CITY OF DAWSON, GEORGIA

REPORT ON AUDIT OF FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

FOR THE YEARS ENDED AUGUST 31, 2022 AND 2021

CITY OF DAWSON, GEORGIA
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INDEPENDENT AUDITOR'S REPORT

Mayor and Council
City of Dawson
Dawson, Georgia

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the City of Dawson, Georgia as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Dawson, Georgia's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the City of Dawson, Georgia as of August 31, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Dawson, Georgia and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Dawson, Georgia's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

MEMBERS
American Institute of Certified Public Accountants / Georgia Society of Certified Public Accountants

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Dawson, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Dawson, Georgia's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Management has omitted the *Management's Discussion and Analysis* that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, though not 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.

GASB 68 "*Accounting and Financial Reporting for Pensions*" requires supplementary information that is not part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Dawson, Georgia's basic financial statements. The combining and individual fund financial statements (pages 46-68), and the Schedules of Projects Constructed with Special Sales Tax Proceeds (pages 72-73) are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 supplementary information is 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 August 30, 2023, on our consideration of the City of Dawson, 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 solely 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 the effectiveness of the City of Dawson, Georgia's 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 Dawson, Georgia's internal control over financial reporting and compliance.

Clenney + Luke
Albany, Georgia
August 30, 2023

CITY OF DAWSON, GEORGIA
STATEMENT OF NET POSITION
AUGUST 31, 2022

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash	$ 2,610,107	$ 199,456	$ 2,809,563	$ 44,502
Investments	191,783	257,246	449,029	-
Taxes Receivable	169,274	-	169,274	-
Accounts Receivable	30	448,896	448,926	-
Interest Receivable	-	2,419	2,419	-
Internal Balances	393,965	(393,965)	-	-
Prepaid Expenses	-	15,807	15,807	-
Net Pension Asset	133,825	-	133,825	-
Restricted Assets:				
Cash	-	280,232	280,232	-
Capital Assets:				
Capital Assets Not Being Depreciated	-	4,707	4,707	-
Capital Assets Being Depreciated, net of depreciation	2,546,018	1,316,107	3,862,125	371,007
Total Assets	6,045,002	2,130,905	8,175,907	415,509
DEFERRED OUTFLOWS	278,399	-	278,399	-
LIABILITIES				
Accounts Payable	79,173	457,823	536,996	-
Employee Withholdings Payable	22,088	-	22,088	-
Property Tax Escrow	28,496	-	28,496	-
Customer Deposits	-	263,309	263,309	-
Refundable Advances	1,365,488	-	1,365,488	
Notes Payable - Due in One Year	86,124	-	86,124	-
Notes Payable - Due After One Year	263,608	-	263,608	-
Total Liabilities	1,844,977	721,132	2,566,109	-
DEFERRED INFLOWS	631,888	-	631,888	-
NET POSITION				
Net Investment in Capital Assets	2,196,286	1,320,814	3,517,100	371,007
Restricted For:				
Special Purpose Sales Tax Projects	1,175,987	-	1,175,987	-
Unrestricted	474,263	88,959	563,222	44,502
Total Net Position	$ 3,846,536	$ 1,409,773	$ 5,256,309	$ 415,509

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

Functions/Programs	Expenses	Program Revenues: Fees, Fines Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	$ 381,895	$ 319,591	$ 175,311	$ -
Public Safety	2,294,550	128,234	-	53,825
Streets and Sanitation	1,043,600	6,996	61,248	746,692
Code Enforcement	34,989	-	-	-
Culture and Recreation	4,917	-	-	-
Interest on Long-Term Debt	9,746	-	-	-
Total Governmental Activities	3,769,697	454,821	236,559	800,517
Business-Type Activities:				
Public Utilities Fund	1,971,426	2,412,053	60,850	-
Natural Gas Fund	2,564,659	2,634,549	-	-
Total Business-Type Activities	4,536,085	5,046,602	60,850	-
Total Primary Government	8,305,782	5,501,423	297,409	800,517
Component Units:				
Downtown Development Authority	20,871	-	-	-

General Revenues:	
Property Tax	
Automobile and Mobile Home Tax	
Insurance Premium Tax	
Beer, Wine and Liquor Tax	
Recording and Transfer Tax	
Hotel/Motel Tax	
Local Option Sales Tax	
Franchise Tax	
Fifa, Penalties and Interest	
Interest Income	
Miscellaneous	
Transfers	
Total General Revenues and Transfers	
Change in Net Position	
Net Position - Beginning	
Net Position - Ending	

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

Net (Expense) Revenue and Changes in Net Position			
Governmental Activities	Business-Type Activities	Total	Component Unit
$ 113,007	$ -	$ 113,007	
(2,112,491)	-	(2,112,491)	
(228,664)	-	(228,664)	
(34,989)	-	(34,989)	
(4,917)	-	(4,917)	
(9,746)	-	(9,746)	
(2,277,800)	-	(2,277,800)	
-	501,477	501,477	
-	69,890	69,890	
-	571,367	571,367	
(2,277,800)	571,367	(1,706,433)	
			(20,871)
548,192	-	548,192	-
123,053	-	123,053	-
175,311	-	175,311	-
108,922	-	108,922	-
19,629	-	19,629	-
26,712	-	26,712	-
371,607	-	371,607	-
254,706	-	254,706	-
-	-	-	-
1,855	3,378	5,233	55
167	-	167	-
986,273	(986,273)	-	-
2,616,427	(982,895)	1,633,532	55
338,627	(411,528)	(72,901)	(20,816)
3,507,909	1,821,301	5,329,210	436,325
$ 3,846,536	$ 1,409,773	$ 5,256,309	$ 415,509

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2022

	General Fund	SPLOST 2017-2022	2019 Dawson TSPLOST	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	$ 1,686,241	$ 479,191	$ 626,034	$ 10,424	$ 2,801,890
Taxes Receivable	98,514	37,900	32,862	-	169,276
Accounts Receivable	30	-	-	-	30
Due from Other Funds	455,583	-	-	-	455,583
Total Assets	$ 2,240,368	$ 517,091	$ 658,896	$ 10,424	$ 3,426,779
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 79,173	$ -	$ -	$ -	$ 79,173
Refundable Advances	1,365,488	-	-	-	1,365,488
Employee WH Payable	22,088	-	-	-	22,088
Property Tax Escrow	28,496	-	-	-	28,496
Due to Other Funds	61,619	-	-	-	61,619
Total Liabilities	1,556,864	-	-	-	1,556,864
Deferred Inflows of Resources:					
Uncollected Property Taxes	33,928	-	-	-	33,928
Fund Balances:					
Restricted:					
Special Purpose Sales Tax Projects	-	517,091	658,896	-	1,175,987
Unassigned	649,576	-	-	10,424	660,000
Total Fund Balances	649,576	517,091	658,896	10,424	1,835,987
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 2,240,368	$ 517,091	$ 658,896	$ 10,424	$ 3,426,779

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
AUGUST 31, 2022

Total Fund Equity per Balance Sheet of Governmental Funds	$ 1,835,987
Amounts reported for governmental activities in the Statement of Net Position differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:	
Capital Assets:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Cost of the assets	7,309,933
Accumulated depreciation	(4,763,915)
Deferred Outflows:	
Deferred outflows related to employer pension contributions are not reported as fund assets, but are reported in the Statement of Net Position	278,399
Revenues:	
Some of the government's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds	33,927
Long-term Liabilities:	
Long-term liabilities and net pension liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. All liabilities both current and long-term are reported in the Statement of Net Position. Long-term liabilities at year-end consist of the following:	
Notes Payable	(349,732)
Net Pension Liability	133,825
Deferred Inflows Related to Pensions	(631,888)
Net Position of Governmental Activities	$ 3,846,536

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

	General Fund	SPLOST 2017-2022	2019 Dawson TSPLOST	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 1,867,323	$ -	$ -	$ -	$ 1,867,323
Licenses and Permits	110,719	-	-	-	110,719
Intergovernmental	-	380,471	366,221	-	746,692
Fines and Forfeitures	128,059	-	-	-	128,059
Government	290,384	-	-	-	290,384
Miscellaneous	10,273	-	-	-	10,273
Total Revenues	2,406,758	380,471	366,221	-	3,153,450
EXPENDITURES					
Current:					
General Government	504,044	-	-	-	504,044
Public Safety	2,257,140	318,373	-	2,500	2,578,013
Streets and Sanitation	387,046	-	266,321	-	653,367
Code Enforcement	32,461	-	-	-	32,461
Culture and Recreation	1,244	-	-	-	1,244
Capital Outlay:					
Capital Expenditures	26,550	-	53,100	-	79,650
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	3,208,485	318,373	319,421	2,500	3,848,779
Excess (Deficiency) of Revenues over Expenditures	(801,727)	62,098	46,800	(2,500)	(695,329)
OTHER FINANCING SOURCES (USES)					
Transfers In	1,012,985	-	-	-	1,012,985
Transfers Out	-	-	-	-	-
Net Other Financing Sources (Uses)	1,012,985	-	-	-	1,012,985
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	211,258	62,098	46,800	(2,500)	317,656
FUND BALANCE - BEGINNING	438,318	454,993	612,096	12,924	1,518,331
FUND BALANCE - ENDING	$ 649,576	$ 517,091	$ 658,896	$ 10,424	$ 1,835,987

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	$ 317,656
Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:	
Capital Assets:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.	
Total Capital Outlays	(79,649)
Total Depreciation	(218,985)
Long-term Debt:	
The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Position. The amounts of the items that make up these differences in the treatment of long-term debt and related items are as follows:	
Debt issued or incurred	-
Principal paid by governmental funds	84,687
Revenues:	
Because some revenues will not be collected for several months after the government's fiscal year-end, they are not considered available revenues and are deferred in the governmental funds. Deferred revenues increased (decreased) by this amount during the fiscal year	(58,107)
Expenditures:	
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Pension Expenditure Changes	293,025
Change in Net Position of Governmental Activities	$ 338,627

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL-GENERAL FUND
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

	General Fund		
	Original and Final Budget	Actual	Variance
REVENUES			
Taxes	$ 1,874,592	$ 1,853,742	$ (20,850)
Licenses and Permits	152,864	110,719	(42,145)
Fines and Forfeitures	110,702	128,059	17,357
State Government	61,248	290,384	229,136
Miscellaneous	92,932	10,273	(82,659)
Total Revenues	2,292,338	2,393,177	100,839
EXPENDITURES			
Current:			
General Government	409,240	504,044	(94,804)
Public Safety	1,960,920	2,257,140	(296,220)
Streets and Sanitation	375,998	387,046	(11,048)
Code Enforcement	104,232	59,011	45,221
Culture and Recreation	2,500	1,244	1,256
Debt Service:			-
Principal	-	-	-
Interest	-	-	-
Total Expenditures	2,852,890	3,208,485	(355,595)
Excess (Deficiency) of Revenues over Expenditures	(560,552)	(815,308)	(254,756)
OTHER FINANCING SOURCES (USES)			
Long-Term Debt Issued	-	-	-
Transfers In	519,711	1,013,313	493,602
Transfers Out	-	-	-
Net Other Financing Sources (Uses)	519,711	1,013,313	493,602
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(40,841)	198,005	238,846
FUND BALANCE - BEGINNING	-	438,318	438,318
FUND BALANCE - ENDING	$ (40,841)	$ 636,323	$ 677,164

