CITY OF ARLINGTON, GEORGIA
Arlington, Georgia

Financial Statements
and Supplemental Information

For the Fiscal Year Ended
June 30, 2021

And

Auditor's Report

CITY OF ARLINGTON, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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 Net Position..... 14
- Statement of Changes in Fiduciary Net Position..... 15

Notes to Financial Statements..... 16-36

REQUIRED SUPPLEMENTARY INFORMATION:

General Fund:
- Schedule of Revenues, Expenditures, and Changes In Fund Balances – Budget and Actual – General Fund..... 37
- Schedule of Revenues – Budget and Actual – General Fund..... 38-39
- Schedule of Expenditures – Budget and Actual – General Fund..... 40-41

American Rescue Plan Act (ARPA) Special Revenue Fund:
- Schedule of Revenues, Expenditures, and Changes In Fund Balances – Budget and Actual..... 42

Notes to Required Supplementary Information..... 43

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:

Major Governmental Funds:

General Fund:
- Comparative Balance Sheets..... 44
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance..... 45
- Comparative Statements of Revenues..... 46-47
- Comparative Statements of Expenditures..... 48-49

CITY OF ARLINGTON, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS

Page

FINANCIAL SECTION (continued):

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES (continued):

Major Governmental Funds (continued):

American Rescue Plan Act (ARPA) Special Revenue Fund:
Comparative Balance Sheets..... 50
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 51

Non-Major Governmental Funds:

Combining Balance Sheet..... 52-53
Combining Statement of Revenues, Expenses, and
Changes in Fund Balance..... 54-55

Capital Projects Funds:

2019 Arlington TSPLOST Capital Projects Fund:
Comparative Balance Sheets..... 56
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 57

2018 Arlington TSPLOST Capital Projects Fund:
Comparative Balance Sheets..... 58
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 59

2018 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 60
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 61

2013 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 62
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 63

2012 Arlington SPLOST Capital Projects Fund:
Comparative Balance Sheets..... 64
Comparative Statements of Revenues, Expenditures, and
Changes in Fund Balance..... 65

CITY OF ARLINGTON, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS

Page

FINANCIAL SECTION (continued):

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES (continued):

Capital Projects Funds (continued)

2016 Community Development Block Grant (CDBG) Capital Projects Fund:
- Comparative Balance Sheets 66
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance 67
- 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 68-69
- Community Development Block Grant (CDBG) Source and Application of Funds Schedule, CDBG Program No. 16p-x-019-2-5829 70

Major Proprietary Funds:

Water and Sewerage Enterprise Fund:
- Comparative Statements of Net Position 71-72
- Comparative Statements of Revenues, Expenses, and Changes in Net Position 73
- Comparative Statements of Cash Flows 74-75

Sanitation Enterprise Fund:
- Comparative Statements of Net Position 76
- Comparative Statements of Revenues, Expenses, and Changes in Net Position 77
- Comparative Statements of Cash Flows 78-79

Custodial Fund:

Arlington Recorder Court Custodial Fund:
- Comparative Statements of Fiduciary Net Position 80
- Comparative Statements of Changes in Fiduciary Net Position 81

Component Unit:

Arlington Downtown Development Authority:
- Comparative Balance Sheets 82
- Comparative Statements of Revenues, Expenditures, and Changes in Fund Balance 83

COMPLIANCE SECTION:

STATE OF GEORGIA:

- Schedule of Projects Constructed With 2012-2017 Special Purpose Local Option Sales Tax 84

- Schedule of Projects Constructed With 2013-2019 Special Purpose Local Option Sales Tax 85

CITY OF ARLINGTON, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS

Page

COMPLIANCE SECTION (continued):

STATE OF GEORGIA (continued):

Schedule of Projects Constructed With 2018-2023
Special Purpose Local Option Sales Tax..... 86

Schedule of Projects Constructed With 2018-2023
Transportation Special Purpose Local Option Sales Tax..... 87

Schedule of Projects Constructed With 2019-2024
Transportation Special Purpose Local Option Sales Tax..... 88

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..... 89-90

Summary Schedule of Prior Audit Findings..... 91

Schedule of Findings and Responses..... 92-94

BROWN & MCDANIEL
CERTIFIED PUBLIC ACCOUNTANTS

414 N. Westover Boulevard, Suite E · Albany, Georgia 31707
229.883.6262 / 229.432.1956 / Fax 912.600.1768

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Arlington, Georgia, as of and for the year ended June 30, 2021, 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Arlington, Georgia, as of June 30, 2021, 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 37-43 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2022 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, CPAs

Albany, Georgia
June 13, 2022

CITY OF ARLINGTON, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government			DDA
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash and Cash Equivalents	$ 790,906	$ 73,369	$ 864,275	$ 3,928
Investments	1,964	36,915	38,879	-
Receivables	42,982	58,970	101,952	-
Restricted Assets:				
Cash and Cash Equivalents	-	49,104	49,104	-
Investments	-	79,800	79,800	-
Deposits	-	200	200	-
Capital Assets - Not Being Depreciated	344,487	36,985	381,472	8,089
Capital Assets, Net of Accumulated Depreciation	886,432	5,738,660	6,625,092	8,800
Total Assets	2,066,771	6,074,003	8,140,774	20,817
LIABILITIES				
Accounts Payable	141,746	25,851	167,597	328
Accrued Liabilities	9	-	9	-
Customer Deposits Payable	-	48,589	48,589	-
Non-current Liabilities:				
Due Within One Year	23,458	26,244	49,702	-
Due In More Than One Year	5,997	1,373,838	1,379,835	-
Total Liabilities	171,210	1,474,522	1,645,732	328
NET POSITION				
Net Investment in Capital Assets	1,201,464	4,375,563	5,577,027	16,889
Restricted:				
Special Revenue Projects	-	-	-	3,600
Capital Projects	463,812	-	463,812	-
Debt Service	-	95,093	95,093	-
Unrestricted	230,285	128,825	606,698	-
Total Net Position	$1,895,561	$ 4,599,481	$ 6,495,042	$ 20,489

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

CITY OF ARLINGTON, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Functions/Program	Expenses	Program Revenues: Charges For Services	Program Revenues: Grants and Contributions: Operating	Program Revenues: Grants and Contributions: Capital
Governmental Activities:				
General Government	$ 210,163	$ 13,309	$ -	$ -
Judicial	21,999	11,449	-	-
Public Safety	238,284	41	9,645	140,037
Public Works	208,713	1,000	-	196,000
Culture and Recreation	25,916	12,202	-	-
Interest on Long-Term Debt	1,581	-	-	-
Total Governmental Activities	706,656	38,001	9,645	336,037
Business-Type Activities:				
Water and Sewerage	623,992	420,455	69,413	39,699
Sanitation	121,943	131,121	-	-
Total Business-Type Activities	745,935	551,576	69,413	39,699
Total Primary Government	$ 1,452,591	$ 589,577	$ 79,058	$ 375,736
Component Unit - DDA	$ 3,546	$ 1,925	$ -	$ -

General Revenues:
  Taxes:
    Property Taxes
    Local Option Sales Taxes
    Alcoholic Beverage Taxes
    Insurance Premiums Tax
    Franchise Taxes
    Excise Tax on Energy
    Railroad Equipment Tax
    Financial Institution Taxes
    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 (restated)

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, 2021

Net (Expense) Revenue and Changes in Net Position			
	Primary Government		
Governmental Activities	Business-Type Activities	Total	Component Units
$ (196,854)	$ -	$ (196,854)	$ -
(10,550)	-	(10,550)	-
(88,561)	-	(88,561)	-
(11,713)	-	(11,713)	-
(13,714)	-	(13,714)	-
(1,581)	-	(1,581)	-
(322,973)	-	(322,973)	-
-	(94,425)	(94,425)	
-	9,178	9,178	-
-	(85,247)	(85,247)	-
-	-	(408,220)	-
-	-	-	(1,621)
251,533	-	251,533	-
111,501	-	111,501	-
16,486	-	16,486	-
118,596	-	118,596	-
68,772	-	68,772	-
3,959	-	3,959	-
3,852	-	3,852	-
1,000	-	1,000	-
2,718	-	2,718	-
593	-	593	-
1,870	2,416	4,286	17
4,079	-	4,079	-
12,640	(12,640)	-	-
597,599	(10,224)	587,375	17
274,626	(95,471)	179,155	(1,604)
1,620,935	4,694,952	6,315,887	22,093
$ 1,895,561	$ 4,599,481	$ 6,495,042	$ 20,489

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

CITY OF ARLINGTON, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	Major Funds		Other Governmental Funds	Total Governmental Funds
	General	ARPA		
ASSETS				
Cash and Cash Equivalents	$ 511,177	$ -	$ 279,729	$ 790,906
Investment	1,964	-	-	1,964
Receivables	32,075	-	10,907	42,982
Due from Other Funds	-	-	4,996	4,996
Total Assets	545,216	-	295,632	840,848
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	129,912	-	11,834	141,746
Accrued Liabilities	9	-	-	9
Due to Other Funds	2,762	-	2,234	4,996
Total Liabilities	132,683	-	14,068	146,751
Deferred Inflows of Resources:				
Unavailable Revenue:				
Property Tax	3,900	-	-	3,900
Fund Balances:				
Restricted	182,248	-	281,564	463,812
Assigned	135,961	-	-	135,961
Unassigned	90,424	-	-	90,424
Total Fund Balances	408,633	-	281,564	690,197
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 545,216	$ -	$ 295,632	

