,000 | - | 306,000 | $ - |
| - | - | - | |
| - | - | - | |
| $ - | $ - | $ - | |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY HOME INVESTMENT PROGRAM (CHIP)**
**SOURCE AND APPLICATION OF FUNDS SCHEDULE**
**CHIP PROGRAM NO. 2014-903**
**FOR THE CUMULATIVE PERIOD ENDED JUNE 30, 2019**

| | |
|---|---|
| Total Fiscal Year 2014 CHIP Funds Awarded Recipient | $ 306,000 |
| Less: Deobligations | - |
| Adjusted Total Fiscal Year 2014 CHIP Funds Awarded Recipient | 306,000 |
| Total Amount Drawndown by Recipient from GHFA | 306,000 |
| Less: | |
| CHIP Funds Expended by Recipient | 306,000 |
| Amount of Fiscal Year 2014 CHIP Funds Held by Recipient | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2019 ARLINGTON TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ - | $ - |
| TSPLOST Receivable | 4,766 | - |
| Total Assets | 4,766 | - |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | 4,766 | - |
| Total Fund Balance | 4,766 | - |
| Total Liabilities and Fund Balance | $ 4,766 | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2019 ARLINGTON TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Calhoun County, Georgia: | | |
| Transportation Special Purpose Local Option Sales Tax | $ 4,766 | $ - |
| Miscellaneous – Interest Earnings | - | - |
| Total Revenues | 4,766 | - |
| **EXPENDITURES** | | |
| Capital Outlay: | - | - |
| Total Expenditures | - | - |
| Excess (Deficiency) of Revenues Over Expenditures | 4,766 | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | 4,766 | - |
| Fund Balance – Beginning of Year | - | - |
| Fund Balance – End of Year | $ 4,766 | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2018 ARLINGTON TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 15,526 | $ - |
| TPLOST Receivable | 2,364 | - |
| Total Assets | 17,890 | - |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | 17,890 | - |
| Total Fund Balance | 17,890 | - |
| Total Liabilities and Fund Balance | $ 17,890 | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2018 ARLINGTON TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Early County, Georgia: | | |
| Transportation Special Purpose Local Option Sales Tax | $ 17,885 | $ - |
| Miscellaneous – Interest Earnings | 5 | - |
| Total Revenues | 17,890 | - |
| **EXPENDITURES** | | |
| Capital Outlay: | - | - |
| Total Expenditures | - | - |
| Excess (Deficiency) of Revenues Over Expenditures | 17,890 | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | 17,890 | - |
| Fund Balance – Beginning of Year | - | - |
| Fund Balance – End of Year | $ 17,890 | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2018 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 37,776 | $ 6,614 |
| Special Purpose Local Option Sales Tax Receivable | 2,610 | 4,606 |
| Due from General Fund | 16 | 16 |
| Due from 2012 SPLOST Fund | - | 2,188 |
| Total Assets | 40,402 | 13,424 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Total Liabilities | - | - |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | 40,402 | 13,424 |
| Total Fund Balance | 40,402 | 13,424 |
| Total Liabilities and Fund Balance | $ 40,402 | $ 13,424 |

**CITY OF ARLINGTON, GEORGIA**
**2018 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Calhoun County, Georgia: | | |
| Special Purpose Local Option Sales Tax | $ 26,802 | $ 13,424 |
| Miscellaneous – Interest Earnings | 176 | - |
| Total Revenues | 26,978 | 13,424 |
| **EXPENDITURES** | | |
| Capital Outlay: | - | - |
| Total Expenditures | - | - |
| Excess (Deficiency) of Revenues Over Expenditures | 26,978 | 13,424 |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | 26,978 | 13,424 |
| Fund Balance – Beginning of Year | 13,424 | - |
| Fund Balance – End of Year | $ 40,402 | $ 13,424 |

**CITY OF ARLINGTON, GEORGIA**
**2013 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 78,178 | $ 64,495 |
| Special Purpose Local Option Sales Tax Receivable | 2,476 | 4,169 |
| Due from General Fund | 16 | 16 |
| Due from 2012 SPLOST Fund | 2,234 | 2,234 |
| Total Assets | 82,904 | 70,914 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | 4,124 |
| Total Liabilities | - | 4,124 |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | 82,904 | 66,790 |
| Total Fund Balance | 82,904 | 66,790 |
| Total Liabilities and Fund Balance | $ 82,904 | $ 70,914 |

**CITY OF ARLINGTON, GEORGIA**
**2013 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Calhoun County, Georgia: | | |
| Special Purpose Local Option Sales Tax | $ 35,863 | $ 29,750 |
| Miscellaneous – Interest Earnings | 586 | 448 |
| Total Revenues | 36,449 | 30,198 |
| **EXPENDITURES** | | |
| Current: | | |
| Public Safety-Police | 465 | - |
| Capital Outlay: | | |
| Building Improvements | 19,870 | 35,149 |
| Total Expenditures | 20,335 | 35,149 |
| Excess (Deficiency) of Revenues Over Expenditures | 16,114 | (4,951) |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | 16,114 | (4,951) |
| Fund Balance – Beginning of Year | 66,790 | 71,741 |
| Fund Balance – End of Year | $ 82,904 | $ 66,790 |