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AUGUST 31, 2022

	Business-Type Activities - Enterprise Funds		
	Public Utilities Fund	Natural Gas Fund	Totals
ASSETS			
Current Assets:			
Cash on Hand and Checking Account	$ 87,461	$ 111,995	$ 199,456
Investments	-	257,246	257,246
Accounts Receivable	88,892	360,003	448,895
Interest Receivable	-	2,419	2,419
Prepaid Insurance	10,762	5,045	15,807
Due from General Fund	-	61,619	61,619
Due from Public Utilities Fund	-	690,951	690,951
Restricted Assets:			
Customer Deposits Cash	154,020	74,286	228,306
Sinking Fund Cash	51,926	-	51,926
Total Current Assets	393,061	1,563,564	1,956,625
Property, Plant and Equipment:			
Water and Sewer System	8,998,508	-	8,998,508
Gas System	-	992,135	992,135
Equipment	668,886	161,110	829,996
Less Accumulated Depreciation	(8,659,782)	(840,043)	(9,499,825)
Total Property, Plant and Equipment, net	1,007,612	313,202	1,320,814
Total Assets	1,400,673	1,876,766	3,277,439
DEFERRED OUTFLOWS	-	-	-
LIABILITIES			
Current Liabilities:			
Accounts Payable	138,339	319,484	457,823
Due to General Fund	455,583	-	455,583
Due to Natural Gas Fund	690,951	-	690,951
Payable from Restricted Assets:			
Customer Deposits	171,138	92,171	263,309
Notes Payable - Due in One Year	-	-	-
Total Current Liabilities	1,456,011	411,655	1,867,666
Noncurrent Liabilities:			
Notes Payable - Due After One Year	-	-	-
Total Liabilities	1,456,011	411,655	1,867,666
DEFERRED INFLOWS	-	-	-
NET POSITION			
Net Investment in Capital Assets	1,007,612	313,202	1,320,814
Unrestricted	(1,062,950)	1,151,909	88,959
Total Net Position	$ (55,338)	$ 1,465,111	$ 1,409,773

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

	Business-Type Activities - Enterprise Funds		
	Public Utilities Fund	Natural Gas Fund	Totals
OPERATING REVENUES			
Sales to Customers	$ 2,312,031	$ 2,630,238	$ 4,942,269
LMIG Grant	60,850	-	
Other	100,022	4,311	104,333
Total Operating Revenues	2,472,903	2,634,549	5,107,452
OPERATING EXPENSES			
Gas Purchases and Sales Tax	-	2,287,640	2,287,640
Salaries	402,255	100,049	502,304
Payroll Taxes	30,177	7,331	37,508
Employee Retirement and Insurance	103,853	25,900	129,753
Insurance	51,518	21,537	73,055
Repair and System Maintenance	106,898	13,753	120,651
Fuel and Lubricants	17,891	9,769	27,660
Hardware, Tools, and Supplies	36,837	16,119	52,956
Uniforms	10,988	5,458	16,446
Legal and Auditing	11,750	5,875	17,625
Chemicals	15,802	-	15,802
Engineering and Testing	28,000	20,104	48,104
Utilities and Street Lights	337,095	13,349	350,444
Subcontract Refuse Collection	678,727	-	678,727
Depreciation	82,827	18,976	101,803
Miscellaneous	56,808	18,799	75,607
Total Operating Expenses	1,971,426	2,564,659	4,536,085
Operating Income (Loss)	501,477	69,890	571,367
NONOPERATING REVENUES AND EXPENSES			
Interest Income	315	3,063	3,378
Interest and Paying Agent Fees	-	-	-
Net Nonoperating Revenues and (Expenses)	315	3,063	3,378
Income (Loss) Before Transfers	501,792	72,953	574,745
TRANSFERS FROM (TO) OTHER FUNDS			
Transfer to General Fund	(802,940)	(183,333)	(986,273)
Net Increase (Decrease) in Net Position	(301,148)	(110,380)	(411,528)
NET POSITION - BEGINNING OF YEAR	245,810	1,575,491	1,821,301
NET POSITION - END OF YEAR	$ (55,338)	$ 1,465,111	$ 1,409,773

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2022

	Business-Type Activities - Enterprise Funds		
	Public Utilities Fund	Natural Gas Fund	Totals
Cash Flows from Operating Activities:			
Receipts from Customers	$ 2,619,737	$ 2,429,147	$ 5,048,884
Payments to Employees	(402,255)	(100,049)	(502,304)
Payments to Suppliers	(1,336,363)	(2,299,404)	(3,635,767)
Net Cash Provided by Operating Activities	881,119	29,694	910,813
Cash Flows from Noncapital Financing Activities:			
Loans to Other Funds	(20,961)	30,056	9,095
Transfers Out	(802,940)	(183,333)	(986,273)
Net Cash Provided (Used) by Noncapital Financing Activities	(823,901)	(153,277)	(977,178)
Cash Flows from Capital and Related Financing Activities:			
Principal Paid on Long-Term Debt	-	-	-
Interest Paid on Long-Term Debt	-	-	-
Acquisition of Capital Assets	(95,518)	-	(95,518)
Net Cash Provided (Used) by Capital and Related Financing Activities	(95,518)	-	(95,518)
Cash Flows from Investing Activities:			
Purchase of Long-Term CD	-	(257,245)	(257,245)
Proceeds from Long-Term CD	-	254,319	254,319
Interest Income	315	3,063	3,378
Net Cash Provided (Used) by Investing Activities	315	137	452
Net Increase (Decrease) in Cash and Cash Equivalents	(37,985)	(123,446)	(161,431)
Cash and Cash Equivalents - Beginning	331,392	309,727	641,119
Cash and Cash Equivalents - Ending	$ 293,407	$ 186,281	$ 479,688
Reconciliation of Cash and Restricted Cash to the Statement of Financial Position:			
Cash in Current Assets	87,461	111,995	199,456
Cash in Restricted Deposits	205,946	74,286	280,232
Total Cash and Restricted Cash	293,407	186,281	479,688

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2022

	Business-Type Activities - Enterprise Funds		
	Public Utilities Fund	Natural Gas Fund	Totals
Reconciliaton of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$ 501,792	$ 69,890	$ 571,682
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation	82,827	18,976	101,803
Changes in assets and liabilities:			
(Increase) Decrease in Accounts Receivable	146,834	(205,402)	(58,568)
(Increase) Decrease in Prepaid Expenses	559	653	1,212
(Increase) Decrease in Capital Assets	(95,518)	-	(95,518)
Increase (Decrease) in Customer Deposits	30,036	1,782	31,818
Increase (Decrease) in Accounts Payable and Deposits	214,589	143,795	358,384
Net Cash Provided (Used) by Operating Activities	$ 881,119	$ 29,694	$ 910,813
Cash Paid During Year for Interest	$ -	$ -	$ -

The accompanying notes are an integral part of these financial statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A. Reporting Entity

The City of Dawson, Georgia operates under a mayor and council form of government and provides the following services as authorized by state law: general administration, public safety, streets and sanitation, culture and recreation, water and sewer services, and natural gas services.

The financial statements of the reporting entity include those of the City of Dawson, Georgia (the primary government) and its component unit. A component unit is a legally separate organization for which elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The component unit discussed below is included in the City's reporting entity because of the significance of the operational and financial relationships with the City. In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14, *The Financial Reporting Entity*, the financial statements of the component unit have been included as a discretely presented component unit. The component unit column in the basic financial statements include the financial data for the City's component unit. This is reported in columns separate from the City's financial information to emphasize that they are legally separate from the City.

Dawson Downtown Development Authority – The Dawson Downtown Development Authority is reported in a separate column to emphasize that it is legally separate from the City. The Downtown Development Authority promotes development in the downtown area. The Dawson Downtown Development Authority is a legally separate entity. The City Council of the City of Dawson appoints a voting majority of the board of the Development Authority. The City has the ability to impose its will on the Development Authority. Complete financial statements of the Dawson Downtown Development Authority may be obtained at the offices in Dawson, Georgia.

RELATED ORGANIZATION

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

Related Organization	Brief Description of Activities and Relationship to City
Housing Authority of the City of Dawson	Administer 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 the management, budget or policies of the Authority. The Authority reports independently.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-A. Reporting Entity, continued

JOINT VENTURE

The City of Dawson, Georgia, in conjunction with other cities and counties are members of the Southwest Georgia Regional Commission. Membership in a regional commission is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-41 (Georgia Planning Act of 1989) provides for the organizational structure of the regional commissions. Each county and municipality in the state is required by law to pay minimum annual dues to the regional commission. The City of Dawson, Georgia paid $5,014 to the regional commission for the year ended August 31, 2022. The regional commission board membership includes the chairman of each county (or his/her designee), a municipal representative from each county, three appointees named by the governor, and one each by the lieutenant governor and speaker of the House of Representatives. Complete financial statements of the Southwest Georgia Regional Commission may be obtained at the offices in Camilla, Georgia.

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines regional commissions as "public agencies and instrumentalities of their members." Georgia laws also provide that member governments are liable for any debts or obligations of a regional commission beyond its resources (O.C.G.A. 50-8-39.1).

1-B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government (the City) and its component units. These statements include financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds. Separate statements for each fund category (governmental and proprietary) are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Operating income reported in proprietary fund financial statements include 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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting, continued

The City reports the following major governmental funds:

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

SPLOST 2017-2022 – This fund is used to account for projects funded with the 2017-2022 Special Purpose Local Option Sales Tax (SPLOST).

2019 Dawson TSPLOST – This fund is used to account for projects funded with the 2019 Transportation Special Purpose Local Option Sales Tax (TSPLOST).

The City reports the following major enterprise funds:

Public Utilities – This fund accounts for the operation and maintenance of the water, sewer and sanitation system.

Natural Gas System – This fund accounts for the operation and maintenance of the natural gas system.

Measurement Focus, Basis of Accounting

Government-wide and Proprietary Fund Financial Statements: The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs followed by categorical block grants, and then by general revenues.

All governmental and business-type activities and enterprise funds of the City follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting, continued

Measurement Focus, Basis of Accounting, continued

The City of Dawson, Georgia has adopted GASB Statement No. 54 beginning with the fiscal year ended August 31, 2011. GASB Statement No. 54 redefined how net position and fund balances of governmental funds are presented in financial statements. Net position and funds balances are classified as follows:

- Nonspendable – Amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.
- Restricted – Amounts that can be spent only for specific purposes because of state or federal laws or externally imposed conditions by grantors
- Committed – Amounts that can be used only for specific purposes determined by majority of the vote of the City Council.
- Assigned – Amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes designated by majority vote of the City Council.
- Unassigned – All amounts not included in other spendable classifications.

The City of Dawson, Georgia will typically use restricted net position and fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

1-C. Assets, Liabilities, and Equity

Deposits and Investments

The cash and investment balances consist entirely of cash on hand, demand deposits, and money market accounts.

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

Cash and Cash Equivalents

The City considers cash and cash equivalents in proprietary funds to be cash on hand, demand deposits, money market accounts, and certificates of deposit with maturities of less than three months.