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	1,230,919
Deferred inflows of resources are not available to pay for current period expenditures and are deferred in the funds	3,900
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(29,455)
Net Position of Governmental Activities	$ 1,895,561

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, 2021

	Major Funds		Other Governmental	Total Governmental
	General	ARPA	Funds	Funds
REVENUES				
Taxes	$ 579,422	$ -	$ -	$ 579,422
Licenses and Permits	13,309	-	-	13,309
Fines and Forfeitures	11,449	-	-	11,449
Charges for Services	1,532	-	-	1,532
Intergovernmental	198,853	-	139,028	337,881
Investment Income	1,870	-	1,009	2,879
Miscellaneous	15,790	-	-	15,790
Total Revenues	822,225	-	140,037	962,262
EXPENDITURES				
Current:				
General Government	190,492	-	917	191,409
Judicial	21,999	-	-	21,999
Public Safety	227,666	-	8,731	236,397
Public Works	314,619	-	14,078	328,697
Culture and Recreation	24,292	-	-	24,292
Capital Outlay	-	-	50,135	50,135
Debt Service:				
Principal Retirement	-	-	22,628	22,628
Interest	-	-	1,581	1,581
Total Expenditures	779,068	-	98,070	877,138
Excess (Deficiency) of Revenues Over Expenditures	43,157	-	41,967	85,124
OTHER FINANCING SOURCES (USES)				
Reimbursement for Damaged Property	9,645	-	-	9,645
Transfers In	27,192	-	-	27,192
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	36,837	-	-	36,837
Net Change in Fund Balances	79,994	-	41,967	121,961
Fund Balances – Beg of Year	328,639	-	239,597	568,236
End of Year	$ 408,633	$ -	$ 281,564	$ 690,197

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, 2021

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"	$ 121,961
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	240,192
Transfer to Water and Sewerage Enterprise Fund	(14,552)
Depreciation Expense	(92,338)
	133,302
Revenues providing current financial resources reported in the governmental funds and not reported as revenues in the "Statement of Activities".	(3,265)
Governmental funds report the proceeds of long-term debt as a current financial resource and the repayment of principal as an expenditure of current financial resources. However, in the "Statement of Activities" there is no effect for these transactions. Details of the amount by which long-term debt proceeds exceeded repayments of principal in the current year are:	
Principal repayments	22,628
Face amount of long-term debt	-
	22,628
Change in Net Position of governmental activities reported in the "Statement of Activities"	$ 274,626

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

CITY OF ARLINGTON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Business-Type Activities Enterprise Funds		
	Water & Sewerage	Sanitation	Totals Current Year
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 73,369	$ -	$ 73,369
Investments	36,915	-	36,915
Accounts Receivables	44,905	14,065	58,970
Restricted Assets:			
Cash and Cash Equivalents	49,104	-	49,104
Total Current Assets	204,293	14,065	218,358
Non-current Assets:			
Restricted Assets – Investments	79,800	-	79,800
Capital Assets:			
Land and Construction in Progress	36,985	-	36,985
Other Capital Assets, Net of Accumulated Depreciation	5,738,660	-	5,738,660
Deposits	200	-	200
Total Non-current Assets	5,855,645	-	5,855,645
Total Assets	6,059,938	14,065	6,074,003
LIABILITIES			
Current Liabilities:			
Accounts Payable	15,901	9,950	25,851
Payable from Restricted Assets:			
Revenue Bond – 2019 Series	4,566	-	4,566
Revenue Bond – 2009 Series	21,678	-	21,678
Customer Deposits	33,811	-	33,811
Customer Deposits	14,778	-	14,778
Total Current Liabilities	90,734	9,950	100,684
Long-Term Liabilities:			
Revenue Bond Payable – 2019 Series	253,623	-	253,623
Revenue Bond Payable – 2009 Series	1,120,215	-	1,120,215
Total Long-Term Liabilities	1,373,838	-	1,373,838
Total Liabilities	1,464,572	9,950	1,474,522
NET POSITION			
Net Investment in Capital Assets	4,375,563	-	4,375,563
Restricted-Debt Service	95,093	-	95,093
Unrestricted	124,710	4,115	128,825
Total Net Position	$ 4,595,366	$ 4,115	$ 4,599,481

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, 2021

	Business-Type Activities Enterprise Funds		
	Water & Sewerage	Sanitation	Totals Current Year
OPERATING REVENUES			
Water and Sewerage Charges	$ 395,867	$ -	$ 395,867
Sanitation Charges	-	131,121	131,121
Cut-On and Tap Fees	4,840	-	4,840
Penalties and Miscellaneous	19,748	-	19,748
Total Operating Revenues	420,455	131,121	551,576
OPERATING EXPENSES			
Personal Services and Employee Benefits	78,742	-	78,742
Purchased/Contracted Services	90,721	121,943	212,664
Supplies	231,125	-	231,125
Depreciation	168,851	-	168,851
Total Operating Expenses	569,439	121,943	691,382
Operating Income (Loss)	(148,984)	9,178	(139,806)
NON-OPERATING REVENUES AND EXPENSES			
Interest Income	2,416	-	2,416
CARES Act	69,413	-	69,413
Interest Expense	(54,553)	-	(54,553)
Total Non-Operating Revenues and Expenses	17,276	-	17,276
Net Income (Loss) Before Contributions and Transfers	(131,708)	9,178	(122,530)
CONTRIBUTIONS			
2013 Arlington SPLOST Capital Projects Fund	14,552	-	14,552
USDA Rural Development	39,699	-	39,699
Total Contributions	54,251	-	54,251
TRANSFERS			
Transfers In	9,029	-	9,029
Transfers Out	(26,705)	(9,516)	(36,221)
Net Transfers	(17,676)	(9,516)	(27,192)
Change in Net Position	(95,133)	(338)	(95,471)
Net Position - Beg of Year (restated)	4,690,499	4,453	4,694,952
Net Position - End of Year	$ 4,595,366	$ 4,115	$ 4,599,481

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, 2021

	Business-Type Activities Enterprise Funds		
	Water & Sewerage	Sanitation	Totals Current Year
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received From Customers	$ 420,977	$ 131,664	$ 552,641
Cash Paid To Employees for Services	(53,785)	-	(53,785)
Cash Paid To Suppliers	(332,131)	(122,148)	(454,279)
Net Cash Provided by Operating Activities	35,061	9,516	44,577
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Proceeds of CARES Act Grant	69,413	-	69,413
Transfers from Other Funds	9,029	-	9,029
Transfers to Other Funds	(26,705)	(9,516)	(36,221)
Net Cash (Used) by Non-Capital Financing Activities	51,737	(9,516)	42,221
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Contributed Capital USDA Rural Development	39,699	-	39,699
Principal Paid on Revenue Bonds	(25,247)	-	(25,247)
Interest Paid on Revenue Bonds	(54,553)	-	(54,553)
Acquisition and Construction of Capital Assets	(89,235)	-	(89,235)
Net Cash (Used) by Capital and Related Financing Activities	(129,336)	-	(129,336)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Income	2,416		2,416
Interest Reinvestment	(1,488)	-	(1,488)
Net Cash Provided by Investing Activities	928	-	928
Net Increase (Decrease) in Cash and Cash Equivalents	(41,610)	-	(41,610)
Cash and Cash Equivalents - Beg of Year	164,083	-	164,083
Cash and Cash Equivalents - End of Year	$ 122,473	$ -	$ 122,473
RECONCILIATION OF CASH AND CASH EQUIVALENTS ON STATEMENT OF NET ASSETS			
Cash and Cash Equivalents-Current	$ 73,369	$ -	$ 73,369
Cash and Cash Equivalents-Restricted	49,104	-	49,104
Total Cash and Cash Equivalents	$ 122,473	$ -	$ 122,473

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, 2021

	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)	$ (148,984)	$ 9,178	$ (139,806)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	168,851	-	168,851
(Increase) Decrease in:			
Accounts Receivable	(649)	543	(106)
Increase (Decrease) in:			
Accounts Payable	14,672	(205)	14,467
Customer Deposits	1,171	-	1,171
Total Adjustments	184,045	338	184,383
Net Cash Provided (Used) by Operating Activities	$ 35,061	$ 9,516	$ 44,577
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES			
Contributed Capital (Equipment) - 2013 Arlington SPLOST Capital Projects Fund	$ 14,552	$ -	$ 14,552

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

CITY OF ARLINGTON, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2021

	Custodial Funds
ASSETS	
Cash and Cash Equivalents	$ 7,271
Total Assets	7,271
LIABILITIES AND NET POSITION	
Liabilities:	
Accounts Payable and Other Liabilities	2,221
Total Liabilities	2,221
Net Position:	
Restricted for Individuals, Organizations, and Other Governments	5,050
Total Net Position	5,050
Total Liabilities and Net Position	$ 7,271

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

CITY OF ARLINGTON, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	Custodial Funds
ADDITIONS	
Fines and Forfeitures	$ 16,838
Total Additions	16,838
DEDUCTIONS	
Payments to Individuals, Organizations, and Other Governments	21,929
Total Deductions	21,929
Net Increase (Decrease) in Fiduciary Net Position	(5,091)
Net Position, Beg of Year – Restated	10,141
Net Position, End of Year	$ 5,050

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, 2021.

