CITY OF EAST DUBLIN, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

June 30, 2021

TABLE OF CONTENTS

	Exhibit	Page
INTRODUCTORY SECTION:		
Title Page		
Table of Contents		
Letter of Transmittal……....		IV
List of Principal Officials……..		VIII
Organizational Chart……		IX
Certificate of Achievement for Excellence in Financial Reporting……		X
FINANCIAL SECTION:		
Independent Auditors' Report.....		1
Management's Discussion and Analysis…….		4
BASIC FINANCIAL STATEMENTS:		
Government-wide Financial Statements:		
Statement of Net Position	1	11
Statement of Activities.....	2	12
Fund Financial Statements:		
Balance Sheet – Governmental Funds……	3	13
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position……	4	14
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	5	15
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Fund to the Statement of Activities	6	16
General Fund – Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual……..	7	17
Statement of Net Position – Proprietary Fund.....	8	18
Statement of Revenues, Expenditures, and Changes in Net Position – Proprietary Fund	9	19
Statement of Cash Flows – Proprietary Fund	10	20
Notes to the Financial Statements.....		23
SUPPLEMENTARY INFORMATION:		
Combining Balance Sheets Non-Major Governmental Fund…….	11	38
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances Non-Major Governmental Fund……...	12	39
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget And Actual – TSPLOST Fund……	13	40
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget And Actual – Hotel/Motel Tax Fund…….	14	41
Schedule of Projects Constructed with Special Sales Tax Proceeds……..	15	42

Exhibit Page

STATISTICAL SECTION (Unaudited):

Statistical Section Introduction……. 44
Net Position by Component – Last Ten Fiscal Years……... 45
Changes in Net Position– Last Ten Fiscal Years…….. 46
Fund Balances, Governmental Funds – Last Ten Fiscal Years …… 48
Changes in Fund Balances of Governmental Funds –
Last Ten Fiscal Years…… 49
General Government Expenditures by Function –
Last Ten Fiscal Years…… 50
General Government Revenues by Source – Last Ten Fiscal Years…….. 51
Sales Tax Collections and Rates – Last Ten Fiscal Years……. 52
Assessed Value and Estimated Value of Taxable Property –
Last Ten Fiscal Years…… 53
Property Tax Levies and Collections – Last Ten Fiscal Years…….. 54
Property Tax Rates – Direct and Overlapping Governments –
Last Ten Fiscal Years…… 55
Principle Taxpayers June 30, 2021…… 56
Principle Taxpayers June 30, 2010…… 57
Ratio of Outstanding Debt by Type – Last Ten Fiscal Years……. 58
Direct and Overlapping Governmental Activities Debt…… 59
Computation of Legal Debt Margin……. 60
Long Term Debt Burden – Water and Sewer Fund –
Last Ten Fiscal Years……. 61
Demographic and Economic Information……... 62
Principal Employees Current Year and Ten Years Ago…… 63
Full Time Equivalent City Government Employees By Function –
Last Ten Fiscal Years……. 64
Operating Indicators by Function – Last Ten Fiscal Years…… 65

COMPLIANCE SECTION:

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..... 68
Schedule of Findings and Responses..... 70
Schedule of Status of Prior Audit Findings 72

December 29, 2021

Honorable George Gornto, Mayor
And Members of the City Council
City of East Dublin
East Dublin, GA 31027

Mayor and Council Members:

The comprehensive annual financial report of the City of East Dublin, Georgia for the fiscal year ended June 30, 2021 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the government. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is divided into an introductory section, financial section, and statistical section:

- The **introductory section** is intended to familiarize the reader with the organization structure of the City, the nature and scope of the services it provides, and the specifics of its operating environment within the context of the local economy.
- The **financial section** includes the independent auditors' report, basic financial statements, the combining and individual fund and statements and schedules, and other supplementary information. GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A).
- The **statistical section** provides readers with additional historical perspective, content, and detail to assist in understanding the information in the financial statements, notes to the financial statements, required supplementary information, and for assessing the City's economic condition.