Receivables and Payables

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

Property Tax Calendar

Property taxes are levied on the date the millage rate is set September 14th (typically) and are due and payable between October 20th and December 20th (typically). The lien date for property is January 1st (typically).

Inventories and Prepaid Items

The City maintains no significant inventories.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the proprietary funds and as expenditures when paid in the governmental funds.

1-C. Assets, Liabilities, and Equity, continued

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets such as streets, traffic signals, and signs are capitalized at cost also. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

As a Phase 3 government, the City can elect to capitalize infrastructure from the date of inception forward. The city has elected to do so.

Capital assets are depreciated using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Lives
Infrastructure	10-40
Buildings	10-30
Building Improvements	10-30
Vehicles and Equipment	4-10

Compensated Absences

Cost of vacation pay is not recorded until such benefits are paid. GASB Standards require that vacation pay be accrued when:

(1) The employer's obligation to employees' right to receive compensation for future benefits is attributable to employees' service already rendered.
(2) The obligation relates to rights that vest or accumulate.
(3) Payment of the compensation is probable, and
(4) The amount can be reasonably estimated.

Accumulated sick pay benefits have not been recorded as a liability because these benefits are paid only upon the illness of an employee and the amount of such payments cannot be reasonably estimated.

1-D. Adoption of New Accounting Standards

The City of Dawson, Georgia adopted GASB Statement No. 87, *Leases* during the fiscal year ended August 31, 2022. GASB Statement No. 87 increases the usefulness of the financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. A lessee will be required to recognize a lease liability and an intangible right-to-use lease asset thereby enhancing the relevance and consistency of information about leasing activities.

The City of Dawson, Georgia had no leases in effect for the fiscal year ended August 31, 2022.

NOTE 2 – DEPOSITS AND INVESTMENTS

PRIMARY GOVERNMENT

The cash accounts consist entirely of cash on hand and demand deposits. At August 31, 2022, the carrying amount of the City's cash accounts was $2,800,579 and the bank balance was $2,884,807. Of the bank balance, $500,000 was covered by federal depository insurance and $2,384,807 was covered by collateral held by the pledging bank's agent in the City's name.

Investing is performed in accordance with investment policies complying with State Statutes. According to State Statutes, funds may be invested in the following:

(1) Obligations of this state or of other states
(2) Obligations issued by the United States Government
(3) Obligations fully insured or guaranteed by the United States Government or by a government agency of the United States
(4) Obligations of any corporation of the United States Government
(5) Prime banker's acceptances
(6) The Local Government Investment Pool established by the Georgia Code
(7) Repurchase agreements
(8) Obligations of other political subdivisions of this State

It is the policy of the City to deposit any available excess funds into interest-bearing money market accounts or certificates of deposits.

The following is a summary of the City's deposit and investment balances at August 31, 2022:

	Government-wide Statement Of Net Position
Unrestricted Cash	$ 2,110,676
Investments	444,864
Restricted Cash	245,039
Total	$ 2,800,579

COMPONENT UNIT

At August 31, 2022, the carrying amount of the Dawson Downtown Development Authority's deposits was $44,502 and the bank balance was $44,502. All of the bank balance was covered by federal depository insurance.

NOTE 3 - CAPITAL ASSETS

PRIMARY GOVERNMENT

Capital asset activity for the year ended August 31, 2022 was as follows:

	Balance 8/31/2021	Additions	Deletions	Balance 8/31/2022
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	$ -	$ -	$ -	$ -
Construction in Progress	-	-	-	-
Total Capital Assets not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Infrastructure	3,099,330	-	-	3,099,330
Building and Improvements	1,616,758	-	-	1,616,758
Equipment, Furniture and Vehicles	2,514,196	79,649	-	2,593,845
Total Capital Assets Being Depreciated	7,230,284	79,649	-	7,309,933
Less Accumulated Depreciation For:				
Infrastructure	(1,000,413)	(101,894)	-	(1,102,307)
Buildings and Improvements	(1,205,211)	(53,329)	-	(1,258,540)
Equipment, Furniture, and Vehicles	(2,339,306)	(63,762)	-	(2,403,068)
Total Accumulated Depreciation	(4,544,930)	(218,985)	-	(4,763,915)
Governmental Activty Assets, Net	$ 2,685,354	$ (139,336)	$ -	$ 2,546,018

NOTE 3 - CAPITAL ASSETS, continued

PRIMARY GOVERNMENT, continued

	Balance 8/31/2021	Additions	Deletions	Balance 8/31/2022
Business-Type Activities:				
Capital Assets not Being Depreciated:				
Land	$ 4,707	$ -	$ -	$ 4,707
Construction in Progress	-	-	-	-
Total Capital Assets not Being Depreciated	4,707	-	-	4,707
Capital Assets Being Depreciated:				
Infrastructure	9,881,383	95,518	-	9,976,901
Building and Improvements	33,946	-	-	33,946
Equipment, Furniture and Vehicles	805,086	-	-	805,086
Total Capital Assets Being Depreciated	10,720,415	95,518	-	10,815,933
Less Accumulated Depreciation For:				
Infrastructure	(8,620,126)	(95,111)	-	(8,715,237)
Buildings and Improvements	(24,260)	(6,693)	-	(30,953)
Equipment, Furniture, and Vehicles	(753,636)	-	-	(753,636)
Total Accumulated Depreciation	(9,398,022)	(101,804)	-	(9,499,826)
Business-Type Activty Assets, Net	1,327,100	(6,286)	-	1,320,814
Total Governmental and Business-Type Activity Assets, Net	$ 3,873,118	$ (145,622)	$ -	$ 3,866,832

NOTE 3 - CAPITAL ASSETS, continued

PRIMARY GOVERNMENT, continued

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	$ 31,883
Public Safety	25,758
Streets and Sanitation	150,067
Code Enforcement	2,528
Culture and Recreation	8,749
Total Governmental Activities Depreciation	218,985
Business-Type Activities:	
Public Utilities System	82,827
Natural Gas System	18,976
Total Business-Type Activities Depreciation	$ 101,803

COMPONENT UNIT

	Balance 8/31/2021	Additions	Deletions	Balance 8/31/2022
Capital Assets not Being Depreciated:				
Land	$ -	$ -	$ -	$ -
Construction in Progress	-	-	-	-
Total Capital Assets not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Buildings and Improvements	626,119	-	-	626,119
Less Accumulated Depreciation For:				
Buildings and Improvements	(234,242)	(20,871)	-	(255,113)
Total Capital Assets Being Depreciated, Net	391,877	(20,871)	-	371,006
Component Unit Assets, Net	$ 391,877	$ (20,871)	$ -	$ 371,006

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund receivable and payable balances at August 31, 2022 were:

Fund	Interfund Receivables	Interfund Payables
General Fund:		
Public Utilities	$ 455,583	$ -
Natural Gas Fund	-	61,619
Total General Fund	455,583	61,619
Public Utilities Fund:		
General Fund	-	455,583
Natural Gas Fund	-	690,951
Total Public Utilities Fund	-	1,146,534
Natural Gas Fund:		
General Fund	61,619	-
Public Utilities Fund	690,951	-
Total Natural Gas Fund	752,570	-
Totals	$ 1,208,153	$ 1,208,153

Due to/from balances are the result of short term borrowing between the funds. It is the City's intent to repay these interfund balances during the next fiscal year.

A reconciliation of transfers is as follows:

	Transfer From	Transfer To
General Fund:		
Hotel/Motel Tax Fund	27,040	-
Public Utilities Fund	802,940	-
Natural Gas Fund	183,333	-
Total General Fund	1,013,313	-
Hotel/Motel Tax Fund:		
General Fund	-	27,040
Public Utilities Fund:		
General Fund	-	802,940
Natural Gas Fund:		
General Fund	-	183,333
Totals	$ 1,013,313	$ 1,013,313

Transfers to and from other funds were for operating expenditures.

NOTE 5 - SHORT-TERM DEBT

The City of Dawson, Georgia did not have any short-term debt during the fiscal year ending August 31, 2022.

NOTE 6 - LONG-TERM OBLIGATIONS

PRIMARY GOVERNMENT

The following is a summary of long-term obligations of the City of Dawson, Georgia for the year ended August 31, 2022.

	Balance at 8/31/2021	Additions	Reductions	Balance at 8/31/2022	Portion due Within One Year
Notes Payable:					
Governmental Activties:					
(1) Georgia Environmental Facilities Authority for Water Tank Improvements, due in monthly installments of $3,627 each through August, 2029 at 1.93% interest (Original Amount $566,500)	$ 337,894	$ -	$ 39,285	$ 298,609	$ 38,001
(2) BB&T Governmental Finance for 2018 Freightliner Street Sweeper due in annual installments of $50,906 each through February, 2023 at 3.63% interest (Original Amount $229,000)	95,525	-	44,402	51,123	48,123
Total Governmental Activities	433,419	-	83,687	349,732	86,124
Business-Type Activities:					
None as of August 31, 2022	-	-	-	-	-
Total Notes Payable	433,419	-	83,687	349,732	86,124
Pension Liability (Asset)	625,020	(758,845)	-	(133,825)	-
Total Long-Term Debt	$ 1,058,439	$ (758,845)	$ 83,687	$ 215,907	$ 86,124

NOTE 6 - LONG-TERM OBLIGATIONS, continued

PRIMARY GOVERNMENT, continued

The annual requirements to amortize the notes payable of the City of Dawson, Georgia as of August 31, 2022 are as follows:

Year Ending August 31	Principal	Interest	Totals
Governmental Activities:			
Notes Payable:			
2023	$ 86,124	$ 7,308	$ 93,432
2024	38,741	4,786	43,527
2025	39,750	4,032	43,782
2026	40,264	3,263	43,527
2027	41,048	2,479	43,527
2028 - 2030	103,805	2,666	106,471
Subtotal Governmental Activities	349,732	24,534	374,266

Business-Type Activities:

None

COMPONENT UNIT

None

NOTE 7 -CONTRIBUTIONS TO PENSION PLAN

PRIMARY GOVERNMENT

A. Deferred Compensation Plan

By authority of a resolution passed by the City Council and state statute, the City has elected to participate in a retirement plan administered by GEBCorp. The plan is a deferred compensation (money-purchase) plan in which contributions made by an individual participant are credited to that individual participant's account.

Under the plan, the City allows employees the option of contributing up to 25% of their earnings to the plan. The City does not make any contributions to the plan.

Benefits depend upon the sum of the employee's contributions to the plan with investment earnings. Upon retirement or employment termination, employees are entitled to either a lump sum distribution of the employee and employer contributions with investment earnings or the option of receiving monthly, semi-annual or annual payments based on an amount equal to the amount of the employee contributions with investment earnings.

The City's total payroll was $2,283,705 and the covered payroll was $141,625 for the fiscal year ended August 31, 2022. Employee contributions to the plan amounted to $5,665, or 4% of the total covered payroll for the fiscal year ended August 31, 2022. The employer does not make any contributions to the plan. Employee and employer contribution requirements can only be amended by a resolution passed by city council or state statute. There were no current changes in plan provisions or related-party transactions.