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, including water, sewerage, and sanitation services; health and welfare; and culture and recreation.

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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FINANCIAL REPORTING ENTITY (continued):

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 RC. The City of Arlington, Georgia paid $1,509 to the RC for the year ended June 30, 2021. 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 their 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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. BASIS OF PRESENTATION (continued)

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.

American Rescue Plan Act (ARPA) Special Revenue Fund – is used to account for the proceeds and expenditure of the American Rescue Plan Act 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 Recorder 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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (continued)

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. It is the policy of the City to invest excess available cash in money market and savings accounts.

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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

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 $3,900 of unavailable property tax revenue recorded as a deferred inflow of resources at year end.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

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 $281,564. 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.

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (continued)

8. Net Position and Fund Balances (continued)

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	60,227
Judicial	1,749

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.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

B. BUDGETARY INFORMATION (continued)

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

None of the City's funds had deficit net position or fund balance as of June 30, 2021.

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, 2021, the City's deposits and cash on hand had a carrying amount of $913,379 and a bank balance of $981,251. Of the bank balance, $256,012 was covered by federal depository insurance and $725,239 was secured by collateral held by the pledging bank's agent in the City's name. Additionally, at June 30, 2021, the City's custodial fund deposits and cash on hand had a carrying amount of $7,271 and a bank balance of the same amount. All of the custodial fund bank balance was covered by federal depository insurance.

Component Units

At June 30, 2021, the Arlington Downtown Development Authority's deposits had a carrying amount of $3,928 and a bank balance of $4,303. All of the bank balance was covered by federal depository insurance.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

1. Deposits and Investments (continued)

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, 2021, the City's investments had a carrying amount of $118,679 and a bank balance of $118,679. Of the bank balance, none was covered by federal depository insurance and was instead secured by collateral held by the pledging bank's agent in the City's name.

Component Unit

At June 30, 2021, 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: (a) Credit Risk – the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment, (b) Concentration of Credit Risk – the risk of loss attributed to the magnitude of an entity's investment in a single issuer, (c) Interest Rate Risk – the risk that changes in interest rates demanded by the market will adversely affect the fair value of an investment, and (d) Foreign Currency Risk – the risk that changes in foreign exchange rates will adversely affect the fair values of an investment or deposit.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

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 17) 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	ARPA	Water & Sewerage	Sanitation	Nonmajor and Other Funds	Total
Receivables:						
Taxes	$ 31,459	$ -	$ -	$ -	$ -	$ 31,459
Inter-governmental	-	-	-	-	10,907	10,907
Accounts	-	-	44,905	14,065	-	58,970
Other	616	-	-	-	-	616
Totals	$ 32,075	$ -	$ 44,905	$ 14,065	$10,907	$ 101,952

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, 2021 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.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

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, 2020	$ 344,487	$ -	$ 939,666	$ 588,859	$ 869,805	$ 2,742,817
Capital Acquisitions	-	-	-	157,304	82,888	240,192
Sales or Other Dispositions	-	-	-	-	(14,552)	(14,552)
Balance, June 30, 2021	344,487	-	939,666	746,163	938,141	2,968,457
Accumulated Depreciation:						
Balance, June 30, 2020	-	-	(561,151)	(391,667)	(692,382)	(1,645,200)
Increases	-	-	(20,087)	(29,443)	(42,808)	(92,338)
Decreases	-	-	-	-	-	-
Balance, June 30, 2021	-	-	(581,238)	(421,110)	(735,190)	(1,737,538)
Capital Assets, Net	$ 344,487	$ -	$ 358,428	$ 325,053	$ 202,951	$ 1,230,919
Business-Type Activities						
Balance, June 30, 2020	$ 36,985	$ 597,890	$ -	$7,706,260	$ 75,596	$ 8,416,731
Capital Acquisitions	-	-	-	689,977	11,700	701,677
Sales or Other Dispositions	-	(597,890)	-	-	-	(597,890)
Balance, June 30, 2021	36,985	-	-	8,396,237	87,296	8,520,518
Accumulated Depreciation:						
Balance, June 30, 2020	-	-	-	(2,502,704)	(73,319)	(2,576,023)
Increases	-	-	-	(168,185)	(666)	(168,851)
Decreases	-	-	-	1	-	1
Balance, June 30, 2021	-	-	-	(2,670,888)	(73,985)	(2,744,873)
Capital Assets, Net	$ 36,985	$ -	$ -	$5,725,349	$ 13,311	$ 5,775,645
Total Capital Assets, Net	$ 381,472	$ -	$ 358,428	$6,050,402	$ 216,262	$ 7,006,564
Component Units						
Balance, June 30, 2020	$ 8,089	$ -	$ 10,000	$ -	$ -	$ 18,089
Capital Acquisitions	-	-	-	-	-	-
Sales or Other Dispositions	-	-	-	-	-	-
Balance, June 30, 2021	8,089	-	10,000	-	-	18,089
Accumulated Depreciation:						
Balance, June 30, 2020	-	-	(800)	-	-	(800)
Increases	-	-	(400)	-	-	(400)
Decreases	-	-	-	-	-	-
Balance, June 30, 2021	-	-	(1,200)	-	-	(1,200)
Capital Assets, Net	$ 8,089	$ -	$ 8,800	$ -	$ -	$ 16,889

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

A. ASSETS (continued)

4. Capital Assets (continued)

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

Governmental Activities		Business-Type Activities	
General Government	$ 18,754	Water and Sewerage	$ 168,851
Public Safety	34,640		
Public Works	37,320		
Culture and Recreation	1,624		
Totals	$ 92,338		$ 168,851

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.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

1. Long-Term Debt (continued)

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

	Balance July 1, 2017	Increases	Decreases	Balance June 30, 2018	Due Within 1 Year
Governmental Activities					
Note Payable:					
Magnolia Bank	$ 52,083	$ -	$ (22,628)	$ 29,455	$ 23,458
Totals Governmental Activities	52,083	-	(22,628)	29,455	23,458
Business-Type Activities					
Revenue Bonds:					
2019 Series	262,658	-	(4,469)	258,189	4,566
2009 Series	1,162,671	-	(20,778)	$ 1,141,893	$ 21,678
Totals Business-Type Activities	1,425,329	-	(25,247)	1,400,082	26,244
Total Long-Term Debt	$ 1,477,412	$ -	$ (47,875)	$ 1,429,537	$ 49,702

The terms and purposes for the long-term obligation to Magnolia bank are as follows:

> Note payable for (2) police vehicles, due in quarterly installments of $6,052 each beginning November 2019 through maturity in August 2022 at 3.61% interest. The original amount of the Note was $68,781.

The terms and purposes for the long-term revenue bond obligations are as follows:

> Series 2019 Revenue Bond – for sewage system improvements, due in monthly installments of $834 each beginning July 2019 through maturity in July 2059 at 2.125% interest. The original amount of the Bond was $269,000.
>
> Series 2009 Revenue Bond – for sewage system improvements, due in monthly installments of $5,816 each beginning August 2009 through maturity in July 2049 at 4.25% interest. The original amount of the Bond was $1,340,000.

Pursuant to the financing agreements, if the City fails to make payment when due, or otherwise defaults on the agreement, outstanding amounts may be declared to be due and payable, and, in the case of the revenue bonds, the lender may take control of the system.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

1. Long-Term Debt (continued)

The annual requirements to amortize the preceding obligations as of June 30, 2021, are as follows:

Year Ending	Governmental Activities			Business-Type Activities		
June 30,	Principal	Interest	Total	Principal	Interest	Total
2022	$ 23,458	$ 751	$ 24,209	$ 26,244	$ 53,556	$ 79,800
2023	5,997	55	6,052	27,281	52,519	79,800
2024	-	-	-	28,220	51,580	79,800
2025	-	-	-	29,481	50,319	79,800
2026	-	-	-	30,652	49,148	79,800
2027-2031	-	-	-	172,452	226,548	399,000
2032-2036	-	-	-	209,829	189,171	399,000
2037-2041	-	-	-	255,904	143,096	399,000
2042-2046	-	-	-	312,328	86,672	399,000
2047-2051	-	-	-	238,905	22,984	261,889
2052-2056	-	-	-	45,036	5,004	50,040
2057-2061	-	-	-	23,750	642	24,392
Totals	$ 29,455	$ 806	$ 30,261	$ 1,400,082	$ 931,239	$ 2,331,321

Component Unit

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, 2021 was $99,090.

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.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

B. LIABILITIES (continued)

2. Risk Management (continued)

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.