The City is required to have an audit in conformity with Governmental Auditing Standards. The auditors' report on compliance and internal control over financial reporting is included in this report.

This report includes all funds of the government. The government provides a full range of services. These services include police protection, fire protection, the construction and maintenance of streets and drainage improvements, planning and zoning, engineering, building and code enforcement, refuse collection, and water and sewer service.

A Mayor and five (5) City Council members serve the City of East Dublin. The Mayor and two City Council members are elected at large. Three City Council members are elected from districts. All serve four (4) year terms. The Mayor and City Council serve as the legislative body responsible for enacting City ordinances, resolutions, appropriating funds, and providing policy direction to City staff. The City Council appoints a City Attorney, City Auditor, Municipal Court Judge, a zoning board an appeals board. The City Council annually adopts a balanced budget and establishes a tax rate for the support of the City programs. The Department Directors have the responsibility of administering these programs in accordance with policies and the annual budget adopted by the City Council.

General Information. The City of East Dublin is located in Laurens County. East Dublin was incorporated on February 12, 1952.

Economic Condition and Outlook

The City of East Dublin is located in central Laurens County, which is located in the central part of the state, approximately 135 miles south of Atlanta. The economic condition and outlook of the City remain strong as the area is predicted to have a sustained growth pattern through 2021. City leaders have recognized and plans have been developed and/or implemented to maintain balanced, controlled and planned developments in concert with an

economic development plan that encourages appropriate growth. The City has still been able to provide its services at a cost per capita that is comparable to other communities with similar demographic and economic characteristics.

The financial position of the City has continued to be strong. This is primarily a result of a careful budget management and expenditure of funds. The City has been able to maintain low millage rates on Ad Valorem taxes for the past several years.

Future stability for the City of East Dublin is good based upon the solid fund equity balance that is maintained in the funds. This shows that the city has goals and objectives that can be met in the public service area; police and fire protection, street and drainage improvements, and infrastructure.

Major Initiatives
Mayor and City Council:

Overall Goals and Objectives – (1). Achieve all goals while striving for the lowest total cost for public services with a minimal property tax millage rate. (2). Maintain a managed growth policy that requires quality development in concert with our economic development strategy. (3). Provide for the public safety and welfare by committing appropriate resources to police, fire, streets, recreation, water and sewer. (4). Continue cooperative efforts with other governments. (5). Preserve our historic and cultural heritage.

Finance and Administration: The Finance and Administrative Department consists of the City Clerk, and support personnel. The City Clerk is appointed by the Mayor and City Council and is responsible for the execution of policies and legislative action of the City Council, direction, control and coordination of operational agencies. The City Clerk is responsible for City Council agenda preparation, minutes and custodian of City records. The City Clerk also acts in a support role to the Mayor and City Council. The Clerk is responsible for planning, developing, implementing and maintaining the administrative and financial operations of the City including purchasing, water administration, and assisting the Mayor with preparing the annual budget and capital improvement plan.

Municipal Court: The Municipal Court of East Dublin is dedicated to the principle of equal and timely access to justice so that all individuals are treated with integrity, honesty, equality, respect for the rule of law, and the rights of all. The Court uses all staff members in a collaborative effort to operate the court efficiently and effectively while maintaining public trust and confidence. The Municipal Court prepares and processes records, citations, warrants and other legal papers for the Court. Court personnel receive and deposit monies collected for fines and fees, set court dates, issue subpoenas and warrants, prepare various reports, records, and other documents pertinent to the operation of the Court and those required by the State of Georgia.

Police: The men and women of the East Dublin Police Department are committed to protect life, property, and the constitutional guarantees of all citizens of East Dublin and those who travel through our City. With community partnership as our foundation, we, as a department, are entrusted to enhance the quality of life, seek solutions to community problems and foster a sense of peace and security for all people within our City. We will honor this trust placed in us by holding ourselves to the highest standards of professional police conduct.