B. Defined Benefit Plan

Plan Description and Benefits Provided

The city contributes as a participant to the Georgia Municipal Employees Benefit System (the system), an agent multiple-employer public employee retirement system administered by the Georgia Municipal Association. The System's Retirement Plan is a defined benefit plan that provides retirement, disability benefits and investment functions related to the plan. All full-time city employees are eligible to participate in the plan. Benefits vest after ten years of service. Members may retire upon reaching the age of 65, with five years of service. Early retirement is possible upon reaching the age of 55, with 25 years of service or 10 years on a reduced basis. Benefits are calculated at 1.0% to 1.75% of the average monthly earnings for the period of the five highest years prior to retirement.

The Public Retirement Systems Standard Law (Georgia Code Section 47-20-10) assigned the authority to establish and amend the plan for the City of Dawson. The Georgia Municipal Employees Benefit System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to the Georgia Municipal Employees Benefit System, 201 Pryor Street, S.W., Atlanta, Georgia 30303.

NOTE 7 – CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

B. Defined Benefit Plan, continued

Contributions

The plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). The GMEBS Board of Trustees has adopted an actuarial funding policy that requires a different funding level than the estimated minimum annual contribution to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the Plan. If the employer contributes the recommended contribution developed under the actuarial funding policy each year, the Plan will meet the applicable state funding standards. Under the City's pension plan, the City makes 100% of the contributions to the plan. The contractually required contributions, which are actuarially determined as an amount that is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The amount recognized by the City of Dawson, Georgia as the net pension liability/(asset) is as follows:

Governmental Activities	$ (133,825)

The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's net pension liability was based on the projection of the City's long-term contributions to the pension plan.

Actuarial Assumptions

The total pension liability as of August 31, 2022 was determined by an actuarial valuation as of January 1, 2022 using the following actuarial assumptions, applied to all periods included in the measurement:

Net Investment Rate of Return	7.375%
Inflation	2.25%
Projected Salary Increases	2.25% plus service-based merit increases
Cost of Living Adjustments	0.0%
Date of Experience Study	July 1, 2015 – June 30, 2019

NOTE 7 – CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

B. Defined Benefit Plan, continued

Mortality rates were based on the sex-distinct Pri-2012 head-count weighted Mortality Tables. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 30, 2020, are summarized in the following table:

Asset Class	Target Allocation	Expected Real Rate of Return
Domestic Equity	45%	6.55%
International Equity	20%	7.30%
Global Fixed Income	5%	0.50%
Real Estate	10%	3.65%
Domestic Fixed Income	20%	0.40%

Discount Rate

The discount rate used to determine the total pension liability was 7.375%. The discount rate is determined though a blend of using a building-blocks approach based on 20 year benchmarks (25%) and 30 year benchmarks (25%), as well as the forward looking capital market assumptions for a moderate asset allocation (50%) as determined by UBS. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The numbers shown in Exhibit 1 are based on a September 30, 2021 measurement date which would make them applicable to the fiscal year beginning September 1, 2021 and ending August 31, 2022.

NOTE 7 – CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

C. Defined Benefit Plan, continued

Exhibit 1 – Net Pension Liability

A. Changes in the Net Pension Liability

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at September 30, 2020*	$ 4,788,951	$ 4,163,931	$ 625,020
Charges for the year:			
Service Cost	48,896	-	48,896
Interest	344,382	-	344,382
Differences between expected and actual experience	(87,264)	-	(87,264)
Contributions-employer	-	85,456	(85,456)
Contributions-employee	-	-	-
Net investment income	-	996,634	(996,634)
Benefit payments, including refunds of employee contributions	(336,523)	(336,523)	-
Administrative expense	-	(17,231)	17,231
Other	-	-	-
Net changes	(30,509)	728,336	(758,845)
Balances at September 30, 2021**	$ 4,758,442	$ 4,892,267	$ (133,825)

B. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

1% Decrease 6.375%	Current 7.375%	1% Increase 8.375%
$ 337,032	$ (133,825)	$ (536,859)

* Entry age normal liabilities calculated using ages and service amounts as of January 1, 2021 are used to measure TPL as of September 30, 2020. The balances as of September 30, 2020 constitute measurements of the NPL for the fiscal year ending August 31, 2021.

** Entry age normal liabilities calculated using ages and service amounts as of January 1, 2022 are used to measure TPL as of September 30, 2021. The balances as of September 30, 2021 constitute measurements of the NPL for the fiscal year ending August 31, 2022.

NOTE 7 – CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

B. Defined Benefit Plan, continued

The numbers shown in Exhibit 2 are based on a September 30, 2021 measurement date which would make them applicable to the fiscal year beginning September 1, 2021 and ending August 31, 2022.

Exhibit 2 – Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

Total expenses	$	(5,324)

B. Deferred outflows/inflows of resources related to pensions

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 103,634	$ (75,154)
Changes in assumptions	46,358	-
Net difference between projected and actual earnings on pension plan investments	-	(556,734)
Employer contributions October 1, 2021 thru August 31, 2022	128,407	-
Total	$ 278,399	$ (631,888)

NOTE 7 - CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

B. Defined Benefit Plan, continued

Exhibit 2- Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions, continued

C. Projected Recognition of Deferred Outflows/Inflows of Resources Related to Pensions

	Year Established	Outstanding Balance at September 1, 2021	Amount Recognized During FYE August 31, 2022	Outstanding Balance August 31, 2022
Fiscal Year Outflows:				
Demographic	2019	17,362	17,362	-
Investment	2020	110,238	36,746	73,492
Assumption Change	2020	92,716	46,358	46,358
Demographic	2021	155,451	51,817	103,634
Total Outflows		375,767	152,283	223,484
Fiscal Year Inflows:				
Investment	2018	(49,054)	(49,054)	-
Investment	2019	(37,068)	(18,534)	(18,534)
Demographic	2020	(33,956)	(16,978)	(16,978)
Investment	2021	(69,520)	(17,380)	(52,140)
Demographic	2022	(87,264)	(29,088)	(58,176)
Investment	2022	(699,438)	(139,886)	(559,552)
Total Inflows		(976,300)	(270,920)	(705,380)
Total		$ (600,533)	$ (118,637)	$ (481,896)

Deferred Outflows/(Inflows) Recognized in Future Years

	2023	2024	2025	2026	2027	2028 and Thereafter
Fiscal Year Outflows:						
Demographic	$ 51,817	$ 51,817	$ -	$ -	$ -	$ -
Investment	36,746	36,746	-	-	-	-
Assumption Change	46,358	-	-	-	-	-
Total Outflows	134,921	88,563	-	-	-	-
Fiscal Year Inflows:						
Demographic	(46,066)	(29,088)	-	-	-	-
Investment	(175,802)	(157,268)	(157,268)	(139,888)	-	-
Total Inflows	(221,868)	(186,356)	(157,268)	(139,888)	-	-
Total	$ (86,947)	$ (97,793)	$ (157,268)	$ (139,888)	$ -	$ -

NOTE 7 – CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

B. Defined Benefit Plan, continued

Participant Data

As of January 1, 2022, the date of the latest actuarial valuation study, employee membership data related to the current plan membership was as follows.

- Retirees and beneficiaries currently receiving benefits	43
- Terminated employees entitled to benefits but not yet receiving them	16
- Current active employees	50
Total membership in the plan	109

Funding Policy

The city's policy is to contribute the actuarily determined amount as recommended by GMEBS. The city makes all contributions to the plan. The city is required to contribute at an actuarially determined rate; the current rate is 7.18% of annual covered payroll. The contribution requirements of plan members and the city are established and may be amended by the GMEBS Board of Trustees. Plan participants do not contribute to the plan.

Annual Pension Cost

For the year ended August 31, 2022, the city's annual pension cost was $127,306 for the plan. Recommended contributions of $113,279 and $127,306, were determined as part of the January 1, 2022 and January 1, 2021 actuarial valuations, respectively, using the projected unit credit actuarial cost method.

COMPONENT UNIT

- None -

NOTE 8 - CHANGES IN RESTRICTIONS IN FUND BALANCE

PRIMARY GOVERNMENT

The changes in amounts reported as restricted fund balances are as follows:

Fund	Purpose	Balance 8/31/2021	Increase (Decrease)	Balance 8/31/2022
Capital Projects Fund: 2017-2022 Special Purpose Sales Tax	Restricted for Special Sales Tax Purposes	454,993	62,098	517,091
2019 Dawson TSPLOST	Restricted for Transportation Related Improvements	612,096	46,800	658,896
Totals		$ 1,067,089	$ 108,898	$ 1,175,987

COMPONENT UNIT

- NONE -

NOTE 9 – BUDGETARY DATA

1. Prior to August 1, the City Council Budget Committee submits to the Council a proposed operating budget for the fiscal year commencing the following September 1. The operating budget includes proposed expenditures and the means of financing them.
2. The Council holds a public hearing on the budget prior to enactment and publishes a notice of the hearing at least ten days prior to the hearing.
3. The budget is then revised and adopted by the Council at the regular meeting in June.
4. The budget so adopted may be revised during the year only by formal action of the Council in a regular meeting.
5. The City of Dawson has adopted formal budgetary integration. The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Budgeted amounts for the General Fund, Special Revenue Funds, and Debt Service Funds are presented in the accompanying combined financial statements as originally adopted, or as amended by the Council. There were no amendments to the budget for the fiscal year ending August 31, 2022.

NOTE 10 – BUDGETARY CONTROL

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class as follows: personal services, other services and charges, supplies, capital outlay, transfers, and debt service. The legal level of control is by department. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to final review by the City Council. Within these control levels, management may transfer appropriations without council approval.

NOTE 11 – ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting – under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is not utilized by the City. Encumbrance accounting is normally an extension of formal budgetary integration. The City has not reserved any fund balances for encumbrances of financial resources.

NOTE 12 – CAPITALIZED INTEREST

Interest expenditures incurred during construction of assets are capitalized as part of the asset cost.

NOTE 13 – MATERIAL VIOLATIONS OF LEGAL AND CONTRACTUAL PROVISIONS

The City is in compliance with all finance related legal and contractual provisions.

NOTE 14 – DEFICIT FUND BALANCES

The public utilities fund had a deficit fund balance of $55,338 at August 31, 2022.

NOTE 15 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The City of Dawson, Georgia incurred expenditures which exceeded appropriations in the following departments in violation of O.C.G.A. 36-81-3 during fiscal year 2022:

General Government:	$ 94,804
Police Department:	$139,438
Fire Department:	$156,782
Streets and Sanitation:	$ 11,048

NOTE 16 – GRANTS RECEIVABLE

At August 31, 2022, the City of Dawson, Georgia did not have any grants receivable.

NOTE 17 – LITIGATION

In the opinion of the City attorney, there are no legal actions pending which would have a material effect on the City's financial condition.

NOTE 18 – CONTINGENCIES

The City of Dawson, Georgia did not expend the required amount of any qualifying grants from the Federal Government during the fiscal year ended August 31, 2022. Therefore, the City is not required to comply with the Single Audit Act Amendments of 1996.

NOTE 19 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

Pursuant to provisions of the Official Code of Georgia Annotated, the City of Dawson, Georgia became a member of the Georgia Interlocal Risk Management Agency. The agency establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of government. The agency is to defend and protect in accordance with the member government contract and related coverage descriptions any member of the agency against liability or loss.