Settled claims have not exceeded these coverages in any of the past three fiscal years.

C. NET POSITION/FUND BALANCES

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

General Fund for Sidewalk Project	$ 182,248
2019 T-SPLOST Capital Projects Fund	66,810
2018 T-SPLOST Capital Projects Fund	79,052
2018 SPLOST Capital Projects Fund	60,134
2013 SPLOST Capital Projects Fund	65,613
2012 SPLOST Capital Projects Fund	9,955
Water and Sewerage Enterprise Fund for Debt Service	95,093
Total Restricted Net Position/Fund Balances	$ 558,905

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

C. NET POSITION/FUND BALANCES (continued)

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

Recreation	$ 7,045
Fire Department	2,946
May Day Festival	5,721
May Day Scholarship	1,022
Grant Matching	119,227
Total Assigned Fund Balances	$ 135,961

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
2012 SPLOST Fund	-	2,234	-	-	2,234
Total Due From	$ -	$ 2,250	$ 2,730	$ 16	$ 4,996

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.

NOTE 3 - DETAILED NOTES ON FUNDS AND COMPONENT UNITS (continued)

D. BALANCES AND TRANSFERS/PAYMENTS WITHIN THE REPORTING ENTITY (continued)

2. Transfers and Payments (continued)

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

	Transfers Out				
	General Fund	2013 SPLOST Fund	Sanitation Fund	Water & Sewer Fund	Total Transfers In
Transfers In:					
Governmental Activities					
General Fund	$ -	$ -	$ 487	$ 26,705	$ 27,192
Total Governmental Activities	-	-	487	26,705	27,192
Business-Type Activities					
Water & Sewerage Fund (contributions)	-	14,552	-	-	14,552
Water & Sewerage Fund	-	-	9,029	-	9,029
Total Business-Type Activities	-	14,552	9,029	-	23,581
Total Transfers Out	$ -	$ 14,552	$ 9,516	$ 26,705	$ 50,773

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.

NOTE 4 - RETIREMENT PLANS (continued)

B. DEFERRED COMPENSATION PLAN (continued)

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, 2021, the contributions of the employees and City amounted to $6,740 and $2,876 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

No litigation is pending (or has been threatened) against the City at June 30, 2021.

B. 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.

NOTE 5 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES (continued)

C. 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.

NOTE 7 – PRIOR PERIOD ADJUSTMENT

A. CHANGE IN ACCOUNTING PRINCIPLE

As of July 1, 2020, the City adopted and implemented the provisions of GASBS No. 84, *Fiduciary Activities*, the purpose of which is to improve the guidance for the identification of, and accounting and financial reporting for, fiduciary activities. The application of the criteria contained in GASBS No. 84 results in the following restatement of beginning net position reported in the statement of changes in fiduciary net position:

	Custodial Funds
Net Position, as previously reported	$ -
Adjustment for GASBS No. 84	10,141
Net Position, as restated	$ 10,141

B. CORRECTION OF AN ERROR

Water and Sewerage Enterprise Fund

The City of Arlington, Georgia has restated its long-term debt reported in its fiscal year June 30, 2020 financial statements. The restatement is the result of the discovery that proceeds of long-term debt were reported as contributed capital. Correction of this error results in the following restatement of beginning net position reported in the statement of activities and statement of revenues, expenses, and changes in fund net position:

	Statement of Activities	Statement of Revenues, Expenses and Changes In Net Position
Net Position, as previously reported	$ 4,856,574	$ 4,852,121
Correction for proceeds of long-term debt reported as contributed capital:		
Proceeds of long-term debt	(160,200)	(160,200)
Debt Service Charged to Interest Expense	(1,422)	(1,422)
Net Position, as restated	$ 4,694,952	$ 4,690,499

The change in net position for the prior period was reduced by $161,622.

CITY OF ARLINGTON, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
REVENUES				
Taxes	$ 549,500	$ 549,500	$ 579,422	$ 29,922
Licenses and Permits	20,000	20,000	13,309	(6,691)
Fines and Forfeitures	15,000	15,000	11,449	(3,551)
Charges for Services	3,750	3,750	1,532	(2,218)
Intergovernmental Revenue	500	196,500	198,853	2,353
Investment Income	975	975	1,870	895
Miscellaneous Revenue	15,400	15,400	15,790	390
Total Revenues	605,125	801,125	822,225	21,100
EXPENDITURES				
General Government	130,265	130,265	190,492	(60,227)
Judicial	20,250	20,250	21,999	(1,749)
Public Safety:				
Police Department	201,587	201,587	191,901	9,686
Fire Department	25,088	36,793	35,765	1,028
Public Works	174,735	370,735	314,619	56,116
Culture and Recreation	38,400	38,400	24,292	14,108
Total Expenditures	590,325	798,030	779,068	18,962
Excess (Deficiency) of Revenues Over Expenditures	14,800	3,095	43,157	40,062
OTHER FINANCING SOURCES (USES)				
Reimbursement for Damaged Property	-	-	9,645	9,645
Transfers In	-	11,705	27,192	15,487
Transfers Out	(14,800)	(14,800)	-	14,800
Net Other Financing Source (Uses)	(14,800)	(3,095)	36,837	39,932
Net Change in Fund Balance	-	-	79,994	79,994
Fund Balance – Beg of Year	328,639	328,639	328,639	-
Fund Balance – End of Year	$ 328,639	$ 328,639	$ 408,633	$ 79,994

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, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
TAXES				
Property Taxes	$ 248,000	$ 248,000	$ 254,663	$ 6,663
Local Option Sales Taxes	93,500	93,500	111,501	18,001
Alcoholic Beverage Taxes	16,000	16,000	16,486	486
Insurance Premiums Tax	110,000	110,000	118,596	8,596
Franchise Taxes	73,000	73,000	68,772	(4,228)
Excise Tax on Energy	6,000	6,000	3,959	(2,041)
Railroad Equipment Tax	2,500	2,500	3,852	1,352
Financial Institutions Taxes	-	-	1,000	1,000
Recording and Transfer Taxes	500	500	593	93
Total Taxes	549,500	549,500	579,422	29,922
LICENSES AND PERMITS				
Business Licenses	20,000	20,000	9,809	(10,191)
Other Licenses and Permits	-	-	3,500	3,500
Total Licenses and Permits	20,000	20,000	13,309	(6,691)
FINES AND FORFEITURES				
Fines and Forfeitures	15,000	15,000	11,449	(3,551)
Total Fines and Forfeitures	15,000	15,000	11,449	(3,551)
CHARGES FOR SERVICES				
Recreation Charges	3,500	3,500	491	(3,009)
Zoning Fees	150	150	-	(150)
Cemetery Lots	-	-	1,000	1,000
Police Services	100	100	41	(59)
Total Charges for Services	3,750	3,750	1,532	(2,218)
INTERGOVERNMENTAL REVENUE				
State Government	-	196,000	196,135	135
Housing Authority - PILOT	500	500	2,718	2,218
Total Intergovernmental Revenue	500	196,500	198,853	2,353
INVESTMENT INCOME				
Interest Earnings	975	975	1,870	895
Total Investment Income	$ 975	$ 975	$ 1,870	$ 895

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, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
MICELLANEOUS REVENUE				
Rents and Deoposits	$ 11,800	$ 11,800	$ 11,711	$ (89)
Penalties	3,000	3,000	1,256	(1,744)
Miscellaneous	600	600	2,823	2,223
Total Miscellaneous Revenue	15,400	15,400	15,790	390
GRAND TOTAL REVENUES	$ 605,125	$ 801,125	$ 822,225	$ 21,100

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, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
GENRAL GOVERNMENT				
Personal Services and Employee Benefits	$ 82,135	$ 82,135	$ 88,892	$ (6,757)
Purchased/Contracted Services	39,630	39,630	92,758	(53,128)
Supplies	5,500	5,500	5,248	252
Capital Outlay	3,000	3,000	3,394	(394)
Other Costs	-	-	200	(200)
Total General Government	130,265	130,265	190,492	(60,227)
JUDICIAL				
Personal Services and Employee Benefits	17,250	17,250	20,780	(3,530)
Purchased/Contracted Services	2,500	2,500	895	1,605
Supplies	500	500	324	176
Total General Government	20,250	20,250	21,999	(1,749)
PUBLIC SAFETY				
Police Department:				
Personal Services and Employee Benefits	158,771	158,771	124,755	34,016
Purchased/Contracted Services	25,316	25,316	32,198	(6,882)
Supplies	15,300	15,300	12,310	2,990
Capital Outlay	2,000	2,000	22,438	(20,438)
Other Costs	200	200	200	-
Total Police Department	201,587	201,587	191,901	9,686
Fire Department:				
Personal Services and Employee Benefits	10,000	10,000	9,372	628
Purchased/Contracted Services	9,188	9,188	10,724	(1,536)
Supplies	2,900	2,900	1,564	1,336
Capital Outlay	1,800	13,505	13,505	-
Other Costs	1,200	1,200	600	600
Total Fire Department	25,088	36,793	35,765	1,028
Total Public Safety	226,675	238,380	227,666	10,714
PUBLIC WORKS				
Personal Services and Employee Benefits	77,100	77,100	62,884	14,216
Purchased/Contracted Services	32,700	32,700	35,625	(2,925)
Supplies	58,000	58,000	54,496	3,504
Capital Outlay	-	196,000	157,304	38,696
Other Costs	6,935	6,935	4,310	2,625
Total Public Works	$ 174,735	$ 370,735	$ 314,619	$ 56,116