**CITY OF ARLINGTON, GEORGIA**
**2012 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 27,128 | $ 48,620 |
| Due from General Fund | 2,730 | 2,730 |
| Total Assets | 29,858 | 51,350 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | - |
| Due to 2013 SPLOST Fund | 2,234 | 2,234 |
| Due to 2018 SPLOST Fund | - | 2,188 |
| Total Liabilities | 2,234 | 4,422 |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | 27,624 | 46,928 |
| Total Fund Balance | 27,624 | 46,928 |
| Total Liabilities and Fund Balance | $ 29,858 | $ 51,350 |

**CITY OF ARLINGTON, GEORGIA**
**2012 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Early County, Georgia: | | |
| Special Purpose Local Option Sales Tax | $ - | $ 17,594 |
| Miscellaneous – Interest Earnings | 329 | 332 |
| Total Revenues | 329 | 17,926 |
| **EXPENDITURES** | | |
| Current: | | |
| Public Works-Streets | - | 2,650 |
| Capital Outlay: | | |
| Rebuild of UV System-Water and Sewerage | 11,559 | - |
| Zero Turn Mower | 7,249 | - |
| Mahindra Tractor and Loader | - | 39,900 |
| Police Communication Equipment | - | 2,588 |
| Building Improvements | 825 | 3,600 |
| Total Expenditures | 19,633 | 48,738 |
| Excess (Deficiency) of Revenues Over Expenditures | (19,304) | (30,812) |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | (19,304) | (30,812) |
| Fund Balance – Beginning of Year | 46,928 | 77,740 |
| Fund Balance – End of Year | $ 27,624 | $ 46,928 |

**CITY OF ARLINGTON, GEORGIA**
**2007 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ - | $ 4,809 |
| Due from 2012 SPLOST Fund | - | - |
| Total Assets | - | 4,809 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | 4,809 |
| Due to 2013 SPLOST Fund | - | - |
| Total Liabilities | - | 4,809 |
| Fund Balance | | |
| Fund Balance Restricted for SPLOST Projects | - | - |
| Total Fund Balance | - | - |
| Total Liabilities and Fund Balance | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**2007 ARLINGTON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, | |
|---|---|---|
| | 2019 | 2018 |
| **REVENUES** | | |
| Miscellaneous – Interest Earnings | $ - | $ 40 |
| Total Revenues | - | 40 |
| **EXPENDITURES** | | |
| Capital Outlay: | | |
| Bases | - | 100 |
| Park Monument Lights | - | 928 |
| Gym Improvements | - | 89 |
| Air Conditioner | - | 336 |
| Concession Stand | - | 4,809 |
| Total Expenditures | - | 6,262 |
| Excess (Deficiency) of Revenues Over Expenditures | - | (6,222) |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | - | (6,222) |
| Fund Balance – Beginning of Year | - | 6,222 |
| Fund Balance – End of Year | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 1,003 | $ 1,003 |
| Total Assets | 1,003 | 1,003 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Due to General Fund | 3 | 3 |
| Total Liabilities | 3 | 3 |
| Fund Balance: | | |
| Fund Balance Restricted for CDGB Projects | 1,000 | 1,000 |
| Total Fund Balance | 1,000 | 1,000 |
| Total Liabilities and Fund Balance | $ 1,003 | $ 1,003 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Department of Community Affairs- Community Development Block Grant | 4,906 | 39,459 |
| Total Revenues | 4,906 | 39,459 |
| **EXPENDITURES** | | |
| Capital Outlay: | | |
| Engineering – Water/Sewer Improvements | 2,300 | 31,038 |
| Sewer Facilities | - | - |
| Administration | 2,606 | 8,421 |
| Total Expenditures | 4,906 | 39,459 |
| Excess (Deficiency) of Revenues Over Expenditures | - | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | - | - |
| Fund Balance – Beginning of Year | 1,000 | 1,000 |
| Fund Balance – End of Year | $ 1,000 | $ 1,000 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES**
**CAPITAL PROJECTS FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CDBG PROGRAM NO. 16p-x-019-2-5829**
**FOR THE GRANT PERIOD OCTOBER 7, 2016 THROUGH MARCH 31, 2020**

| | CDBG Activity Number | Latest Approved Budget (CDBG Funds) |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Department of Community Affairs- | | |
| Community Development Block Grant | | $ 500,000 |
| Total Revenues | | 500,000 |
| **EXPENDITURES** | | |
| Contingencies – Unprogrammed Funds | C-022-00 | 35,468 |
| Engineering – Water/Sewer Improvements | T-03J-00 | 46,557 |
| Sewer Facilities | P-03J-02 | 387,975 |
| Administration | A-21A-00 | 30,000 |
| Total Expenditures | | 500,000 |
| Excess (Deficiency) of Revenues Over Expenditures | | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | | - |
| Transfers Out | | - |
| Total Other Financing Sources (Uses) | | - |
| Net Change in Fund Balance | | - |
| Fund Balance – Beginning of Project | | - |
| Fund Balance – End of Year | | $ - |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES**
**CAPITAL PROJECTS FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CDBG PROGRAM NO. 16p-x-019-2-5829**
**FOR THE GRANT PERIOD OCTOBER 7, 2016 THROUGH MARCH 31, 2020**