The City of Dawson, Georgia must participate at all times in at least one fund which is established by the agency. Other responsibilities of the City are as follows:

(a) To pay all contributions, assessments or other sums due the agency at such times and in such amounts as shall be established by the agency.
(b) To select a person to serve as a member representative.
(c) To allow the agency and its agents reasonable access to all facilities of the City and all records, including but not limited to financial records, which relate to the purposes of the agency.
(d) To allow attorneys appointed by the agency to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the fund established by the agency.
(e) To assist and cooperate in the defense and settlement of claims against the City.
(f) To furnish full cooperation to the agency's attorneys, claims adjusters, service company, and any agent, employee, officer or independent contractor of the agency relating to the purposes of the agency.

NOTE 19 – RISK MANAGEMENT, continued

(g) To follow all loss reduction and prevention procedures established by the agency.
(h) To furnish to the agency such budget, operating and underwriting information as may be requested
(i) To report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the agency or any fund established by the agency being required to pay claim for loss or injuries to City property or injuries to persons or property when such loss or injury is within the scope of the protection of a fund or funds in which the City participates.

The City of Dawson, Georgia retains the first $1,000 or $2,500, (depending on risk of loss) of each risk of loss in the form of a deductible. The City files all claims with the agency and agency bills the City for any loss up to the deductible.

The City is also exposed to risks of loss related to injuries to employees (or worker's compensation claims). The City maintains commercial insurance coverage covering this risk of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 20 – HOTEL/MOTEL TAX

The City of Dawson levies and collects a hotel/motel tax in accordance with the provisions of OCGA 48-13-51. The proceeds from this tax are to be expended for the purpose of promoting tourism, conventions , and trade shows. A schedule pertaining to the expenditures of this tax is as follows:

Hotel/Motel Tax Collected FYE 8/31/22	$ 26,712
Amount of Tax Expended in Accordance with The Provisions of OCGA 48-13-51	26,712
Percentage of Tax Expended in Accordance With the Provisions of OCGA 48-13-51	100%

NOTE 21 – REFUNDABLE ADVANCES

As of August 31, 2022, the City has refundable advances as follows:

American Rescue Plan Funds	$ 1,365,488

Provided The City of Dawson, Georgia meets certain restrictions and time constraints associated with these funds, there will be no obligation to repay any amount to the providers of these funds.

NOTE 22 – SUBSEQUENT EVENTS

The City of Dawson, Georgia has evaluated subsequent events through August 30, 2023, which is the date the financial statements are available to be issued.

NOTE 23 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The City of Dawson, Georgia maintains two enterprise funds which provide water, sewerage, sanitation, and natural gas services. These funds are intended to be self-supporting through user fees charged for services to the public. Financial segment information as of and for the year ended August 31, 2022, is as follows:

	Public Utilities Fund	Natural Gas Fund	Totals
Operating Revenues	$ 2,472,031	$ 2,634,549	$ 5,106,580
Depreciation	82,827	18,976	101,803
Operating Income/(Loss)	501,477	69,890	571,367
Transfers In/(Out)	(802,940)	(183,333)	(986,273)
Net Income/(Loss)	(301,148)	(110,380)	(411,528)
Property, Plant and Equipment:			
Additions	-	-	-
Deletions	-	-	-
Net Working Capital	(1,062,950)	1,151,909	88,959
Total Assets	1,400,673	1,876,766	3,277,439
Notes Payable	-	-	-
Current Capital Contributions	-	-	-
Total Equity/(Deficit)	(55,338)	1,465,111	1,409,773

REQUIRED SUPPLEMENTARY INFORMATION - PENSION PLAN

CITY OF DAWSON, GEORGIA
DEFINED BENEFIT PENSION TRUSTS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS FOR THE LAST 10 FISCAL YEARS
AUGUST 31, 2022

	Fiscal Year End							
	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability								
Service Cost	$ 48,896	$ 42,508	$ 31,275	$ 31,537	$ 38,611	$ 38,360	$ 35,620	$ 33,185
Interest	344,382	325,911	315,979	300,643	294,294	291,996	266,602	265,083
Differences between expected and actual experience	(87,264)	207,269	(67,913)	69,449	(54,855)	(148,694)	174,071	(52,820)
Changes of assumptions	-	-	185,433	-	69,080	-	-	(78,766)
Changes of benefit terms	-	-	-	-	-	-	-	-
Benefit payments, inlcuding refunds of employee contributions	(336,523)	(326,710)	(213,148)	(180,630)	(154,258)	(149,744)	(147,528)	(146,640)
Net change in total pension liability	(30,509)	248,978	251,626	220,999	192,872	31,918	328,765	20,042
Total pension liability-beginning	4,788,951	4,539,973	4,288,347	4,067,348	3,874,476	3,842,558	3,513,793	3,493,751
Total pension liability-ending (a)	$ 4,758,442	$ 4,788,951	$ 4,539,973	$ 4,288,347	$ 4,067,348	$ 3,874,476	$ 3,842,558	$ 3,513,793
Plan Fiduciary Net Position								
Contributions-employer	$ 85,456	$ 84,381	$ 76,913	$ 85,795	$ 95,743	$ 83,822	$ 92,782	$ 119,722
Contributions-employee	-	-	-	-	-	-	-	-
Net investment income	996,634	375,760	116,586	374,687	504,773	344,550	37,832	325,101
Benefit payments, including refunds of employee contributions	(336,523)	(326,710)	(213,148)	(180,630)	(154,258)	(149,744)	(147,528)	(146,640)
Administrative expenses	(17,231)	(14,876)	(14,662)	(15,653)	(16,860)	(9,295)	(10,944)	(8,742)
Other	-	-	-	-	-	-	-	-
Net change in fiduciary net position	728,336	118,555	(34,311)	264,199	429,398	269,333	(27,858)	289,441
Plan fiduciary net position-beginning	4,163,931	4,045,376	4,079,687	3,815,488	3,386,090	3,116,757	3,144,615	2,855,124
Plan fiduciary net position-ending (b)	$ 4,892,267	$ 4,163,931	$ 4,045,376	$ 4,079,687	$ 3,815,488	$ 3,386,090	$ 3,116,757	$ 3,144,565
Net pension liability (a) - (b)	$ (133,825)	$ 625,020	$ 494,597	$ 208,660	$ 251,860	$ 488,386	$ 725,801	$ 369,228
Plan's fiduciary net position as a percentage of the total pension liability	102.81%	86.95%	89.11%	95.13%	93.81%	87.39%	81.11%	89.49%
Covered employee payroll	1,554,799	1,950,829	1,654,854	1,557,649	1,567,803	1,775,155	1,778,860	1,509,839
Net pension liability as a percentage of covered employee payroll	-8.61%	32.04%	29.89%	13.40%	16.06%	27.51%	40.80%	24.45%

Note: Historical information prior to the implementation of GASB 67/68 is not required.
Thus, figures for fiscal years ending August 31, 2014 and 2013 are not presented.

CITY OF DAWSON, GEORGIA
DEFINED BENEFIT PENSION TRUSTS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS FOR THE LAST 10 FISCALYEARS
AUGUST 31, 2022

	Fiscal Year End							
	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contributions	*	85,456	84,381	83,905	85,967	96,632	82,657	93,702
Contributions in relation to the actuarially determined contribution	*	85,456 (1)	84,381	91,069	78,803	96,632	82,657	93,702
Contribution deficiency (excess)	*	-	-	(7,164)	7,164	-	-	-
Covered employee payroll	*	1,950,829 (2)	1,654,854	1,557,649	1,567,803	1,775,155	1,778,860	1,509,839
Contributions as a percentage of covered employee payroll	*	4.38%	5.10%	5.85%	5.03%	5.44%	4.65%	6.21%

* 2022 information will be determined after fiscal year end and will be included in the 2023 valuation report

(1) Contributions are recorded based on date of receipt into the GMEBS trust. Minor timing issues in receipt of monthly payments are not indicative of non-compliance with GMEBS funding policy. A plan is in compliance with the GMEBS funding policy if it pays either the dollar amount or the percentage of employee-covered payroll of the actuarially determined contributions.

(2) 2021 covered payroll is based on data collected as of September 30, 2020 for the 2021 actuarial valuation.

Note: Historical information prior to implementation of GASB 67/68 is not required.
Thus, figures for fiscal years ending August 31, 2014 and 2013 are not presented.

CITY OF DAWSON, GEORGIA
DEFINED BENEFIT PENSION TRUSTS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2022

Notes to Schedule of Contributions

Valuation Date	The actuarially determined contribution rate was determined as of January 1, 2022, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending August 31, 2023.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	Remaining amortization period varies for the bases, with a net effective amortization period of 17 years
Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at year end. The actuarial value is adjusted, if necessary, to be within 20% of market value.

Actuarial Assumptions:

Net Investment Rate of Return	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost of Living Adjustments	N/A
Retirement Age:	
Employees	55-72
Inactive vested participants	65
Mortality:	
Healthy	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25
Disabled	Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25
Plan termination basis (all lives)	1994 Group Annuity Reserving Unisex Table
Acitve participants, terminated vested participants, and deferred beneficiaries	Sex-distinct Pri-2012 head-count weighted Employee Mortality Table

The mortality tables (other than the one used for the plan termination basis) are projected generationally from 2012 to future years using 60% of the sex-distinct improvement rates under the 2019 OASDI Trustees Report for the intermediate alternative.

Notes to Schedule of Contributions, continued

Changes of assumptions:

Amounts reported for the fiscal year ending in 2020 and later reflect the following assumption changes based on an actuarial experience study conducted in November and December of 2019:

The mortality table for healthy retirees and beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The mortality table for disabled participants was changed from the sex-distinct RP-2000 Disabled Retiree Mortality Table to the sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25.

The mortality table for active participants, terminated vested participants, and deferred beneficiaries was changed from the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward two years in age for males and one year for females to the sex-distinct Pri-2012 head-count weighted Employee Mortality Table.

Future mortality improvement is based on projecting generationally from 2012 using 60% of the sex-distinct rates under the 2019 OASDI Trustees Report used for the intermediate alternative. Previously future mortality improvements were not explicitly projected.

The prior retirement assumption was based on the Plan's normal retirement eligibility. If normal retirement eligibility was only available on or after age 65, the prior assumption was 60% at ages 65 to 69 and 100% at age 70 and older. If normal retirement eligibility was available prior to age 65, the rates were 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70 and older as long as a participant was at least eligible for early retirement.

The new assumption relates to when a given participant is eligible for normal retirement (either regular normal retirement or alternative normal retirement). Retirement rates do not apply if a participant is not eligible for either early or normal retirement. The retirement rates where normal retirement is available on or after age 65 are 5% at ages 55 to 59, 7% at ages 60 and 61, 20% at age 62, 10% at ages 63 and 64, 35% at age 65, 25% at ages 66 to 71, and 100% at ages 72 and older.

Where normal retirement is available to a given participant at age 62, 63, or 64, the new retirement rates are 3% when first eligible for early retirement through age 60, 10% at ages 61 to 64, 35% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 30%.

Where normal retirement is available at age 60 or 61, the new retirement rates are 3% when first eligible for early retirement through age 59, 10% at ages 60 to 64, 35% at age 65, 25% at ages 66-71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 20%.

Where normal retirement is available prior to age 60, the new retirement rates are 3% when first eligible for early retirement through the year prior to normal retirement eligibility, 10% from normal retirement eligibility through age 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at age 65, 25% at ages 66 to 71 and 100% at ages 72 and older. In addition, in the first year a participant is eligible for normal retirement, the rate is increased by 10%.