Fire: The City of East Dublin Fire Department responds to various types of emergency incidents including all types of fires, motor vehicle and other accidents, rescue calls, severe weather and flooding emergencies. Fire department personnel perform numerous prevention and public relations functions, fire safety inspections, annual hydrant maintenance, emergency management functions, and other specialty programs. The City of East Dublin provides for a volunteer service to supplement career resources. The volunteer section maintains a rank structure for supervision on training exercises, emergency scenes, work details, and to provide general maintenance of the program. Volunteer Services supplements through emergency response, stand by at stations or other assistance for special events or work details.

Public Works: The City of East Dublin Public Works Department is responsible for the maintenance of all streets, sidewalks, and drainage facilities located on public property. The department is also responsible for grass cutting along City streets and State highways. The department provides landscaping services for public property. In addition, this department is responsible for traffic control and the resurfacing of City streets in association with the Georgia Department of Transportation Local Assistance Road Program (LARP). The Public Works Department provides emergency services including road closing and sandbagging flood prone areas. The department assists Police with traffic control during City events. The department also oversees refuse collection.

Planning and Zoning: The Planning and Zoning Department strives to maintain and improve the overall quality of life for all citizens of the City of East Dublin by promoting sustainable development, encouraging a stable and enduring economic base, providing for the safety, health and education and preserving the natural, cultural and historic assets of the City of East Dublin. The Planning and Zoning Department coordinates the development and implementation of the City of East Dublin's Comprehensive Plan, special area studies, plan review process, Zoning Ordinance, Sign Ordinance, Landscape Ordinance and GIS program. The Planning and Zoning Department expeditiously review and respond to all inquiries, applications and studies dealing with current planning, zoning, subdivision and land development to achieve a well-designed, planned and quality community in accordance with adopted ordinances, resolutions, and policies. The Planning and Zoning Department provides all necessary land use, economic, environmental and social data upon which to base effective governmental decision resulting in orderly growth and development and a high quality of life for present and future citizens.

Water and Sewer: The Water and Sewer Department is responsible for supplying water to City of East Dublin residents for potable and fire-fighting uses. They are also responsible for the treatment and disposal of the wastewater generated by the City of East Dublin as per regulations set forth by all state and federal agencies.

Financial information

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that; (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgements by management.

Basis of accounting. The basis of accounting used determines when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Governmental fund types and expendable trust funds use the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. The financial statements for the proprietary fund types are accounted for on the accrual basis of accounting. Under this method revenues are recorded when earned, and expenses are recognized when the liability is incurred.

Accounting systems. In developing and evaluating the City's accounting control system, consideration is given in the adequacy of internal accounting controls. Internal accounting controls comprise the plan of organization and the procedures and records concerned with safeguarding of assets and the reliability of financial records and consequently are designed to provide reasonable assurance regarding: (1) the safeguarding of assets against loss from unauthorized user disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

Budgetary control. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The level of budgetary control is on a departmental basis. A budget is legally adopted for all Governmental Fund types and Proprietary Fund types. Formal budgetary integration is employed as a management control device during the year. The budget is based on the same method of accounting as the fund it represents. Transfers of appropriations within a department budget or within a non-departmental expenditure category require the approval of the finance director. Increase in appropriations in a departmental budget or in a non-departmental expense category requires approval of the governing body in the form of amendments to the budget ordinance.

General government functions. Municipal activities and services are accounted for in the General Fund, Capital Projects Fund, Special Revenue Funds, and Enterprise Funds.

Capital Projects Fund The capital projects fund is used to account for capital projects that are being acquired or built. The City of East Dublin has one capital improvement fund:

> *SPLOST Fund.* The fund is used to account for special purpose local option sales tax proceeds for approved capital projects. The revenues equal $369,694. Total expenditures were made in the amount of $85,440 for approved capital projects.