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, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
CULTURE AND RECREATION				
Purchased/Contracted Services	$ 11,000	$ 11,000	$ 9,676	$ 1,324
Supplies	4,250	4,250	7 186	(2,936)
Other Costs	23,150	23,150	7,430	15,720
Total Culture and Recreation	38,400	38,400	24,292	14,108
GRAND TOTAL EXPENDITURES	$ 590,325	$ 798,030	$ 779,068	$ 18,962

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

CITY OF ARLINGTON, GEORGIA
ARLINGTON AMERICAN RESCUE PLAN ACT (ARPA)
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental Revenue	$ 247,588	$ 247,588	$ -	(247,588)
Total Revenues	247,588	247,588	-	(247,588)
EXPENDITURES				
Public Safety	247,588	247,588	-	247,588
Total Expenditures	247,588	247,588	-	247,588
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Net Other Financing Source (Uses)	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balance – Beg of Year	-	-	-	-
Fund Balance – End of Year	$ -	$ -	$ -	$ -

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

General Fund

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

General Government	$ 60,227
Judicial	1,749

1CITY OF ARLINGTON, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 511,177	$ 317,174
Investments in Certificates of Deposit	1,964	1,958
Property Taxes Receivable	5,413	7,473
Motor Vehicle Taxes Receivable	110	993
Mobile Home Taxes Receivable	168	65
Title Ad-valorem Tax Fees	3,098	1,377
Local Option Sales Taxes Receivable	19,741	16,617
Energy Excise Tax Receivable	1,399	879
Alcoholic Beverages Taxes Receivable	1,111	1,503
Franchise Taxes Receivable	321	437
Intangible Tax Receivable	98	-
Fines Receivable	616	251
Total Assets	$ 545,216	$ 348,727
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
Liabilities:		
Accounts Payable	129,912	10,089
Payroll Taxes and Withholdings Payable	9	72
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	132,683	12,923
Deferred Inflows of Resources:		
Unavailable Revenue-Property Tax	3,900	7,165
Total Deferred Inflows	3,900	7,165
Fund Balance:		
Restricted For:		
Sidewalk Project	182,248	-
Assigned For:		
Recreation	7,045	7,793
Fire	2,946	2,934
May Day	5,721	5,695
May Day Scholarship	1,022	1,022
Grant Matching	119,227	141,252
Total Assigned Fund Balance	135,961	158,696
Fund Balance Unassigned	90,424	169,943
Total Fund Balance	408,633	328,639
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 545,216	$ 348,727

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

	JUNE 30,	
	2021	**2020**
REVENUES		
Taxes	$ 579,422	$ 564,774
Licenses and Permits	13,309	14,354
Fines & Forfeitures	11,449	9,963
Charges for Services	1,532	3,486
Intergovernmental	198,853	53,458
Investment Income	1,870	1,762
Contributions and Donations from Private Sources	-	470
Miscellaneous	15,790	11,799
Total Revenues	822,225	660,025
EXPENDITURES		
General Government	190,492	156,989
Judicial	21,999	21,721
Public Safety	227,666	250,413
Public Works	314,619	195,160
Culture & Recreation	24,292	18,349
Total Expenditures	779,068	642,632
Excess (Deficiency) of Revenues Over Expenditures	43,157	17,393
OTHER FINANCING SOURCES (USES)		
Reimbursement for Damaged Property	9,645	13,286
Transfers In	27,192	-
Transfers Out	-	(14,943)
Total Other Financing Sources (Uses)	36,837	(1,657)
Net Change in Fund Balance	79,994	15,736
Fund Balance – Beginning of Year	328,639	312,903
Fund Balance – End of Year	$ 408,633	$ 328,639

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

	JUNE 30, 2021	JUNE 30, 2020
TAXES		
Property Taxes	$ 254,663	$ 251,600
Local Option Sales Taxes	111,501	101,465
Alcoholic Beverage Taxes	16,486	16,355
Insurance Premiums Tax	118,596	112,375
Franchise Tax	68,772	75,837
Excise Tax on Energy	3,959	5,962
Railroad Equipment Tax	3,852	-
Financial Institutions Taxes	1,000	1,000
Recording and Transfer Taxes	593	180
Total Taxes	579,422	564,774
LICENSES AND PERMITS		
Business Licenses	9,809	12,354
Other Licenses and Permits	3,500	2,000
Total Licenses and Permits	13,309	14,354
FINES AND FORFEITURES		
Fines and Forfeitures	11,449	9,963
Total Fines and Forfeitures	11,449	9,963
CHARGES FOR SERVICES		
Recreation Charges	491	3,256
Qualifying Fees	-	162
Zoning Fees	-	-
Cemetery Lots	1,000	-
Police Services	41	68
Total Charges for Services	1,532	3,486
INTERGOVERNMENTAL REVENUE		
Federal Government	-	13,115
State Government	196,135	27,992
Other Local Governments	-	10,000
Housing Authority - PILOT	2,718	2,351
Total Intergovernmental Revenue	198,853	53,458
INVESTMENT INCOME		
Interest Earnings	1,870	1,721
Total Investment Income	1,870	1,721
CONTRIBUTIONS AND DONATIONS FROM PRIVATE SOURCES		
Donations	-	470
Total Contributions and Donations from Private Sources	$ -	$ 470

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

	JUNE 30, 2021	JUNE 30, 2020
MISCELLANEOUS REVENUE		
Rents and Deposits	$ 11,711	$ 10,189
Penalties	1,256	900
Other	2,823	710
Total Miscellaneous Revenue	15,790	11,799
GRAND TOTAL REVENUES	$ 822,225	$ 660,025

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

	JUNE 30, 2021	JUNE 30, 2020
GENERAL GOVERNMENT		
Personal Services and Employee Benefits	$ 88,892	$ 96,058
Purchased/Contracted Services	92,758	48,012
Supplies	5,248	8,399
Capital Outlay – Other	3,394	4,520
Other Costs	200	-
Total General Government	190,492	156,989
JUDICIAL – RECORDER COURT		
Personal Services and Employee Benefits	20,780	18,823
Purchased/Contracted Services	895	1,983
Supplies	324	915
Total Judicial – Recorder Court	21,999	21,721
PUBLIC SAFETY		
Police Department:		
Personal Services and Employee Benefits	124,755	178,457
Purchased/Contracted Services	32,198	24,694
Supplies	12,310	22,451
Capital Outlay:		
2021 Dodge Charger Police Car	21,048	-
Other	1,390	491
Other Costs	200	166
Total Police Department	191,901	226,259
Fire Department:		
Personal Services and Employee Benefits	9,372	10,890
Purchased/Contracted Services	10,724	4,531
Supplies	1,564	2,914
Capital Outlay:		
Radios	11,705	-
Other	1,800	5,219
Other Costs	600	600
Total Fire Department	35,765	24,154
Total Public Safety	227,666	250,413
PUBLIC WORKS – STREETS		
Personal Services and Employee Benefits	62,884	52,932
Purchased/Contracted Services	35,625	80,250
Supplies	54,496	58,345
Capital Outlay:		
Paving Thomas Grove Church Rd	118,552	-
Sidewalk Project	38,752	-
Other Costs	4,310	3,633
Total Public Works - Streets	314,619	195,160

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

	JUNE 30,	
	2021	**2020**
CULTURE AND RECREATION		
Personal Services and Employee Benefits	-	8,616
Purchased/Contracted Services	9,676	-
Supplies	7,186	7,249
Other Costs	7,430	2,484
Total Culture and Recreation	24,292	18,349
GRAND TOTAL EXPENDITURES	$ 779,068	$ 642,632

CITY OF ARLINGTON, GEORGIA
ARLINGTON AMERICAN RESCUE PLAN ACT (ARPA)
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ -	$ -
Due from Federal Government	-	-
Total Assets	-	-
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Unearned Revenue	-	-
Total Liabilities	-	-
Fund Balance		
Fund Balance Restricted for ARPA Projects	-	-
Total Fund Balance	-	-
Total Liabilities and Fund Balance	$ -	$ -

CITY OF ARLINGTON, GEORGIA
ARLINGTON AMERICAN RESCUE PLAN ACT (ARPA)
SPECIAL REVENUE FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED

	JUNE 30, 2021	JUNE 30, 2020
REVENUES		
Federal Government:		
State of Georgia – Governor's Office		
American Rescue Plan	$ -	$ -
Total Revenues	-	-
EXPENDITURES		
Current:	-	-
Total Expenditures	-	-
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
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	2019 TSPLOST	2018 TSPLOST
ASSETS		
Cash and Cash Equivalents	$ 64,102	$ 76,573
Intergovernmental Receivables:		
SPLOST Receivable	2,708	2,479
Due from 2012 SPLOST Fund	-	-
Due from General Fund	-	-
Total Assets	66,810	79,052
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Due to 2013 SPLOST Fund	-	-
Total Liabilities	-	-
Fund Balance:		
Fund Balance Restricted For:		
TSPLOST Projects	66,810	79,052
SPLOST Projects	-	-
Total Fund Balance	66,810	79,052
Total Liabilities and Fund Balance	$ 66,810	$ 79,052

CITY OF ARLINGTON, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

Capital Projects				Total Nonmajor Governmental Funds
2018 SPLOST	2013 SPLOST	2012 SPLOST	2016 CDBG	
$ 60,852	$ 60,259	$ 17,943	$ -	$ 279,729
2,616	3,104	-	-	10,907
-	2,234	-	-	2,234
16	16	2,730	-	2,762
63,484	65,613	20,673	-	295,632
3,350	-	8,484	-	11,834
-	-	2,234	-	2,234
3,350	-	10,718	-	14,068
-	-	-	-	145,862
60,134	65,613	9,955	-	135,702
60,134	65,613	9,955	-	281,564
$ 63,484	$ 65,613	$ 20,673	$ -	$ 295,632

CITY OF ARLINGTON, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	2019 TSPLOST	2018 TSPLOST
REVENUES		
Intergovernmental	$ 31,098	$ 32,888
Investment Income	197	238
Total Revenues	31,295	33,126
EXPENDITURES		
Current:		
General Government	-	-
Public Safety	-	-
Public Works	-	-
Capital Outlay	-	-
Debt Service:		
Principal Retirement	-	-
Interest	-	-
Total Expenditures	-	-
Excess (Deficiency) of Revenues Over Expenditures	31,295	33,126
OTHER FINANCING SOURCES (USES)		
Transfers In	-	-
Transfers Out	-	-
Total Other Financing Sources (Uses)	-	-
Net Change in Fund Balance	31,295	33,126
Fund Balance - Beg of Year	35,515	45,926
Fund Balance – End of Year	$ 66,810	$ 79,052

CITY OF ARLINGTON, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

Capital Projects				Total Nonmajor Governmental Funds
2018 SPLOST	2013 SPLOST	2012 SPLOST	2016 CDBG	
$ 35,226	$ 39,816	$ -	$ -	$ 139,028
225	252	97	-	1,009
35,451	40,068	97	-	140,037
-	917	-	-	917
-	6,981	1,750	-	8,731
3,350	214	10,514	-	14,078
-	41,651	8,484	-	50,135
22,628	-	-	-	22,628
1,581	-	-	-	1,581
27,559	49,763	20,748	-	98,070
7,892	(9,695)	(20,651)	-	41,967
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
7,892	(9,695)	(20,651)	-	41,967
52,242	75,308	30,606	-	239,597
$ 60,134	$ 65,613	$ 9,955	$ -	$ 281,564

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 64,102	$ 32,852
TSPLOST Receivable	2,708	2,663
Total Assets	66,810	35,515
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Total Liabilities	-	-
Fund Balance		
Fund Balance Restricted for SPLOST Projects	66,810	35,515
Total Fund Balance	66,810	35,515
Total Liabilities and Fund Balance	$ 66,810	$ 35,515

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, 2021	JUNE 30, 2020
REVENUES		
Calhoun County, Georgia:		
Transportation Special Purpose Local Option Sales Tax	$ 31,098	$ 30,687
Miscellaneous – Interest Earnings	197	62
Total Revenues	31,295	30,749
EXPENDITURES		
Capital Outlay:	-	-
Total Expenditures	-	-
Excess (Deficiency) of Revenues Over Expenditures	31,295	30,749
OTHER FINANCING SOURCES AND USES		
Transfers In	-	-
Transfers Out	-	-
Total Other Financing Sources (Uses)	-	-
Net Change in Fund Balance	31,295	30,749
Fund Balance – Beginning of Year	35,515	4,766
Fund Balance – End of Year	$ 66,810	$ 35,515

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 76,573	$ 43,642
TPLOST Receivable	2,479	2,284
Total Assets	79,052	45,926
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Total Liabilities	-	-
Fund Balance		
Fund Balance Restricted for SPLOST Projects	79,052	45,926
Total Fund Balance	79,052	45,926
Total Liabilities and Fund Balance	$ 79,052	$ 45,926

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, 2021	JUNE 30, 2020
REVENUES		
Early County, Georgia:		
Transportation Special Purpose Local Option Sales Tax	$ 32,888	$ 27,867
Miscellaneous – Interest Earnings	238	169
Total Revenues	33,126	28,036
EXPENDITURES		
Capital Outlay:	-	-
Total Expenditures	-	-
Excess (Deficiency) of Revenues Over Expenditures	33,126	28,036
OTHER FINANCING SOURCES AND USES		
Transfers In	-	-
Transfers Out	-	-
Total Other Financing Sources (Uses)	-	-
Net Change in Fund Balance	33,126	28,036
Fund Balance – Beginning of Year	45,926	17,890
Fund Balance – End of Year	$ 79,052	$ 45,926

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 60,852	$ 49,764
Special Purpose Local Option Sales Tax Receivable	2,616	2,462
Due from General Fund	16	16
Total Assets	63,484	52,242
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	3,350	-
Total Liabilities	3,350	-
Fund Balance		
Fund Balance Restricted for SPLOST Projects	60,134	52,242
Total Fund Balance	60,134	52,242
Total Liabilities and Fund Balance	$ 63,484	$ 52,242

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, 2021	JUNE 30, 2020
REVENUES		
Calhoun County, Georgia:		
Special Purpose Local Option Sales Tax	$ 35,226	$ 29,701
Miscellaneous – Interest Earnings	225	296
Total Revenues	35,451	29,997
EXPENDITURES		
Current:		
Public Works-Water & Sewer	3,350	-
Total Current	3,350	-
Capital Outlay:		
2018 Ford F150 Police Vehicle	-	30,172
2018 Dodge Charger Police Vehicle	-	38,609
Total Capital Outlay	-	68,781
Debt Service:		
Principal Retirement	22,628	16,698
Interest	1,581	1,459
Total Debt Service	24,209	18,157
Total Expenditures	27,559	86,938
Excess (Deficiency) of Revenues Over Expenditures	7,892	(56,941)
OTHER FINANCING SOURCES AND USES		
Face Amount of Long-Term Debt	-	68,781
Total Other Financing Sources (Uses)	-	68,781
Net Change in Fund Balance	7,892	11,840
Fund Balance – Beginning of Year	52,242	40,402
Fund Balance – End of Year	$ 60,134	$ 52,242

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 60,259	$ 70,361
Special Purpose Local Option Sales Tax Receivable	3,104	2,697
Due from General Fund	16	16
Due from 2012 SPLOST Fund	2,234	2,234
Total Assets	65,613	75,308
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Total Liabilities	-	-
Fund Balance		
Fund Balance Restricted for SPLOST Projects	65,613	75,308
Total Fund Balance	65,613	75,308
Total Liabilities and Fund Balance	$ 65,613	$ 75,308

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,	
	2021	2020
REVENUES		
Calhoun County, Georgia:		
Special Purpose Local Option Sales Tax	$ 39,816	$ 34,237
Miscellaneous – Interest Earnings	252	489
Total Revenues	40,068	34,726
EXPENDITURES		
Current:		
General Government:		
Capital Outlay-Other	917	509
Public Safety-Police		
Capital Outlay-Other	6,981	-
Public Works – Street:		
Capital Outlay-Other	214	-
Total Current	8,112	509
Capital Outlay:		
City Truck	6,000	-
2021 Dodge Charger Police Car	21,099	-
Sewer Facilities	14,552	16,610
Mosquito Control Equipment	-	10,037
Building Improvements	-	15,166
Total Capital Outlay	41,651	41,813
Total Expenditures	49,763	42,322
Excess (Deficiency) of Revenues Over Expenditures	(9,695)	(7,596)
Fund Balance – Beginning of Year	75,308	82,904
Fund Balance – End of Year	$ 65,613	$ 75,308

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 17,943	$ 30,110
Due from General Fund	2,730	2,730
Total Assets	20,673	32,840
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	8,484	-
Due to 2013 SPLOST Fund	2,234	2,234
Total Liabilities	10,718	2,234
Fund Balance		
Fund Balance Restricted for SPLOST Projects	9,955	30,606
Total Fund Balance	9,955	30,606
Total Liabilities and Fund Balance	$ 20,673	$ 32,840