Notes to Schedule of Contributions, continued

Changes of assumptions (continued):

The turnover rates were changed from the greater of age-based rates and select rates for the first five years of service followed by age-based rates thereafter to service-based rates only.

The disability rates were changed to 50% of the rates in the prior age-based table.

The inflation assumption was decreased from 2.75% to 2.25%.

The salary increase assumption was changed from a service-based salary scale starting at 8.25% for the first two years of service with an ultimate rate of 3.25% at ten years of service to a service-based scale starting at 8.50% for the first two years of service with an ultimate rate of 3.00% at 15 years of service.

The investment return assumption was decreased from 7.50% to 7.375%.

Benefit changes:

There were no changes in benefit provisions in the last two fiscal years.

NONMAJOR GOVERNMENTAL FUNDS

CITY OF DAWSON, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2022

	Special Revenue Funds		Total Nonmajor Governmental Funds
	Hotel/Motel Tax	Confiscated Cash	
ASSETS			
Cash	$ -	$ 10,424	$ 10,424
Special Purpose Sales Tax Receivable	-	-	-
Total Assets	$ -	$ 10,424	$ 10,424
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ -	$ -	$ -
Fund Balances:			
Restricted for Special Purpose Sales Tax Projects	-	-	-
Unassigned	-	10,424	10,424
Total Fund Balances	-	10,424	10,424
Total Liabilities and Fund Balances	$ -	$ 10,424	$ 10,424

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2022

	Special Revenue Funds		
	Hotel/Motel Tax	Confiscated Cash	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ 26,712	$ -	$ 26,712
Intergovernmental	-	-	-
Interest Income	-	-	-
Fines and Forfeitures	-	-	-
Total Revenues	26,712	-	26,712
EXPENDITURES			
General Government	-	-	-
Public Safety	-	2,500	2,500
Streets and Sanitation	-	-	-
Gas System	-	-	-
Debt Service	-	-	-
Total Expenditures	-	2,500	2,500
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	26,712	(2,500)	24,212
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfes Out	(26,712)	-	(26,712)
Net Other Financing Sources (Uses)	(26,712)	-	(26,712)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	(2,500)	(2,500)
FUND BALANCE - BEGINNING	-	12,924	12,924
FUND BALANCE - ENDING	$ -	$ 10,424	$ 10,424

The accompanying notes are an integral part of these financial statement

GENERAL FUND

This fund is used to account for governmental operations for resources requiring separate accountability by law or provisions of grants.

CITY OF DAWSON, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET

	August 31, 2022	August 31, 2021
ASSETS		
Cash:		
Petty Cash	$ 460	$ 200
Operating Accounts	1,443,164	645,491
Property Tax Operating & Escrow Account	36,257	36,723
Payroll and Social Security & Withholding Accounts	14,577	14,577
Total Cash	1,494,458	696,991
Investments	191,783	190,545
Taxes Receivable:		
Uncollected Property Tax	43,191	100,597
Motor Vehicle/Mobile Home Tax	9,158	4,880
Local Option Sales Tax	33,903	25,156
Beer and Liqour Tax	10,559	10,445
Other	1,703	2,028
Total Taxes Receivable	98,514	143,106
Other Accounts Receivable	30	30
Due from Public Utilities Fund	455,583	439,798
Total Assets	$ 2,240,368	$ 1,470,470
LIABILITIES, DEFERRED INFLOWS RESOURCES AND FUND EQUITY		
LIABILITIES		
Current Liabilties:		
Accounts Payable	$ 79,173	$ 76,443
Refundable Advances	1,365,488	770,400
Total Current Liabilities	1,444,661	846,843
Employee Withholdings Payable:		
Employee Savings Payable	10,731	19,389
Payroll Taxes Withheld and Accrued	11,357	8,660
Total Employee Withholdings Payable	22,088	28,049
Due to Other Funds:		
Due to Natural Gas Fund	61,619	36,729
Total Due to Other Funds	61,619	36,729
Property Tax Escrow	28,496	28,496
Total Liabilities	1,556,864	940,117
DEFERRED INFLOWS OF RESOURCES		
Property Taxes Uncollected	33,928	92,035
FUND EQUITY		
Unassigned	649,576	438,318
Total Liabilities, Deferred Inflows of Resources and Fund Equity	$ 2,240,368	$ 1,470,470

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE- BUDGET TO ACTUAL

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
REVENUES				
Taxes	$ 1,874,592	$ 1,867,323	$ (7,269)	$ 2,032,252
Licenses and Permits	152,864	110,719	(42,145)	130,864
Fines and Forfeitures	110,702	128,059	17,357	128,579
Government	61,248	290,384	229,136	85,191
Miscellaneous	92,932	10,273	(82,659)	27,117
Total Revenues	2,292,338	2,406,758	114,420	2,404,003
EXPENDITURES				
General Government	409,240	504,044	(94,804)	623,198
Public Safety	1,960,920	2,257,140	(296,220)	2,129,318
Streets and Sanitation	375,998	387,046	(11,048)	301,491
Code Enforcement	104,232	59,011	45,221	301,491
Culture and Recreation	2,500	1,244	1,256	1,066
Total Expenditures	2,852,890	3,208,485	(355,595)	3,055,073
Excess (Deficiency) of Revenues Over Expenditures	(560,552)	(801,727)	(241,175)	(651,070)
OTHER FINANCING SOURCES (USES)				
Proceeds from Long-Term Financing	-	-	-	-
Transfer In from Hotel/Motel Tax Special Revenue Fund	19,711	26,712	7,001	20,142
Transfer In (Out) from Public Utilities Fund	500,000	802,940	302,940	543,066
Transfer In from Natural Gas Fund	-	183,333	183,333	199,999
Net Other Financing Sources (Uses)	519,711	1,012,985	493,274	763,207
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	(40,841)	211,258	252,099	112,137
FUND BALANCE - BEGINNING	-	438,318	(438,318)	326,181
FUND BALANCE - ENDING	$ (40,841)	$ 649,576	$ (186,219)	$ 438,318

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
TAXES				
1% Local Option Sales Tax	$ 340,000	$ 371,607	$ 31,607	$ 337,096
Property Taxes	647,400	606,302	(41,098)	668,590
Motor Vehicle Tax	119,843	118,207	(1,636)	125,015
Mobile Home Tax	20	4,846	4,826	53
Real Estate Transfer Tax	2,240	5,628	3,388	5,708
Beer Tax	83,600	81,133	(2,467)	83,584
Liquor and Wine Tax	29,400	27,789	(1,611)	28,902
Insurance Premium Tax	325,000	383,104	58,104	370,678
Public Utility Franchise	312,313	254,706	(57,607)	400,198
Intangible Recording Tax	14,776	14,001	(775)	12,428
Total Taxes	1,874,592	1,867,323	(7,269)	2,032,252
LICENSES AND PERMITS				
Business Licenses	132,228	88,584	(43,644)	109,684
Building Permits	20,636	22,135	1,499	21,180
Total Licenses and Permits	152,864	110,719	(42,145)	130,864
FINES AND FORFEITURES				
Fines and Forfeitures	110,702	128,059	17,357	128,579
GOVERNMENT				
COVID 19 Relief Fund	-	175,311	175,311	-
1st Responders Grant	-	53,825	53,825	-
LMIG Grant	61,248	61,248	-	85,191
Total Government	61,248	290,384	229,136	85,191
MISCELLANEOUS				
Interest Income	313	1,854	1,541	4,518
Sale of Cemetery Lots	40,000	6,996	(33,004)	20,481
Rent Income	39,001	1	(39,000)	1
Qualifying Fees	700	1,080	380	540
Police Copies and Accident Reports	165	252	87	62
Other	12,753	90	(12,663)	1,515
Total Miscellaneous	92,932	10,273	(82,659)	27,117
GRAND TOTAL REVENUES	$ 2,292,338	$ 2,406,758	$ 114,420	$ 2,404,003

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
GENERAL GOVERNMENT				
Administrative:				
Salaries and Wages	$ 160,000	$ 215,048	$ (55,048)	$ 198,195
Temporary Hire	-	-	-	-
FICA Taxes	12,240	16,355	(4,115)	15,069
Retirement	11,350	17,010	(5,660)	11,493
Employee Insurance	78,000	68,215	9,785	72,015
Worker's Compensation	1,000	1,503	(503)	2,499
Other Insurance and Bonds	25,000	20,426	4,574	22,749
Equipment/Vehicle Maintenance	2,500	14,049	(11,549)	14,522
Fuel and Maintenance	-	-	-	1,905
Office Supplies	2,500	4,110	(1,610)	23,690
Election Expenditures	7,500	6,323	1,177	7,839
Hardware, Tools, and Supplies	-	3,314	(3,314)	10,137
Rentals and Leases	10,000	30,359	(20,359)	14,982
Audit	6,250	5,875	375	7,500
Legal Fees	30,000	21,701	8,299	26,924
Animal Control	12,000	21,544	(9,544)	11,860
Advertising	2,000	6,876	(4,876)	7,794
Utilities	30,000	19,003	10,997	29,211
Travel and Training	3,000	834	2,166	5,465
Chamber of Commerce	8,300	12,147	(3,847)	8,863
Dues	4,000	7,606	(3,606)	6,006
Better Hometown Task Force	-	1,250	(1,250)	5,000
Downtown Development Authority	2,500	750	1,750	2,250
Miscellaneous	1,100	9,746	(8,646)	17,805
Total General Government	$ 409,240	$ 504,044	$ (94,804)	$ 512,064

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
PUBLIC SAFETY				
Police Department:				
Salaries and Wages	$ 700,000	$ 717,809	$ (17,809)	$ 681,285
FICA Taxes	52,920	53,704	(784)	50,857
Retirement	26,000	31,689	(5,689)	26,173
Employee Insurance	100,000	95,773	4,227	121,542
Worker's Compensation	26,000	14,981	11,019	26,198
Other Insurance	80,000	83,469	(3,469)	82,731
Equipment/Vehicle Maintenance	30,000	88,753	(58,753)	40,968
Fuel and Lubricants	15,000	24,424	(9,424)	24,150
Radio Maintenance	2,500	4,493	(1,993)	3,139
General Supplies	6,500	13,755	(7,255)	17,905
Office Supplies	3,000	6,444	(3,444)	4,264
Uniforms	8,500	10,074	(1,574)	9,488
Rentals and Leases	10,000	15,464	(5,464)	13,921
Crime Prevention	1,000	-	1,000	7,560
Criminal Justice (Local)	6,500	8,944	(2,444)	-
Peace Officers' Annuity & Benefit Fund	6,600	5,255	1,345	9,837
Closed Court Case Fees	10,000	10,243	(243)	11,654
Utilities	20,000	28,781	(8,781)	25,323
Training	3,000	7,130	(4,130)	6,619
Travel	500	470	30	504
Prisoner Board	-	11,963	(11,963)	5,062
Prisoner Expenditures	500	150	350	10,498
1st Responder Grant Payout	-	12,918	(12,918)	-
Miscellaneous	7,200	8,472	(1,272)	2,893
Total Police Department	1,115,720	1,255,158	(139,438)	1,182,571
Fire Department:				
Salaries and Wages	561,000	699,159	(138,159)	625,762
FICA Taxes	40,000	52,661	(12,661)	47,557
Retirement	19,000	26,232	(7,232)	20,716
Employee Insurance	115,000	96,474	18,526	104,367
Worker's Compensation	26,000	14,891	11,109	25,576
Other Insurance	25,000	23,820	1,180	24,692
Equipment/Vehicle Maintenance	30,000	45,184	(15,184)	50,505
Fuel and Lubricants	4,000	12,438	(8,438)	7,866
Radio Maintenance	1,000	810	190	1,157
General Supplies	5,000	2,473	2,527	9,719
Office Supplies	800	759	41	1,033
Uniforms	4,500	2,499	2,001	4,106
Rentals and Leases	2,000	2,435	(435)	2,512
Utilities	11,200	6,731	4,469	12,146
Credit Card Fees	-	-	-	-
Training and Travel	500	720	(220)	275
1st Responder Grant Payout	-	13,995	(13,995)	-
Miscellaneous	200	701	(501)	8,758
Total Fire Department	845,200	1,001,982	(156,782)	946,747
Total Public Safety	$ 1,960,920	$ 2,257,140	$ (296,220)	$ 2,129,318