Special Revenue Fund. The special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The City of East Dublin has two Special Revenue Funds:

Hotel/Motel Tax Fund. The fund is used to account for hotel/motel taxes collected for the use of tourism. Total revenues equal $16,928. Expenditures were made in the amount of $4,094 for tourism and recreation purposes.

TSPLOST Fund The fund is used to account for transportation special purpose local option sales tax collected for the use of the public works department. Total revenues equal $34,281. Expenditures were made in the amount of $23,868 for infrastructure improvements.

Enterprise Fund. Business-type activities of the City of East Dublin are accounted for in the Enterprise Fund. The Enterprise Fund for the City of East Dublin is the Water and Sewer Fund.

Water and Sewer Fund. The Water and Sewer Fund charges City residents for the consumption of potable water and for the treatment of the wastewater. The Water and Sewer fund charges a sewer proportionate share fee to cover the portion of the capacity of the sewer treatment facility. Total water and sewer charges for fiscal year 2020 were $741,313. Total operating expenditures for fiscal year 2020 were $998,414. The change in net position after depreciation and non-operating revenues and/or expenses was $(92,378) for fiscal year end.

Relevant Financial Policies. Throughout the year, the city administrator and city clerk administer the governing council's approved financial policies. These policies address issuance of debt, purchasing and procurement, cash and investment management, and accounting practices. In totality, these policies formulate the core criteria for which internal evaluations occur. On a continuous basis, these policies are reviewed in order to maintain relativity to the changing financial needs of the government.

Other Information.

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting firm of TJS Deemer Dana LLP was selected by the city council. The auditors' report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of East Dublin for its comprehensive annual financial report for the fiscal year ended June 30, 2019. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards of preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of East Dublin, Georgia has received a Certificate of Achievement for twenty-four years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgements. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the clerk's office. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

Sincerely,

Melissa E. Bassett

Melissa E. Bassett
Chief Financial Officer

CITY OF EAST DUBLIN, GEORGIA

LIST OF PRINCIPAL OFFICIALS

MAYOR
George H Gornto

CITY COUNCIL MEMBERS
Braxton Brown, Jr - Mayor Pro-Tem
Brenda Roberson
John Sheppard
Marvin L. Tanner, Jr.
Al Williams, Jr.

CITY ATTORNEY
Charles Butler

CITY CLERK
Melissa Bassett

POLICE CHIEF
William Luecke

FIRE CHIEF
Phil Bracewell

WATER SUPERINTENDENT
Dwayne Lake

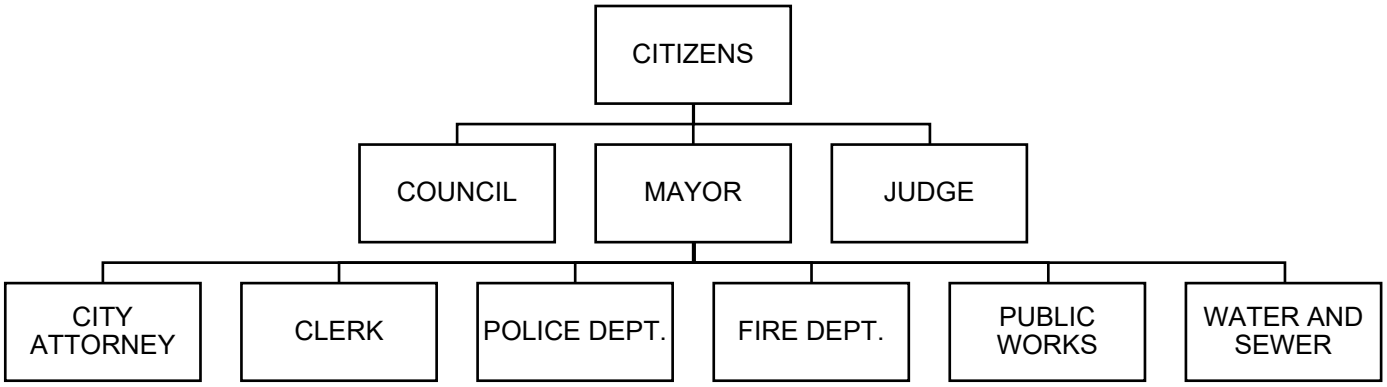
PUBLIC WORKS SUPERINTENDENT
H.T. Scarborough