| Accumulative CDBG Expenditures To Date | Accumulative Expenditures To Date (Other Funds) | Grand Total Of Expenditures To Date | Questioned Costs |
|---|---|---|---|
| $ 49,365 | - | 49,365 | |
| 49,365 | - | 49,365 | |
| - | - | - | $ - |
| 33,338 | - | 33,338 | - |
| - | - | - | - |
| 15,027 | - | 15,027 | - |
| 48,365 | - | 48,365 | $ - |
| 1,000 | - | 1,000 | |
| - | - | - | |
| - | - | - | |
| - | - | - | |
| 1,000 | - | 1,000 | |
| - | - | - | |
| $ 1,000 | $ - | $ 1,000 | |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES**
**SOURCE AND APPLICATION OF FUNDS SCHEDULE**
**CDBG PROGRAM NO. 16p-x-019-2-5829**
**FOR THE CUMULATIVE PERIOD ENDED JUNE 30, 2019**

| | |
|---|---|
| Total Fiscal Year 2016 CDBG Funds Awarded Recipient | $ 500,000 |
| Less: Deobligations | - |
| Adjusted Total Fiscal Year 2016 CDBG Funds Awarded Recipient | 500,000 |
| Total Amount Drawndown by Recipient from DCA | 49,365 |
| Less: | |
| CDBG Funds Expended by Recipient | 48,365 |
| Amount of Fiscal Year 2016 CDBG Funds Held by Recipient | $ 1,000 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) - REDEVELOPMENT**
**CAPITAL PROJECTS FUND**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ - | $ 13 |
| Intergovernmental Receivable: | | |
| Federal Government-Passed Thru Georgia DCA | - | 6,257 |
| Total Assets | - | 6,270 |
| **LIABILITIES AND FUND BALANCE** | | |
| Liabilities: | | |
| Accounts Payable | - | 6,257 |
| Due to General Fund | - | 13 |
| Total Liabilities | - | 6,270 |
| Fund Balance: | | |
| Fund Balance Restricted for CDGB Projects | - | - |
| Total Fund Balance | - | - |
| Total Liabilities and Fund Balance | $ - | $ 6,270 |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) - REDEVLOPMENT**
**CAPITAL PROJECTS FUND**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Department of Community Affairs- Community Development Block Grant | 5,000 | 229,356 |
| Total Revenues | 5,000 | 229,356 |
| **EXPENDITURES** | | |
| Capital Outlay: | | |
| ED - Public Facilities and Improvements | - | 190,499 |
| Engineering – Commercial/Industrial Infrastructure Development | - | 18,857 |
| Administration | 5,000 | 20,000 |
| Total Expenditures | 5,000 | 229,356 |
| Excess (Deficiency) of Revenues Over Expenditures | - | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balance | - | - |
| Fund Balance – Beginning of Year | - | - |
| Fund Balance – End of Year | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) - REDEVELOPMENT**
**CAPITAL PROJECTS FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CDBG PROGRAM NO. 15rd-x-019-2-5821**
**FOR THE GRANT PERIOD MAY 19, 2016 THROUGH JANUARY 31, 2019**

| | CDBG Activity Number | Latest Approved Budget (CDBG Funds) |
|---|---|---|
| **REVENUES** | | |
| Federal Government: | | |
| Georgia Department of Community Affairs- | | |
| Community Development Block Grant | | $ 270,856 |
| Total Revenues | | 270,856 |
| **EXPENDITURES** | | |
| ED – Public Facilities and Improvements | E-17B-00 | 190,499 |
| Engineering – Commercial/Industrial | | |
| Infrastructure Development | T-17B-00 | 50,357 |
| Administration | A-21A-00 | 30,000 |
| Total Expenditures | | 270,856 |
| Excess (Deficiency) of Revenues | | |
| Over Expenditures | | - |
| **OTHER FINANCING SOURCES AND USES** | | |
| Transfers In | | - |
| Transfers Out | | - |
| Total Other Financing Sources (Uses) | | - |
| Net Change in Fund Balance | | - |
| Fund Balance – Beginning of Project | | - |
| Fund Balance – End of Year | | $ - |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) - REDEVELOPMENT**
**CAPITAL PROJECTS FUND**
**SCHEDULE OF REVENUES, EXPENDITURES AND**
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**
**(PROJECT COST SCHEDULE)**
**CDBG PROGRAM NO. 15rd-x-019-2-5821**
**FOR THE GRANT PERIOD MAY 19, 2016 THROUGH JANUARY 31, 2019**