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
STREETS AND SANITATION				
Public Works:				
Salaries and Wages	$ 75,000	$ 90,792	$ (15,792)	$ 66,268
FICA Taxes	5,700	6,852	(1,152)	5,004
Retirement	5,500	10,992	(5,492)	5,475
Employee Insurance	50,000	34,727	15,273	35,387
Worker's Compensation	10,000	5,029	4,971	9,432
Other Insurance	24,000	20,172	3,828	21,291
Equipment/Vehicle Maintenance	20,000	26,668	(6,668)	23,186
Fuel and Lubricants	4,000	21,674	(17,674)	6,728
Radio Maintenance	550	959	(409)	503
Chemicals	8,000	2,974	5,026	785
Hardware, Tools and Supplies	10,000	19,137	(9,137)	11,910
Uniforms	5,000	5,384	(384)	6,533
Yardwaste	96,000	126,024	(30,024)	6,533
Rentals and Leases	-	11,954	(11,954)	-
Dues	-	1,293	(1,293)	-
Utilities	-	2,369	(2,369)	-
Road Resurfacing	61,248	-	61,248	204,508
Miscellaneous	1,000	46	954	3,756
Total Streets and Sanitation	375,998	387,046	(11,048)	412,626
CODE ENFORCEMENT				
Public Works:				
Salaries and Wages	42,000	-	42,000	-
FICA Taxes	3,132	5,513	(2,381)	-
Retirement	500	-	500	-
Employee Insurance	9,750	1,717	8,033	-
Fuel and Lubricants	750	2,044	(1,294)	-
Other Insurance	4,300	-	4,300	-
Equipment/Vehicle Maintenance	2,500	1,571	929	-
Vehicle Purchase	-	26,550	(26,550)	-
Utilities	500	543	(43)	-
Legal Fees	6,000	2,999	3,001	-
Advertising	2,500	40	2,460	-
Training	1,500	1,237	263	-
Postage & Office Supplies	500	28	472	-
Uniforms	200	-	200	-
Blight	30,000	16,635	13,365	-
Miscellaneous	100	134	(34)	-
Total Code Enforcement	104,232	59,011	45,221	-

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended August 31,			
	2022		Variance Favorable	2021
	Budget	Actual	(Unfavorable)	Actual
CULTURE AND RECREATION				
Christmas Decorations	-	1,244	(1,244)	151
Fireworks	2,500	-	2,500	1,066
Total Culture and Recreation	2,500	1,244	1,256	1,066
DEBT SERVICE				
Principal Retirement	-	-	-	-
Interest	-	-	-	-
Total Debt Service	-	-	-	-
GRAND TOTAL EXPENDITURES	$ 2,852,890	$ 3,208,485	$ (355,595)	$ 3,055,074

The accompanying notes are an integral part of these financial statements

SPECIAL REVENUE FUNDS

These funds are used to report governmental operations where statutory, regulatory or grant requirement provisions require separate accountability.

CITY OF DAWSON, GEORGIA
SPECIAL REVENUE FUND
COMBINING BALANCE SHEET - AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR AUGUST 31, 2021

	Hotel/ Motel Tax	Confiscated Cash	Totals 2022	Totals 2021
ASSETS				
Cash in Bank	$ -	$ 10,424	$ 10,424	$ 12,924
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts Payable	$ -	$ -	$ -	$ -
Fund Balance:				
Unassigned	-	10,424	10,424	12,924
Total Liabilities and Fund Balances	$ -	$ 10,424	$ 10,424	$ 12,924

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
FISCAL YEAR ENDED AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED AUGUST 31, 2021

	Hotel/ Motel Tax	Confiscated Cash	Totals 2022	Totals 2021
REVENUES				
Taxes	$ 26,712	$ -	$ 26,712	$ 20,142
Fines and Forfeitures	-	-	-	8,981
Total Revenues	26,712	-	26,712	29,123
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	2,500	2,500	13,081
Streets and Sanitation	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	-	2,500	2,500	13,081
Excess (Deficiency) of Revenues Over Expenditures	26,712	(2,500)	24,212	16,042
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(26,712)	-	(26,712)	(20,142)
Net Other Financing Sources (Uses)	(26,712)	-	(26,712)	(20,142)
Excess(Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing (Uses)	-	(2,500)	(2,500)	(4,100)
FUND BALANCE - BEGINNING	-	12,924	12,924	17,024
FUND BALANCE - ENDING	$ -	$ 10,424	$ 10,424	$ 12,924

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
AUGUST 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash in Bank	$ -	$ -
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ -	$ -
Fund Balance:		
Restricted for Hotel/Motel Tax Purposes	-	-
Total Liabilities and Fund Balances	$ -	$ -

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED AUGUST 31, 2021

	2022	2021
REVENUES		
Taxes:		
Hotel/Motel Occupancy Tax	$ 26,712	$ 20,142
EXPENDITURES		
General Government:		
Miscellaneous	-	-
Excess (Deficiency) of Revenues Over Expenditures	26,712	20,142
OTHER FINANCING SOURCES (USES)		
Transfer to General Fund	(26,712)	(20,142)
Excess(Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing (Uses)	-	-
FUND BALANCE - BEGINNING	-	-
FUND BALANCE - ENDING	$ -	$ -

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
CONFISCATED CASH SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
AUGUST 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash in Bank	$ 10,424	$ 12,924
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ -	$ -
Fund Balance:		
Unassigned	10,424	12,924
Total Liabilities and Fund Balances	$ 10,424	$ 12,924

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
CONFISCATED CASH SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED AUGUST 31, 2021

	2022	2021
REVENUES		
Fines and Forfeitures	$ -	$ 8,981
EXPENDITURES		
Public Safety (Police Department):		
Supplies	-	1,227
Training	2,500	1,708
Capital Outlay:		
Radio Equipment	-	10,146
Bullet Proof Vests	-	-
Total Expenditures	2,500	13,081
Excess (Deficiency) of Revenues Over Expenditures	(2,500)	(4,100)
FUND BALANCE - BEGINNING	12,924	17,024
FUND BALANCE - ENDING	$ 10,424	$ 12,924

The accompanying notes are an integral part of these financial statements

PROPRIETARY FUND TYPES
ENTERPRISE FUNDS

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for captial maintenance, public policy, management control, accountability or other purposes.

CITY OF DAWSON, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION - AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR AUGUST 31, 2021

	Public Utilities Fund	Natural Gas Fund	Totals 2022	Totals 2021
ASSETS				
CURRENT ASSETS				
Cash on Hand and Operating Accounts	$ 87,461	$ 111,995	$ 199,456	$ 396,080
Investment	-	257,245	257,245	254,319
Accounts Receivable	88,892	360,004	448,896	390,328
Interest Receivable	-	2,419	2,419	2,419
Prepaid Insurance	10,762	5,045	15,807	17,019
Due from General Fund	-	61,619	61,619	36,729
Due from Public Utilities Fund	-	690,951	690,951	685,785
Restricted Assets:			-	-
Customer Deposits Cash	154,020	74,286	228,306	202,665
Sinking Fund Cash	51,926	-	51,926	42,374
Total Current Assets	393,061	1,563,564	1,956,625	2,027,718
NON-CURRENT ASSETS				
Property, Plant and Equipment:				
Water and Sewer System	8,998,508	-	8,998,508	8,902,990
Natural Gas System	-	992,135	992,135	992,135
Equipment	668,886	161,110	829,996	829,996
	9,667,394	1,153,245	10,820,639	10,725,121
Less Accumulated Depreciation	(8,659,782)	(840,043)	(9,499,825)	(9,398,022)
Net Property, Plant and Equipment	1,007,612	313,202	1,320,814	1,327,099
Total Asset	$ 1,400,673	$ 1,876,766	$ 3,277,439	$ 3,354,817
LIABILITIES				
CURRENT LIABILITIES				
Accounts Payable	$ 138,339	$ 319,484	$ 457,823	$ 176,452
Due to General Fund	455,583	-	455,583	439,788
Due to Natural Gas Fund	690,951	-	690,951	685,785
Payable from Restricted Assets:				
Customer Deposits	171,138	92,171	263,309	231,491
Notes Payable Due in One Year	-	-	-	-
Total Current Liabilities	1,456,011	411,655	1,867,666	1,533,516
NON-CURRENT LIABILITIES				
Notes Payable Due after One Year	-	-	-	-
Total Liabilities	1,456,011	411,655	1,867,666	1,533,516
NET POSITION				
Net Investment Capital Assets	1,007,612	313,202	1,320,814	1,327,099
Unrestricted	(1,062,950)	1,151,909	88,959	494,202
Total Net Position	$ (55,338)	$ 1,465,111	$ 1,409,773	$ 1,821,301

The accompanying notes are an integral part of these financial statements

CITY OF DAWSON, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR YEAR ENDED AUGUST 31, 2021

	Public Utilities Fund	Natural Gas Fund	Totals 2022	Totals 2021
Operating Revenues				
Sales to Customers	$ 2,312,031	$ 2,630,238	$ 4,942,269	$ 3,927,441
LMIG Grant	60,850	-	60,850	-
Other	100,022	4,311	104,333	92,314
Total Operating Revenues	2,472,903	2,634,549	5,107,452	4,019,755
Operating Expenses				
Gas Purchases (including sales tax)	-	2,287,640	2,287,640	1,065,112
Salaries and Wages	402,255	100,049	502,304	504,030
Payroll Taxes	30,177	7,331	37,508	37,091
Employee Retirement/Insurance	103,853	25,900	129,753	129,138
Insurance	51,518	21,537	73,055	108,271
Repairs and System Maintenance	106,898	13,753	120,651	142,674
Fuel and Lubricants	17,891	9,769	27,660	18,396
Hardware, Tools and Supplies	36,837	16,119	52,956	39,050
Uniforms	10,988	5,458	16,446	19,933
Legal and Auditing	11,750	5,875	17,625	22,500
Chemicals	15,802	-	15,802	22,447
Engineering and Testing Fees	28,000	20,104	48,104	343,134
Utilities and Street Lights	337,095	13,349	350,444	56,089
Subcontract Refuse Collection	678,727	-	678,727	607,217
Depreciation	82,827	18,976	101,803	107,899
Miscellaneous	56,808	18,799	75,607	38,594
Total Operating Expenses	1,971,426	2,564,659	4,536,085	3,261,575
Operating Income (Loss)	501,477	69,890	571,367	758,180
Nonoperating Revenues (Expenses)				
Interest Income	315	3,063	3,378	4,119
Interest and Paying Agent Fees	-	-	-	(1,422)
Net Nonoperating Revenue (Expense)	315	3,063	3,378	2,697
Income (Loss) Before Transfers	501,792	72,953	574,745	760,877
Transfers From (To) Other Funds				
Transfer from (to) General Fund	(802,940)	(183,333)	(986,273)	(743,065)
Net Increase (Decrease) in Net Position	(301,148)	(110,380)	(411,528)	17,812
Net Position - Beginning of Year	245,810	1,575,491	1,821,301	1,803,489
Net Position - End of Year	$ (55,338)	$ 1,465,111	$ 1,409,773	$ 1,821,301