MUNICIPAL JUDGE
Michael Cauley

CITY AUDITOR
Robyn Tanner, CPA
TJS Deemer Dana LLP

CITY OF EAST DUBLIN, GEORGIA

ORGANIZATIONAL CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of East Dublin
Georgia

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of City Council
City of East Dublin, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund and the aggregate remaining fund information of the City of East Dublin, Georgia (the "City"), as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of City of East Dublin, Georgia, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of East Dublin, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the budgetary comparison schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of projects constructed with special sales tax proceeds is presented for purposes of additional analysis as required by Official Code of Georgia section 48-8-121 and is also not a required part of the basic financial statements. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2021, on our consideration of the City of East Dublin, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of East Dublin, Georgia's internal control over financial reporting and compliance.



Dublin, Georgia
December 29, 2021

CITY OF EAST DUBLIN, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2021
(UNAUDITED)

This management discussion and analysis of the City of East Dublin, Georgia's financial performance provides an overall review of the City's financial activities for the fiscal year ended June 30, 2021. It is designed to give the reader an objective and easily readable analysis of the City's financial performance. The primary intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the letter of transmittal, notes to the basic financial statements, and the financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- The City's primary government activities' assets exceeded its liabilities as of June 30, 2021, by $11,186,756.
- As of June 30, 2021, total net position consisted of $9,358,201 net investment in capital assets, $464,567 restricted, and $1,363,988 unrestricted.
- During fiscal year 2021, the city's net position increased by $141,724.
- As of June 30, 2021, the City's governmental funds reported ending fund balance of $1,529,079, an increase of $512,609 in comparison with the prior year.
- As of June 30, 2021, the City's General Fund reported ending fund balance of $1,081,848, an increase of $342,462 in comparison with the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This comprehensive annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of East Dublin as a financial whole, or as an entire operating entity.

Statement of Net Position and Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. For proprietary funds, the statements offer short and long term financial information about activities the City operates like businesses, such as water and sewer. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

The purpose of the Statement of Net Position and the Statement of Activities is to answer the question, "How did we do financially during FY2020?" These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and changes in position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, facility conditions, and other factors.

In the Statement of Net Position and the Statement of Activities, the City has both governmental and business type activities:

Governmental Activities
Most of the City's programs and services are reported here including general government, public safety, public works, culture and recreation. Sales taxes, property taxes, fines and forfeitures finance most of these activities.

Business-Type Activities
The City charges fees to cover the services it provides. These activities include water and sewer services, sanitation services and recycling services.

Reporting the City's Most Significant Funds
Fund financial reports provide detailed information about the City's major funds. The City uses funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds.

Governmental Funds
Most of the City's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general governmental operations and basic services it provides. Governmental fund information helps you determine whether there are more financial resources that can be spent in the near future to finance governmental services. The relationship (or difference) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements. See Note #1 to the Financial Statements.

The capital projects funds are used to account for financial resources to be used for the acquisition, construction, or renovation of major capital assets. The City of East Dublin has one Capital Projects Fund currently referred to as the SPLOST Fund.

The special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The City of East Dublin has two Special Revenue Funds currently referred to as the Hotel/Motel Tax Fund and the TSPLOST Fund.