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,	
	2021	2020
REVENUES		
Early County, Georgia:		
Special Purpose Local Option Sales Tax	$ -	$ -
Miscellaneous – Interest Earnings	97	159
Total Revenues	97	159
EXPENDITURES		
Current:		
Public Safety – Police:		
Capital Outlay-Other	1,750	-
Public Works-Street:		
Capital Outlay-Other	10,514	8,736
Total Current	12,264	8,736
Capital Outlay:		
Bad Boy Rebel 61” Deck Mower	8,484	-
Total Capital Outlay	8,484	-
Total Expenditures	20,748	8,736
Excess (Deficiency) of Revenues Over Expenditures	(20,651)	(8,577)
OTHER FINANCING SOURCES AND USES		
Reimbursement for Damaged Property	-	11,559
Total Other Financing Sources (Uses)	-	11,559
Net Change in Fund Balance	(20,651)	2,982
Fund Balance – Beginning of Year	30,606	27,624
Fund Balance – End of Year	$ 9,955	$ 30,606

CITY OF ARLINGTON, GEORGIA
2016 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) – SEWER FACILITIES
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ -	$ -
Total Assets	-	-
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to General Fund	-	-
Total Liabilities	-	-
Fund Balance:		
Fund Balance Restricted for CDGB Projects	-	-
Total Fund Balance	-	-
Total Liabilities and Fund Balance	$ -	$ -

CITY OF ARLINGTON, GEORGIA
2016 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, 2021	JUNE 30, 2020
REVENUES		
Federal Government:		
Georgia Department of Community Affairs- Community Development Block Grant	-	450,635
Total Revenues	-	450,635
EXPENDITURES		
Capital Outlay:		
Engineering – Water/Sewer Improvements	-	13,219
Sewer Facilities	-	423,443
Administration	-	14,973
Total Expenditures	-	451,635
Excess (Deficiency) of Revenues Over Expenditures	-	(1,000)
OTHER FINANCING SOURCES AND USES		
Transfers In	-	-
Transfers Out	-	-
Total Other Financing Sources (Uses)	-	-
Net Change in Fund Balance	-	(1,000)
Fund Balance – Beginning of Year	-	1,000
Fund Balance – End of Year	$ -	$ -

CITY OF ARLINGTON, GEORGIA
2016 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
$ 500,000	-	500,000	
500,000	-	500,000	
-	-	-	$ -
46,557	-	46,557	-
423,443	-	423,443	-
30,000	-	30,000	-
500,000	-	500,000	$ -
-	-	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
$ -	$ -	$ -	

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, 2021

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	500,000
Less:	
CDBG Funds Expended by Recipient	500,000
Amount of Fiscal Year 2016 CDBG Funds Held by Recipient	$ -

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 73,369	$ 128,760
Investment in Certificate of Deposit	36,915	35,428
Accounts Receivable	44,905	44,256
Restricted Assets:		
Cash and Cash Equivalents	49,104	35,323
Total Current Assets	204,293	243,767
Non-current Assets:		
Restricted Assets:		
Investment in Certificate of Deposit- Reserve and Renewal Extension Fund	79,800	79,800
Capital Assets:		
Water & Sewerage System	8,433,222	8,341,135
Machinery & Equipment	87,296	75,596
	8,520,518	8,416,731
Less Accumulated Depreciation	(2,744,873)	(2,576,023)
Net Capital Assets	5,775,645	5,840,708
Deposits	200	200
Total Non-current Assets	5,855,645	5,920,708
Total Assets	$ 6,059,938	$ 6,164,475

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

	JUNE 30, 2021	JUNE 30, 2020
LIABILTIES AND NET POSITION		
Current Liabilities:		
Accounts Payable	$ 15,901	$ 1,229
Payable from Restricted Assets:		
Revenue Bond – 2019 Series	4,566	5,538
Revenue Bond – 2009 Series	21,678	20,778
Customer Deposits	33,811	26,534
Customer Deposits	14,778	20,884
Total Current Liabilities	90,734	74,963
Long-Term Liabilities:		
Revenue Bond – 2019 Series	253,623	257,120
Revenue Bond – 2009 Series	1,120,215	1,141,893
Total Long-Term Liabilities	1,373,838	1,399,013
Total Liabilities	1,464,572	1,473,976
Net Position:		
Net Investment in Capital Assets	4,375,563	4,415,379
Restricted	95,093	88,589
Unrestricted	124,710	186,531
Total Net Position	4,595,366	4,690,499
Total Liabilities and Net Position	$ 6,059,938	$ 6,164,475

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, 2021	JUNE 30, 2020
OPERATING REVENUES		
Water & Sewerage Charges	$ 395,867	$ 388,961
Cut-on & Tap Fees	4,840	5,443
Penalties and Miscellaneous	19,748	10,920
Total Operating Revenues	420,455	405,324
OPERATING EXPENSES		
Personal Services and Employee Benefits	78,742	75,094
Purchased/Contracted Services	90,721	88,138
Supplies	231,125	172,071
Other Costs	-	1,090
Depreciation	168,851	146,990
Total Operating Expenses	569,439	483,383
Operating Loss	(148,984)	(78,059)
NON-OPERATING REVENUES AND EXPENSES		
Interest Income	2,416	3,782
CARES Act	69,413	-
Interest Expense	(54,553)	(53,675)
Total Non-Operating Revenues and Expenses	17,276	(49,893)
Net Income Before Contributions and Transfers	(131,708)	(127,952)
CONTRIBUTIONS		
2013 Arlington SPLOST Capital Projects Fund	14,552	16,610
USDA Rural Development	39,699	278,689
2016 CDBG Capital Projects Fund	-	500,000
Total Contributions	54,251	795,299
TRANSFERS		
Transfer In	9,029	12,744
Transfer Out	(26,705)	-
Net Transfers	(17,676)	12,744
Net Income (Loss)	(95,133)	680,091
Net Position – Beginning of Year (restated)	4,690,499	4,010,408
Net Position – End of Year	$ 4,595,366	$ 4,690,499

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

	JUNE 30, 2021	JUNE 30, 2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received From Customers	$ 420,977	$ 396,556
Cash Paid To Employees for Services	(53,785)	(51,381)
Cash Paid To Other Suppliers of Goods and Services	(332,131)	(309,798)
Net Cash Provided (Used) by Operating Activities	35,061	35,377
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Proceeds of CARES Act Grant	69,413	-
Transfers From Other Funds	9,029	12,744
Transfers To Other Funds	(26,705)	-
Net Cash Provided (Used) by Non-Capital Financing Activities	51,737	12,744
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Proceeds of Long-Term Debt	-	160,200
Contributed Capital USDA Rural Development	39,699	278,689
Principal Paid on Revenue Bonds	(25,247)	(26,125)
Interest Paid on Revenue Bonds	(54,553)	(53,675)
Acquisition and Construction of Capital Assets	(89,235)	(440,639)
Net Cash Provided (Used) by Capital & Related Financing Activities	(129,336)	(81,550)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Income	2,416	3,782
Certificate of Deposit-Interest Reinvestment	(1,488)	(2,236)
Net Cash Provided (Used) by Investing Activities	928	1,546
Net Increase (Decrease) in Cash and Cash Equivalents	(41,610)	(31,883)
Cash and Cash Equivalents – Beginning of Year	164,083	195,966
Cash and Cash Equivalents – End of Year	$ 122,473	$ 164,083
RECONCILIATION OF CASH AND CASH EQUIVALENTS ON BALANCE SHEETS		
Cash and Cash Equivalents-Unrestricted	$ 73,369	$ 128,760
Cash and Cash Equivalents-Restricted	49,104	35,323
Total Cash and Cash Equivalents	$ 122,473	$ 164,083

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

	JUNE 30, 2021	JUNE 30, 2020
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Loss	$ (148,984)	$ (78,059)
Adjustments to Reconcile Operating Income To Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	168,851	146,990
(Increase) Decrease in Accounts Receivable	(649)	(8,673)
Increase (Decrease) in Accounts Payable	14,672	(24,786)
Increase (Decrease) in Customer Deposits	1,171	(95)
Total Adjustments	184,045	113,436
Net Cash Provided (Used) By Operating Activities	$ 35,061	$ 35,377
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES		
Contributed Capital:		
2016 CDBG Capital Projects Fund	-	500,000
2013 Arlington SPLOST Capital Projects Fund	14,552	16,610
Total Noncash Investing, Capital, and Financing Activities	$ 14,552	$ 516,610

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Current Assets:		
Accounts Receivable	$ 14,065	$ 14,608
Total Current Assets	14,065	14,608
Non-current Assets:		
Total Non-current Assets	-	-
Total Assets	$ 14,065	$ 14,608
LIABILTIES AND NET POSITION		
Current Liabilities:		
Accounts Payable	9,950	10,155
Total Current Liabilities	9,950	10,155
Long-Term Liabilities:		
Total Long-Term Liabilities	-	-
Total Liabilities	9,950	10,155
Net Position:		
Net Investment in Capital Assets	-	-
Restricted	-	-
Unrestricted	4,115	4,453
Total Net Position	4,115	4,453
Total Liabilities and Net Position	$ 14,065	$ 14,608