| Accumulative CDBG Expenditures To Date | Accumulative Expenditures To Date (Other Funds) | Grand Total Of Expenditures To Date | Questioned Costs |
|---|---|---|---|
| $ 270,856 | - | 270,856 | |
| 270,856 | - | 270,856 | |
| 190,499 | - | 190,499 | $ - |
| 50,357 | - | 50,357 | - |
| 30,000 | - | 30,000 | - |
| 270,856 | - | 270,856 | $ - |
| - | - | - | |
| - | 20 | 20 | |
| - | (20) | (20) | |
| - | - | - | |
| - | - | - | |
| - | - | - | |
| - | - | - | |
| $ - | $ - | $ - | |

**CITY OF ARLINGTON, GEORGIA**
**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) - REDEVELOPMENT**
**SOURCE AND APPLICATION OF FUNDS SCHEDULE**
**CDBG PROGRAM NO. 15rd-x-019-2-5821**
**FOR THE CUMULATIVE PERIOD ENDED JUNE 30, 2019**

| | |
|---|---|
| Total Fiscal Year 2015 CDBG Funds Awarded Recipient | $ 500,000 |
| Less: Deobligations | 229,144 |
| Adjusted Total Fiscal Year 2015 CDBG Funds Awarded Recipient | 270,856 |
| Total Amount Drawndown by Recipient from DCA | 270,856 |
| Less: | |
| CDBG Funds Expended by Recipient | 270,856 |
| Amount of Fiscal Year 2015 CDBG Funds Held by Recipient | $ - |

**CITY OF ARLINGTON, GEORGIA**
**WATER AND SEWERAGE ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF NET POSITION**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Current Assets: | | |
| Cash and Cash Equivalents | $ 160,881 | $ 171,132 |
| Investment in Certificate of Deposit | 33,192 | 41,757 |
| Accounts Receivable | 35,583 | 35,325 |
| Restricted Assets: | | |
| Cash and Cash Equivalents | 35,085 | 15,735 |
| Total Current Assets | 264,741 | 263,949 |
| Non-current Assets: | | |
| Restricted Assets: | | |
| Investment in Certificate of Deposit- Reserve and Renewal Extension Fund | 79,800 | 69,792 |
| Capital Assets: | | |
| Water & Sewerage System | 7,383,886 | 7,245,076 |
| Machinery & Equipment | 75,596 | 75,596 |
| | 7,459,482 | 7,320,672 |
| Less Accumulated Depreciation | (2,429,033) | (2,285,397) |
| Net Capital Assets | 5,030,449 | 5,035,275 |
| Deposits | 200 | 200 |
| Total Non-current Assets | 5,110,449 | 5,105,267 |
| Total Assets | $ 5,375,190 | $ 5,369,216 |

**CITY OF ARLINGTON, GEORGIA**
**WATER AND SEWERAGE ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF NET POSITION**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **LIABILTIES AND NET POSITION** | | |
| Current Liabilities: | | |
| Accounts Payable | $ 26,015 | $ 9,215 |
| Payable from Restricted Assets: | | |
| Revenue Bond – 2019 Series | 7,764 | - |
| Revenue Bond – 2009 Series | 19,783 | 19,093 |
| Customer Deposits | 21,265 | 14,753 |
| Customer Deposits | 26,248 | 31,226 |
| Total Current Liabilities | 101,075 | 74,287 |
| Long-Term Liabilities: | | |
| Revenue Bond – 2019 Series | 101,036 | - |
| Revenue Bond – 2009 Series | 1,162,671 | 1,182,454 |
| Total Long-Term Liabilities | 1,263,707 | 1,182,454 |
| Total Liabilities | 1,364,782 | 1,256,741 |
| Net Position: | | |
| Net Investment in Capital Assets | 3,739,195 | 3,833,728 |
| Restricted | 93,620 | 70,774 |
| Unrestricted | 177,593 | 207,973 |
| Total Net Position | 4,010,408 | 4,112,475 |
| Total Liabilities and Net Position | $ 5,375,190 | $ 5,369,216 |