Proprietary Funds
Proprietary funds are activities that a City operates like a business in that it attempts to recover costs through charges to the user. The City's only proprietary funds are enterprise funds. Enterprise funds may be used to account for any activity or service that charges a fee to external users to cover the cost of operations, including cost of depreciation and debt service. The City operates its water and sewer fund as an enterprise fund. Proprietary fund statements use the accrual basis of accounting like the City-wide statements.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As was previously stated, the FY2021 total net position represents an increase/decrease over FY2020. See Tables 1 and 2 for a schedule of net position and change in net position.

TABLE 1 – NET POSITION

	Governmental Activities		Business Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Assets						
Current & other assets	$ 2,194,408	$ 1,212,266	$ 299,661	$ 390,827	$ 2,494,069	$ 1,603,093
Capital assets, net	2,007,828	2,108,211	10,362,600	10,646,054	12,370,428	12,754,265
Total assetts	$ 4,202,236	$ 3,320,477	$ 10,662,261	$ 11,036,881	$ 14,864,497	$ 14,357,358
Liabilities						
Current liabilities	$ 102,981	$ 65,804	$ 177,541	$ 181,572	$ 280,522	$ 247,376
Long-term liabilities	23,750	19,218	2,950,279	3,045,732	2,974,029	3,064,950
Total liabilities	$ 126,731	$ 85,022	$ 3,127,820	$ 3,227,304	$ 3,254,551	$ 3,312,326
Deferred Inflows	$ 447,750	$ -	$ -	$ -	$ 447,750	$ -
Net Position						
Net investment in capital assets	$ 2,007,828	$ 2,108,211	$ 7,350,373	$ 7,766,788	$ 9,358,201	$ 9,874,999
Restricted	345,830	196,422	118,737	106,230	464,567	302,652
Unrestricted	1,274,097	930,822	65,331	(63,441)	1,339,428	867,381
Total net position	$ 3,627,755	$ 3,235,455	$ 7,534,441	$ 7,809,577	$ 11,162,196	$ 11,045,032
Total liabilities and net position	$ 3,754,486	$ 3,320,477	$ 10,662,261	$ 11,036,881	$ 14,416,747	$ 14,357,358

CITY OF EAST DUBLIN, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2021
(UNAUDITED)

TABLE 2 – CHANGE IN NET POSITION

	Governmental Activities		Business Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for services	$ 506,892	$ 513,484	$ 859,968	$ 741,313	$ 1,366,860	$ 1,254,797
Operating grants	-	-	-	-	-	-
Capital grants/contributions	292,453	369,694	-	-	292,453	369,694
General Revenues						
Taxes	1,267,323	1,175,832	-	-	1,267,323	1,175,832
Intergovernmental	-	-	-	97,524	-	97,524
Investment earnings	911	671	-	100	911	771
Other	20,802	30,631	-	61,566	20,802	92,197
Total Revenues	$ 2,088,381	$ 2,090,312	$ 859,968	$ 900,503	$ 2,948,349	$ 2,990,815
Expenses						
General government	$ 599,927	$ 651,325	$ -	$ -	$ 599,927	$ 651,325
Public safety	662,464	639,690	-	-	662,464	639,690
Public works	642,571	776,058	-	-	642,571	776,058
Culture and recreation	9,088	4,093	-	-	9,088	4,093
Water and sewer	-	-	1,152,420	1,110,844	1,152,420	1,110,844
Total expenses	$ 1,914,050	$ 2,071,166	$ 1,152,420	$ 1,110,844	$ 3,066,470	$ 3,182,010
Increase in net position before transfers	$ 338,134	$ 75,863	$ (196,410)	$ (210,341)	$ 141,724	$ (134,478)
Transfers	69,194	(117,963)	(69,194)	117,963	-	-
Change in net position	$ 407,328	$ (42,100)	$ (265,604)	$ (92,378)	$ 141,724	$ (134,478)
Net Position, beginning	3,235,455	3,152,025	7,809,577	7,935,993	11,045,032	11,088,018
Prior Period Adj - Correct Error			-	(34,038)	-	(34,038)
Net Position, beginning (As Restated)			-	7,901,955		
Net Position, ending	$ 3,642,783	$ 3,109,925	$ 7,543,973	$ 7,809,577	$ 11,186,756	$ 11,053,980

Governmental Activities

Please note that general government expenses of $599,927 represent 31% of the total governmental expenses. General government expenses primarily consisted of personnel costs and general insurance. The most significant program expense is public works which totals $662,464 and 35% of the total. Public safety primary expenses were related to personnel and fuel. Expenses of general government, public safety and public works changed nominal amounts during FY2021, primarily due to budget control.