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

	JUNE 30, 2021	JUNE 30, 2020
OPERATING REVENUES		
Sanitation Fees	$ 131,121	$ 126,369
Total Operating Revenues	131,121	126,369
OPERATING EXPENSES		
Solid Waste Collection	121,943	123,443
Total Operating Expenses	121,943	123,443
Operating Income	9,178	2,926
NON-OPERATING REVENUES AND EXPENSES		
Total Non-Operating Revenues and Expenses	-	-
Net Income Before Transfers	9,178	2,926
TRANSFERS		
Transfer In	-	11,226
Transfer Out	(9,516)	(9,027)
Net Transfers	(9,516)	2,199
Net Income (Loss)	(338)	5,125
Net Position – Beginning of Year	4,453	(672)
Net Position – End of Year	$ 4,115	$ 4,453

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

	JUNE 30, 2021	JUNE 30, 2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received From Customers	$ 131,664	$ 121,894
Cash Paid To Other Suppliers of Goods and Services	(122,148)	(124,093)
Net Cash Provided (Used) by Operating Activities	9,516	(2,199)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Transfers From Other Funds	-	11,226
Transfers To Other Funds	(9,516)	(9,027)
Net Cash Provided (Used) by Non-Capital Financing Activities	(9,516)	2,199
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, 2021	JUNE 30, 2020
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income	$ 9,178	$ 2,926
Adjustments to Reconcile Operating Income To Net Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Accounts Receivable	543	(4,475)
Increase (Decrease) in Accounts Payable	(205)	(650)
Total Adjustments	338	(5,125)
Net Cash Provided (Used) By Operating Activities	$ 9,516	$ (2,199)
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	$ -	$ -

CITY OF ARLINGTON, GEORGIA
ARLINGTON RECORDER COURT CUSTODIAL FUND
COMPARATIVE STATEMENTS OF FIDUCIARY NET POSITION

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 7,271	$ 10,896
Total Assets	7,271	10,896
LIABILITIES AND NET POSITION		
Liabilities:		
Accounts Payable and Other Liabilities	2,221	755
Total Liabilities	2,221	755
Net Position:		
Restricted for Individuals, Organizations, and Other Governments	5,050	10,141
Total Net Position	5,050	10,141
Total Liabilities and Net Position	$ 7,271	$ 10,896

CITY OF ARLINGTON, GEORGIA
ARLINGTON RECORDER COURT CUSTODIAL FUND
COMPARATIVE STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEARS ENDED

	JUNE 30, 2021	JUNE 30, 2020
ADDITIONS		
Fines and Forfeitures	$ 16,838	$ 22,843
Total Additions	16,838	22,843
DEDUCTIONS		
Payments to Individuals, Organizations, and Other Governments	21,929	19,708
Total Deductions	21,929	19,708
Net Increase (Decrease) in Fiduciary Net Position	(5,091)	3,135
Net Position - Beg of Year (restated)	10,141	7,006
Net Position - End of Year	$ 5,050	$ 10,141

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

	JUNE 30, 2021	JUNE 30, 2020
ASSETS		
Cash and Cash Equivalents	$ 3,928	$ 4,804
Total Assets	3,928	4,804
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	328	-
Total Liabilities	328	-
Fund Balance:		
Fund Balance Reserved for Downtown Development Projects	3,600	4,804
Total Fund Balance	3,600	4,804
Total Liabilities and Fund Balance	$ 3,928	$ 4,804

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, 2021	JUNE 30, 2020
REVENUES		
Miscellaneous:		
Rent and Events	$ 1,925	$ 4,888
Interest	17	50
Total Miscellaneous	1,942	4,938
Total Revenues	1,942	4,938
EXPENDITURES		
Current:		
Supplies	2,288	3,216
Other	703	635
Total Current	2,991	3,851
Intergovernmental:		
City of Arlington - Rent Commissions	155	1,189
City of Arlington – Sidewalk Grant	-	10,000
Total Intergovernmental	155	11,189
Total Expenditures	3,146	15,040
Excess (Deficiency) of Revenues Over Expenditures	(1,204)	(10,102)
Fund Balance – Beginning of Year	4,804	14,906
Fund Balance – End of Year	$ 3,600	$ 4,804

CITY OF ARLINGTON, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2012-2017 SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED JUNE 30, 2021

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	*	*	4,425	-	4,425	*
Water & Sewerage	*	*	27,353	-	27,353	*
Grapple w/Skid Steer Hitch	*	*	4,000	-	4,000	*
HD Rotary Broom	*	*	4,736	-	4,736	*
Slayer Mower	*	*	-	3,900	3,900	*
Trimmer/Edger	*	*	-	692	692	*
Cages (Police)	*	*	-	1,750	1,750	*
Loader Controls	*	*	-	1,547	1,547	*
Blade for Tractor	*	*	-	4,375	4,375	*
Bad Boy Rebel 61” Deck Mower	*	*	-	8,484	8,484	*
	$ 247,000	$ 247,000	$ 207,305	$ 20,748	$ 228,053	92.33%

CITY OF ARLINGTON, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2013-2019 SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED JUNE 30, 2021

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	$ 74,892	$ 917	$ 75,809	52.46%
Voting Equipment	8,000	8,000	509	-	509	6.36%
Public Safety	35,000	35,000	29,052	28,080	57,132	163.23%
Public Works, Roads, Streets, Sidewalks, Water and Sewer Improvement	60,000	60,000	33,133	20,766	53,899	89.83%
Sub-Totals	$ 247,500	$ 247,500	$ 137,586	$ 49,763	$ 187,349	75.70%

CITY OF ARLINGTON, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2018-2023 SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED JUNE 30, 2021

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	$ *	$ *	$ *	*
Police:						
18 Ford F150	*	*	30,172	-	30,172	*
18 Dodge Chgr	*	*	38,609	-	38,609	*
Water & Sewer:						
Flowmeter	*	*	-	3,350	3,350	*
Total Projects	237,000	237,000	68,781	3,350	72,131	30.44%
Amounts to Reconcile to Expenditures Reported in Financial Statements:						
Principal Paid	*	*	16,698	22,628	39,326	*
Interest Paid On Debt	*	*	1,459	1,581	3,040	*
Totals	$ 247,500	$ 247,500	$ 86,938	$ 27,559	114,497	18.47%

Note 1: The reconciling items were not presented previously but have been added to the current year's presentation to illustrate agreement with expenditures reported in the City's financial statements.

CITY OF ARLINGTON, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
2018-2023 TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX
FOR THE YEAR ENDED JUNE 30, 2021

Project	Estimated		Expenditures			Estimated Percentage of Completion
	Original Cost	Current Cost	Prior Years	Current Year	Total	
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, 2021

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
CERTIFIED PUBLIC ACCOUNTANTS

414 N. Westover Boulevard, Suite E · Albany, Georgia 31707
229.883.6262 / 229.432.1956 / Fax 912.600.1768

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Arlington, Georgia, as of and for the year ended June 30, 2021, 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 June 13, 2022.

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. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a significant deficiency.

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 2021-002 and 2021-003.

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

Albany, Georgia
June 13, 2022

CITY OF ARLINGTON, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021

FINANCIAL STATEMENT FINDINGS:

Internal Control Over Financial Reporting

2021-001 Prior Audit Finding: Segregation of Duties.

Status and/or Corrective Action: This condition remains present.

Compliance

2021-002 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.

2021-003 Prior Audit Finding: Comingled SPLOST Funds

Status and/or Corrective Action: The City concurred with this finding but all corrections have not been made.

CITY OF ARLINGTON, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2021

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?	__x__yes	____none reported
Noncompliance material to financial statements noted?	__x__yes	____no

Section II – Financial Statement Findings

INTERNAL CONTROL OVER FINANCIAL REPORTING – Significant Deficiency

2021-001. Segregation of Duties. (repeat finding)

Criteria: Segregation of conflicting duties (i.e., custody of assets, authorization of transactions, and recording of transactions) is a basic internal control designed to safeguard assets and facilitate proper recording of transactions.

Condition: During the performance of our audit, we noted that due to economic reasons the City of Arlington, Georgia is limited in the number of personnel that are employed and that personnel exercise a high degree of control over individual transactions and must perform duties inconsistent with proper segregation of accounting functions.

Context: Not applicable.

Effect: Failure to adequately segregate accounting functions can adversely affect the City of Arlington, Georgia's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Cause: The City of Arlington, Georgia is a small entity with limited financial resources and management believes the benefits to be gained by proper segregation of the accounting functions are not justified by the costs.

Recommendation: We recommend that those charged with governance be ever mindful of the inherent risks involved with this condition and should both require and monitor periodic financial reports; carefully scrutinizing, and questioning, any transactions or account balances that are not fully and thoroughly understood.

Views of Responsible Officials and Planned Corrective Action: The City of Arlington, Georgia agrees with this finding and will continue its present efforts, believing them to be sufficient, to monitor closely the financial activities of the City of Arlington, Georgia to ensure accurate financial processing of transactions and safeguarding of the City of Arlington, Georgia's assets.

Section II – Financial Statement Findings (continued)

COMPLIANCE

2021-002 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	$ 60,227
Judicial	1,749

Context: Not applicable.

Effect: The City is violating state statutes.

Cause: The City incurred unanticipated election costs during the fiscal year.

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.

2019-003 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.

Section II – Financial Statement Findings (continued)

COMPLIANCE (continued)

2019-003 Comingled SPLOST Funds (repeat finding)(continued)

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