**CITY OF ARLINGTON, GEORGIA**
**WATER AND SEWERAGE ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **OPERATING REVENUES** | | |
| Water & Sewerage Charges | $ 422,825 | $ 419,618 |
| Cut-on & Tap Fees | 7,702 | 10,963 |
| Penalties and Miscellaneous | 9,544 | 9,449 |
| Total Operating Revenues | 440,071 | 440,030 |
| **OPERATING EXPENSES** | | |
| Salaries and Payroll Costs | 74,596 | 68,246 |
| Drinking Water Fees and Lab Tests | 30,047 | 23,730 |
| Maintenance and Repairs | 55,495 | 52,080 |
| Materials and Supplies | 122,794 | 150,040 |
| Electricity | 58,896 | 46,643 |
| Other Operating Expenses | 31,205 | 14,245 |
| Depreciation | 143,636 | 143,844 |
| Total Operating Expenses | 516,669 | 498,828 |
| Operating Loss | (76,598) | (58,798) |
| **NON-OPERATING REVENUES AND EXPENSES** | | |
| Interest Income | 3,345 | 2,538 |
| Interest Expense | (50,699) | (51,492) |
| Total Non-Operating Revenues and Expenses | (47,354) | (48,954) |
| Net Income Before Contributions and Transfers | (123,952) | (107,752) |
| **CONTRIBUTIONS** | | |
| 2012 Arlington SPLOST Capital Projects Fund | 11,559 | - |
| Total Contributions | 11,559 | - |
| **TRANSFERS** | | |
| Transfer In | 10,326 | 12,524 |
| Transfer Out | - | (7,826) |
| Net Transfers | 10,326 | 4,698 |
| Net Income (Loss) | (102,067) | (103,054) |
| Net Position – Beginning of Year | 4,112,475 | 4,215,529 |
| Net Position – End of Year | $ 4,010,408 | $ 4,112,475 |

**CITY OF ARLINGTON, GEORGIA**
**WATER AND SEWERAGE ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF CASH FLOWS**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Cash Received From Customers | $ 441,347 | $ 444,223 |
| Cash Paid To Employees for Services | (57,045) | (55,041) |
| Cash Paid To Other Suppliers of Goods and Services | (299,188) | (313,761) |
| Net Cash Provided (Used) by Operating Activities | 85,114 | 75,421 |
| **CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES** | | |
| Transfers From Other Funds | 10,326 | 12,524 |
| Transfers To Other Funds | - | (7,826) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 10,326 | 4,698 |
| **CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES** | | |
| Transfers From Other Funds | - | - |
| Proceeds of Long-Term Debt | 108,800 | - |
| Principal Paid on Revenue Bonds | (19,093) | (18,300) |
| Interest Paid on Revenue Bonds | (50,699) | (51,492) |
| Acquisition and Construction of Capital Assets | (127,251) | (27,724) |
| Net Cash Provided (Used) by Capital & Related Financing Activities | (88,243) | (97,516) |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Interest Income | 3,345 | 2,538 |
| Certificate of Deposit-Interest Reinvestment | (1,443) | (961) |
| Net Cash Provided (Used) by Investing Activities | 1,902 | 1,577 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 9,099 | (15,820) |
| Cash and Cash Equivalents – Beginning of Year | 186,867 | 202,687 |
| Cash and Cash Equivalents – End of Year | $ 195,966 | $ 186,867 |
| **RECONCILIATION OF CASH AND CASH EQUIVALENTS ON BALANCE SHEETS** | | |
| Cash and Cash Equivalents-Unrestricted | $ 160,881 | $ 171,132 |
| Cash and Cash Equivalents-Restricted | 35,085 | 15,735 |
| Total Cash and Cash Equivalents | $ 195,966 | $ 186,867 |

**CITY OF ARLINGTON, GEORGIA**
**WATER AND SEWERAGE ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF CASH FLOWS**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES** | | |
| Operating Loss | $ (76,598) | $ (58,798) |
| Adjustments to Reconcile Operating Income To Net Cash Provided (Used) by Operating Activities: | | |
| Depreciation Expense | 143,636 | 143,844 |
| (Increase) Decrease in Accounts Receivable | (258) | 4,503 |
| Increase (Decrease) in Accounts Payable | 16,800 | (13,818) |
| Increase (Decrease) in Customer Deposits | 1,534 | (310) |
| Total Adjustments | 161,712 | 134,219 |
| Net Cash Provided (Used) By Operating Activities | $ 85,114 | $ 75,421 |
| **NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES** | | |
| Contributed Capital (Equipment) - 2012 Arlington SPLOST Capital Projects Fund | $ 11,559 | $ - |

**CITY OF ARLINGTON, GEORGIA**
**SANITATION ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF NET POSITION**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Current Assets: | | |
| Accounts Receivable | $ 10,133 | $ 10,513 |
| Total Current Assets | 10,133 | 10,513 |
| Non-current Assets: | | |
| Total Non-current Assets | - | - |
| Total Assets | $ 10,133 | $ 10,513 |
| **LIABILTIES AND NET POSITION** | | |
| Current Liabilities: | | |
| Accounts Payable | 10,805 | 8,386 |
| Total Current Liabilities | 10,805 | 8,386 |
| Long-Term Liabilities: | | |
| Total Long-Term Liabilities | - | - |
| Total Liabilities | 10,805 | 8,386 |
| Net Position: | | |
| Net Investment in Capital Assets | - | - |
| Restricted | - | - |
| Unrestricted | (672) | 2,127 |
| Total Net Position | (672) | 2,127 |
| Total Liabilities and Net Position | $ 10,133 | $ 10,513 |