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED AUGUST 31, 2022 AND 2021

	Public Utilities Fund	Natural Gas Fund	Totals 2022	Totals 2021
Cash Flows from Operating Activiites:				
Receipts from Customers	$ 2,619,737	$ 2,429,147	$ 5,048,884	$ 3,916,550
Payments to Employees	(402,255)	(100,049)	(502,304)	(504,030)
Payments to Suppliers	(1,336,363)	(2,299,404)	(3,635,767)	(2,588,640)
Net Cash Provided (Used) by Operating Activities	881,119	29,694	910,813	823,880
Cash Flows from Noncapital Financing Activities:				
Loans to (from) Other Funds	(20,961)	30,056	9,095	316,219
Transfers to Other Funds	(802,940)	(183,333)	(986,273)	(743,065)
Net Cash Provided (Used) by Noncapital Financing Activities	(823,901)	(153,277)	(977,178)	(426,846)
Cash Flows from Capital and Related Financing Activities:				
Principal Paid on Long-Term Debt	-	-	-	(27,906)
Interest Paid on Long-Term Debt	-	-	-	(1,422)
Acquistion of Capital Assets	(95,518)	-	(95,518)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(95,518)	-	(95,518)	(29,328)
Cash Flows from Investing Activities:				
Purchase of Long-Term CD	-	(257,245)	(257,245)	(254,319)
Proceeds from Long-Term CD	-	254,319	254,319	250,507
Interest Income	315	3,063	3,378	4,119
Net Cash Provided (Used) by Investing Activities	315	137	452	307
Net Increase (Decrease) in Cash and Cash Equivalents	(37,985)	(123,446)	(161,431)	368,013
Cash and Cash Equivalents - Beginning	331,392	309,727	641,119	273,106
Cash and Cash Equivalents - Ending	$ 293,407	$ 186,281	$ 479,688	$ 641,119
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Operating Income	$ 501,792	$ 69,890	$ 571,682	$ 758,180
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation	82,827	18,976	101,803	107,899
Change in assets and liabilities:				
(Increase) Decrease in Accts Receivable	146,834	(205,402)	(58,568)	(148,047)
(Increase) Decrease in Prepaid Expense	559	653	1,212	596
(Increase) Decrease in Capital Assets	(95,518)	-	(95,518)	-
Increase (Decrease) in Customer Deposits	30,036	1,782	31,818	66,252
Increase (Decrease) in Accts Payable	214,589	143,795	358,384	39,000
Net Cash Provided (Used) by Operating Activities	$ 881,119	$ 29,694	$ 910,813	$ 823,880
Cash Paid During Year for Interest	$ -	$ -	$ -	$ 1,422

The accompanying notes are an integral part of these financial statement

CITY OF DAWSON, GEORGIA
PUBLIC UTILITIES ENTERPRISE FUND
COMBINING DEPARTMENTAL STATEMENT OF REVENUES AND EXPENSES
YEAR ENDED AUGUST 31, 2022
WITH COMPARATIVE TOTALS FOR YEAR ENDED AUGUST 31, 2021

	Water	Sewer and Sanitation	Totals 2022	Totals 2021
Operating Revenues				
Sales to Customers	$ 806,093	$ 1,504,857	$ 2,310,950	$ 2,211,531
LMIG Grant	30,425	30,425	60,850	-
Other	100,022	1,082	101,104	89,597
Total Operating Revenues	936,540	1,536,364	2,472,904	2,301,128
Operating Expenses				
Salaries and Wages	198,841	203,415	402,256	398,856
Payroll Taxes	14,922	15,255	30,177	29,595
Employee Retirement/Insurance	50,935	52,918	103,853	102,087
Insurance	25,958	25,560	51,518	71,840
Repairs and System Maintenance	77,491	29,407	106,898	88,602
Fuel and Lubricants	10,016	7,875	17,891	11,539
Hardware, Tools and Supplies	16,055	20,782	36,837	27,077
Uniforms	5,519	5,468	10,987	13,489
Legal and Auditing	5,875	5,875	11,750	15,000
Chemicals	11,814	3,988	15,802	22,447
Utilities and Street Lights	208,875	128,220	337,095	325,886
Management Fee and Testing	150	27,850	28,000	30,710
Subcontract Refuse Collection	-	678,727	678,727	607,217
Depreciation	-	82,827	82,827	88,923
Miscellaneous	39,081	17,727	56,808	28,928
Total Operating Expenses	665,532	1,305,894	1,971,426	1,862,196
Operating Income (Loss)	271,008	230,470	501,478	438,932
Nonoperating Revenues (Expenses)				
Interest Income	157	157	314	158
Interest and Paying Agent Fees	-	-	-	(1,422)
Net Nonoperating Revenue (Expense)	157	157	314	(1,264)
Income (Loss) Before Transfers	271,165	230,627	501,792	437,668
Transfers From (To) Other Funds				
Transfer from (to) General Fund	(401,470)	(401,470)	(802,940)	(543,066)
Net Increase (Decrease) in Net Position	$ (130,305)	$ (170,843)	$ (301,148)	$ (105,398)

The accompanying notes are an integral part of these financial statement

COMPLIANCE SECTION

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

Mayor and Council
City of Dawson
Dawson, 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, each major fund, the aggregate discretely presented component unit, and the aggregate remaining fund information of the City of Dawson, Georgia, as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Dawson, Georgia's basic financial statements and have issued our report thereon dated August 30, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Dawson, Georgia's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Dawson, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Dawson, 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2022-001 and 2022-002 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Dawson, 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 financial statements. 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 did not disclose an instance of noncompliance that is required to be reported under Government Auditing Standards.

MEMBERS
American Institute of Certified Public Accountants / Georgia Society of Certified Public Accountants

City of Dawson, Georgia's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Dawson, Georgia's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The City of Dawson, Georgia's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Clenney + Luke

Albany, Georgia
August 30, 2023

CITY OF DAWSON, GEORGIA
YEAR ENDED AUGUST 31, 2022
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 2017-2022 SPECIAL SALES TAX PROCEEDS

		Original Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
	PROJECTS					
1	Renovations - public buildings	$ 120,000	$ 135,104	$ -	$ 135,104	112.6%
2	Utililty Mapping - GPS and GIS	100,000	-	-	-	0.0%
3	New Equipment	600,000	340,472	50,906	391,378	65.2%
4	Sewer Treatment Plant upgrades	500,000	50,574	37,541	88,115	17.6%
5	Infrastructure Upgrades - water, sewer and street resurfacing	636,000	363,276	186,399	549,675	86.4%
6	Computer and computer software	80,000	-	-	-	0.0%
7	Landfill closure monitoring	262,000	25,816	43,527	69,343	26.5%
	Total Projects	2,298,000	915,242	318,373	1,233,615	53.7%
	RECONCILING ITEMS					
1	Debt Service of General Obligation Debt	100,000	100,000	-	100,000	100.0%
	Grand Totals	$ 2,398,000	$ 1,015,242	$ 318,373	$ 1,333,615	55.6%

* There have been no changes in original estimated costs.

CITY OF DAWSON, GEORGIA
YEAR ENDED AUGUST 31, 2022
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 2019 DAWSON TSPLOST PROCEEDS

		Original Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
	PROJECTS					
1	Repairs and Maintenance - Roads, Streets, Sidewalks, and Rights of Way	$ 129,000	$ -	$ 62,774	$ 62,774	48.7%
2	Storm Water Improvements & Maintenance	140,000	-	-	-	0.0%
3	Striping, Signage, Safety	115,125	-	54,219	54,219	47.1%
4	Roadway Leveling, Milling, Patching and Resurfacing	1,100,000	214,994	202,428	417,422	37.9%
	Total Projects	1,484,125	214,994	319,421	534,415	36.0%

* There have been no changes in original estimated costs.

CITY OF DAWSON, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED AUGUST 31, 2022

INTERNAL CONTROL OVER COMPLIANCE AND FINANCIAL REPORTING

2021-001. Financial Management and Oversight

Prior Audit Finding: The City of Dawson, Georgia lacks necessary controls in relation to the performance of monthly bank reconciliations causing various cash accounts to not be reconciled in a timely manner.

Status: This issue has not been corrected and is listed as a current year finding.

COMPLIANCE

-None Reported-

INTERNAL CONTROL OVER FINANCIAL REPORTING

2022-001. Financial Management and Oversight - (REPEAT FINDING)

Criteria: Effective internal control over financial management and oversight requires personnel in management that possess the skill and expertise to perform necessary oversight functions.

Condition: The City of Dawson, Georgia lacks necessary controls in relation to the performance of monthly bank reconciliations.

Effect: Due to the above conditions, the City's bank accounts were not reconciled on a monthly basis.

Cause: The City of Dawson, Georgia lacked administrative personnel that was qualified and experienced in governmental accounting practices.

Recommendation: We recommend that management of The City of Dawson, Georgia perform thorough supervisory reviews of monthly accounting and reporting duties of staff. We also recommend that all management be properly trained and skilled in governmental accounting practices.

Management Response: Management concurs with this finding. As of the audit report date qualified personnel have been employed and they have implemented modern accounting systems allowing the opportunity to reconcile monthly.

COMPLIANCE AND OTHER MATTERS

2022-002. Expenditures over Appropriations

Criteria: The legal level of budgetary control requires that expenditures not exceed budgeted amounts for departments.

Condition: The City of Dawson, Georgia's expenditures exceeded the budgeted amounts for some departments during the year ended August 31, 2022.

Effect: The City expends resources in excess of appropriations at the legal level of control for certain funds.

Cause: The City has failed to act on periodic reviews of actual expenditures compared to appropriations when such reviews would indicate the podibility of budget amendments.

Recommendation: We recommend that City officials and personnel periodically examine actual expenditures-to-date and compare to the budget adopted and as previously amneded to determine whether further amendments are necessary in order to appropriately reflect the appropriations resulting from the receipt of resources which may not have reasonably been foreseen during budget preparation.

Management Response: Management concurs with this finding. Management will take the necessary steps to ensure that expenditures do not exceed appropriations at the legal level of control. Legacy accounting systems and reports did not afford the opportunity to review timely and accurate financial statements so that these situations could be avoided. Investments in software and qualified personnel have been made in order to remedy this situation.