**CITY OF ARLINGTON, GEORGIA**
**SANITATION ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **OPERATING REVENUES** | | |
| Sanitation Fees | $ 118,281 | $ 120,831 |
| Total Operating Revenues | 118,281 | 120,831 |
| **OPERATING EXPENSES** | | |
| Solid Waste Collection | 119,344 | 100,315 |
| Total Operating Expenses | 119,344 | 100,315 |
| Operating Income | (1,063) | 20,516 |
| **NON-OPERATING REVENUES AND EXPENSES** | | |
| Total Non-Operating Revenues and Expenses | - | - |
| Net Income Before Contributions and Transfers | (1,063) | 20,516 |
| **CONTRIBUTIONS** | | |
| Total Contributions | - | - |
| **TRANSFERS** | | |
| Transfer In | 8,590 | - |
| Transfer Out | (10,326) | (21,619) |
| Net Transfers | (1,736) | (21,619) |
| Net Income (Loss) | (2,799) | (1,103) |
| Net Position – Beginning of Year | 2,127 | 3,230 |
| Net Position – End of Year | $ (672) | $ 2,127 |

**CITY OF ARLINGTON, GEORGIA**
**SANITATION ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF CASH FLOWS**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Cash Received From Customers | $ 118,661 | $ 121,926 |
| Cash Paid To Other Suppliers of Goods and Services | (116,925) | (100,307) |
| Net Cash Provided (Used) by Operating Activities | 1,736 | 21,619 |
| **CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES** | | |
| Transfers From Other Funds | 8,590 | - |
| Transfers To Other Funds | (10,326) | (21,619) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | (1,736) | (21,619) |
| **CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES** | | |
| Net Cash Provided (Used) by Capital & Related Financing Activities | - | - |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Net Cash Provided (Used) by Investing Activities | - | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | - | - |
| Cash and Cash Equivalents – Beginning of Year | - | - |
| Cash and Cash Equivalents – End of Year | $ - | $ - |
| **RECONCILIATION OF CASH AND CASH EQUIVALENTS ON BALANCE SHEETS** | | |
| Cash and Cash Equivalents-Unrestricted | $ - | $ - |
| Cash and Cash Equivalents-Restricted | - | - |
| Total Cash and Cash Equivalents | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**SANITATION ENTERPRISE FUND**
**COMPARATIVE STATEMENTS OF CASH FLOWS**
**FOR THE YEARS ENDED**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES** | | |
| Operating Income | $ (1,064) | $ 20,516 |
| Adjustments to Reconcile Operating Income To Net Cash Provided (Used) by Operating Activities: | | |
| Rounding | 1 | 1 |
| (Increase) Decrease in Accounts Receivable | 380 | 1,094 |
| Increase (Decrease) in Accounts Payable | 2,419 | 8 |
| Total Adjustments | 2,799 | 1,103 |
| Net Cash Provided (Used) By Operating Activities | $ 1,736 | $ 21,619 |
| **NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES** | $ - | $ - |

**CITY OF ARLINGTON, GEORGIA**
**ARLINGTON RECORDER COURT AGENCY FUND**
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**
**FOR THE YEAR ENDED JUNE 30, 2019**

| | Beginning Balance | Additions | Deductions | Ending Balance |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and Cash Equivalents | $ 15,215 | $ 23,391 | $ (29,317) | $ 9,289 |
| Total Assets | 15,215 | 23,391 | (29,317) | 9,289 |
| **LIABILITIES** | | | | |
| Due to P.O.A.B. | 44 | 886 | (883) | 47 |
| Due to G.S.C.C.C.A | 150 | 2,651 | (2,661) | 140 |
| Due to Courtware Solutions | 30 | 1,380 | (1,290) | 120 |
| Due to Victims Assistance Program | - | 483 | (449) | 34 |
| Due to Drug Abuse Program | - | - | - | - |
| Due to City of Arlington General Fund | - | 10,199 | (10,199) | - |
| Due to Other Agencies and Individuals | - | 7,792 | (5,849) | 1,943 |
| Amounts Held in Escrow | 14,991 | - | (7,986) | 7,005 |
| Total Liabilities | $ 15,215 | $ 23,391 | $ (29,317) | $ 9,289 |

**CITY OF ARLINGTON, GEORGIA**
**ARLINGTON DOWNTOWN DEVELOPMENT AUTHORITY – COMPONENT UNIT**
**COMPARATIVE BALANCE SHEETS**

| | JUNE 30, 2019 | JUNE 30, 2018 |
|---|---|---|
| **ASSETS** | | |
| Cash and Cash Equivalents | $ 14,906 | $ 5,002 |
| Intergovernmental Receivable: | | |
| State Government-Georgia Department of Economic Development | - | 5,000 |
| Total Assets | 14,906 | 10,002 |
| **LIABILITIES AND FUND EQUITY** | | |
| Liabilities: | | |
| Accounts Payable | - | 570 |
| Total Liabilities | - | 570 |
| Fund Equity: | | |
| Fund Balance Reserved for Downtown Development Projects | 14,906 | 9,432 |
| Total Fund Equity | 14,906 | 9,432 |
| Total Liabilities and Fund Equity | $ 14,906 | $ 10,002 |

**CITY OF ARLINGTON, GEORGIA**
**ARLINGTON DOWNTOWN DEVELOPMENT AUTHORITY – COMPONENT UNIT**
**COMPARATIVE STATEMENTS OF REVENUES,**
**EXPENDITURES AND CHANGES IN FUND BALANCE**
**FOR THE YEARS ENDED**

| | JUNE 30, | |
|---|---|---|
| | 2019 | 2018 |
| **REVENUES** | | |
| Intergovernmental: | | |
| City of Arlington | $ 4,000 | $ - |
| State of Georgia: | | |
| Georgia Department of Economic Development | - | 5,000 |
| Total Intergovernmental | 4,000 | 5,000 |
| Miscellaneous: | | |
| Rent and Events | 7,307 | 7,010 |
| Other Revenue | - | - |
| Interest | 95 | 91 |
| Total Miscellaneous | 7,402 | 7,101 |
| Total Revenues | 11,402 | 12,101 |
| **EXPENDITURES** | | |
| City of Arlington-Rent Commission | 740 | 1,036 |
| Utilities | 1,703 | 2,236 |
| Supplies and Postage | 1,410 | 52 |
| Miscellaneous | 970 | 903 |
| May Day | - | 500 |
| Events | 1,105 | 629 |
| Capital Outlay: | | |
| *Everybody Likes Arlington* Mural | - | 10,000 |
| Total Expenditures | 5,928 | 15,416 |
| Excess (Deficiency) of Revenues Over Expenditures | 5,474 | (3,315) |
| Fund Balance – Beginning of Year | 9,432 | 12,747 |
| Fund Balance – End of Year | $ 14,906 | $ 9,432 |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2007-2013 SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated Original Cost | Estimated Current Cost | Expenditures Prior Years | Expenditures Current Year | Total | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| Water and Sewer System Improv. | $ 103,310 | $ 103,310 | $ 111,292 | $ - | $ 111,292 | 107.73% |
| Roads, Streets, and Bridges | 50,000 | 50,000 | 42,722 | - | 42,722 | 85.44% |
| Recreational Purposes | 30,000 | 30,000 | 29,855 | - | 29,855 | 99.52% |
| Totals | $ 183,310 | $ 183,310 | $ 183,869 | $ - | $ 183,869 | 100.30% |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2012-2017 SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated Original Cost | Estimated Current Cost | Expenditures Prior Years | Expenditures Current Year | Total | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| Capital Outlay Projects, Including Construction of, Improvements to, Equipment for, and Alterations of City Buildings and Facilities, and Streets and Roads: | $ 247,000 | $ 247,000 | $ * | $ * | $ * | * |
| 2009 Crown Victoria Police Car | * | * | 2,000 | - | 2,000 | * |
| Police Equipment | * | * | 7,031 | - | 7,031 | * |
| Computer Equipment | * | * | 5,438 | - | 5,438 | * |
| Depot Renovation | * | * | 11,350 | - | 11,350 | * |
| 2012 Dodge Charger Police Car | * | * | 35,894 | - | 35,894 | * |
| Streets & Roads | * | * | 57,929 | - | 57,929 | * |
| Mahindra Tractor and Loader | * | * | 39,900 | - | 39,900 | * |
| Zero Turn Mower | * | * | - | 7,249 | 7,249 | * |
| City Hall Improvements | * | * | 3,600 | 825 | 4,425 | * |
| Water & Sewerage | * | * | 15,794 | 11,559 | 27,353 | * |
| | $ 247,000 | $ 247,000 | $ 178,936 | $ 19,633 | $ 198,569 | 80.39% |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2013-2019 SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated Original Cost | Estimated Current Cost | Expenditures Prior Years | Expenditures Current Year | Total | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| Alteration to City Buildings | $ 144,500 | $ 144,500 | $ 39,856 | $ 19,870 | $ 59,726 | 41.33% |
| Voting Equipment | 8,000 | 8,000 | - | - | - | -% |
| Public Safety | 35,000 | 35,000 | 28,587 | 465 | 29,052 | 83.01% |
| Public Works, Roads, Streets, Sidewalks, Water and Sewer Improvement | 60,000 | 60,000 | 6,486 | - | 6,486 | 10.81% |
| Totals | $ 247,500 | $ 247,500 | $ 74,929 | $ 20,335 | $ 95,264 | 38.49% |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2018-2023 SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated Original Cost | Estimated Current Cost | Expenditures Prior Years | Expenditures Current Year | Total | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| Capital Outlay Projects, Including Construction of, Improvements to, Equipment for, and/or Alterations of the Street, Roads and Sidewalk Projects, City Building and/or Facilities, Public Safety, Waste-Water Treatment Facilities, Recreational and Parks, Waste and Water Systems and Management and/or Acquisition of Vehicles for Law Enforcement, Emergency Services and/or City Departments: | $ 237,000 | $ 237,000 | $ - | $ - | $ - | 0.00% |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2018-2023 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated Original Cost | Estimated Current Cost | Expenditures Prior Years | Expenditures Current Year | Total | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| Transportation Projects: | $ 130,350 | $ 130,350 | $ - | $ - | $ - | 0.00% |

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF PROJECTS CONSTRUCTED WITH**
**2019-2024 SPECIAL PURPOSE LOCAL OPTION SALES TAX**
**FOR THE YEAR ENDED JUNE 30, 2019**

| Project | Estimated | | Expenditures | | | Estimated Percentage of Completion |
|---|---|---|---|---|---|---|
| | Original Cost | Current Cost | Prior Years | Current Year | Total | |
| Transportation Projects: | $ 97,500 | $ 97,500 | $ - | $ - | $ - | 0.00% |

BROWN, MCDANIEL & LADSON
CERTIFIED PUBLIC ACCOUNTANTS
2545 Lafayette Plaza Drive, Suite A, Albany, GA 31707
(229) 888-1144 / Fax (229) 888-1029

**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 City Council
City of Arlington, 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 Arlington, Georgia, as of and for the year ended June 30, 2019, and the related notes to the financial statements which collectively comprise City of Arlington, Georgia's basic financial statements and have issued our report thereon dated February 11, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered City of Arlington, 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 of the effectiveness of City of Arlington, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Arlington, 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 Arlington, 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items [2019-001][2019-002].

**City of Arlington, Georgia's Response to Findings**

City of Arlington, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. City of Arlington, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

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

/s/ Brown & McDaniel, CPAs, LLC

Albany, Georgia
February 11, 2020

**CITY OF ARLINGTON, GEORGIA**
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**
**FOR THE YEAR ENDED JUNE 30, 2019**

**FINANCIAL STATEMENT FINDINGS:**

**Internal Control Over Financial Reporting**

2018-001 Prior Audit Finding: Financial Statement Preparation

Status and/or Corrective Action: This finding has been resolved.

2018-002 Prior Audit Finding: Segregation of Duties

Status and/or Corrective Action: This finding has been resolved.

**Compliance**

2018-003 Prior Audit Finding: Expenditures over Appropriations

Status and/or Corrective Action: The City concurred with this finding and continues to address the need for budget-actual comparisons for the purpose of determining whether or not budget revisions are necessary.

2018-004 Prior Audit Finding: Comingled SPLOST Funds

Status and/or Corrective Action: The City concurred with this finding and attempted corrective measures.

**CITY OF ARLINGTON, GEORGIA**
**SCHEDULE OF FINDINGS AND RESPONSES**
**FOR THE YEAR ENDED JUNE 30, 2019**

**Section I – Summary of Auditor's Results**

Financial Statements

| | | |
|---|---|---|
| Type of auditor's report issued: | | Unmodified |
| Internal control over financial reporting: | | |
| Material weakness(es) identified? | _____yes | __x__no |
| Significant deficiencies identified? | _____yes | __x__none reported |
| Noncompliance material to financial statements noted? | __x__yes | _____no |

**Section II – Financial Statement Findings**

COMPLIANCE

2018-003 Expenditures Over Appropriations. (repeat finding)

Criteria: Local governments are required by law to adopt and operate under an annual balanced budget for the general fund, each special revenue fund, and each debt service fund in use by the local government. This does not preclude the government from amending its budget to adapt to changing governmental needs during the budget period.

Condition: While the City of Arlington, Georgia's internal control over financial reporting to ensure that expenditures do not exceed appropriations appears to be operating as designed and is therefore generally effective in meeting the above criteria, the following funds/departments exceeded their appropriations by the corresponding amounts:

| | |
|---|---|
| General Government | $ 10,428 |
| Public Works | 25,997 |
| Culture and Recreation | 24,368 |

Context: Not applicable.

Effect: The City is violating state statutes.

Cause: Not applicable.

Recommendation: We recommend the City continue its present efforts to ensure that expenditures do not exceed appropriations in accordance with the foregoing criteria.

Views of Responsible Officials: The City of Arlington, Georgia agrees with this finding and will continue to address the need for regular reviews of budget-actual comparisons of financial data for each City department and recommend amendments when necessary, whether the result of reallocating existing budgetary line items or incorporating the availability of additional resources not anticipated when the original budget was adopted.

**Section II – Financial Statement Findings (continued)**

COMPLIANCE (continued)

2019-002 Comingled SPLOST Funds (repeat finding)

Criteria: Local governments are required by law to keep the proceeds of the special purpose local option sales tax in a separate account and not commingle those funds with other funds of the local government prior to expenditure.

Condition: The City has deposited various SPLOST receipts into the incorrect checking account(s). The City has attempted corrections in prior years, but the condition remains.

Context: Total inter-fund receivables and payables total $4,964.

Cause: See Condition above.

Recommendation: We recommend that the funds be transferred to correct the error.

Views of Responsible Officials: The City of Arlington, Georgia agrees with this finding and will transfer the funds to correct these errors.