Business-Type Activities

The only business-type activity of the City is the Water and Sewer Department. The majority of its revenue was derived from user fees charged for product and service. The sewer department saw a large increase in expenses primarily from the costs of running their new wastewater treatment facility and significant repairs due to lightning damage. Personnel costs and depreciation were the two largest expenditures for the water and sewer fund, which accounted for 62% of the total expenses in this fund.

Cost of Program Services

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental and business-type activities, the combined total cost of services and the combined net cost of services, that is, it identifies the cost of these services supported by tax revenue.

Although program revenues make up a significant percentage (56%) of the combined revenues, the City is dependent upon tax revenues for governmental activities.

TABE 3 – GOVERNMENTAL AND BUSINESS TYPE ACTIVITIES (COMBINED)

	2021	2020	2021	2020
General government	$ 599,927	$ 651,325	$ (556,307)	$ (604,780)
Public safety	662,464	639,690	(516,423)	(483,582)
Public works	642,571	776,058	130,916	(95,533)
Culture and recreation	9,088	4,093	(9,088)	(4,093)
Business-type activities	1,152,420	1,110,844	(292,453)	(369,531)
Total Expenses	$ 3,066,470	$ 3,182,010	$ (1,243,355)	$ (1,557,519)

Governmental Fund Balance

The General Fund's ending fund balance for the FY2021 was $1,081,848. The General Fund 2021 fiscal year budget included no appropriation of fund balance. The governmental fund balance increased by $512,607 during 2021.

	2021	2020
General	$ 1,081,848	$ 739,086
SPLOST	345,830	196,422
Grant Funds	800	-
Other governmental funds	100,601	80,964
Total Fund Balance	$ 1,529,079	$ 1,016,472

The SPLOST fund is the capital improvements fund of the City. At the end of the current fiscal year, the restricted for capital outlay fund balance was $345,830 which was an increase of $149,408 from the previous year. This increase was primarily due to the completion of a major construction project.

Proprietary Net Position

At the end of FY2021, the net position of the City's Proprietary Fund was $7,543,973.

GENERAL FUND BUDGETING HIGHLIGHTS

- The City's budget is prepared according to Georgia law. The most significant budget fund is the General Fund.
- For the General Fund, the actual revenues of $1,769,404 were more than the final budgeted amount of $2,081,100 by $311,696.
- The actual expenditures of $1,657,210 were less than the final budgeted amount of $1,908,400 by $251,190.

CAPTIAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of FY2021, the City had $12,370,428 invested in capital assets. The table below shows FY2021 and FY2020 balances.

	Governmental Activities		Business Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	$ 289,153	$ 289,153	$ 73,480	$ 73,480	$ 362,633	$ 362,633
Construction in Progress	-		-	-		
Buildings	986,660	986,660	-	-	986,660	986,660
Equipment	1,408,355	1,374,125	467,820	445,123	1,876,175	1,819,248
Infrastructure	1,406,546	1,406,546	14,945,856	14,934,117	16,352,402	16,340,663
Total Capital Assets	4,090,714	4,056,484	15,487,156	15,452,720	19,577,870	19,509,204
Accumulated depreciation	(2,082,886)	(1,948,273)	(5,124,556)	(4,806,666)	(7,207,442)	(6,754,939)
Total Capital Assets	$ 2,007,828	$ 2,108,211	$ 10,362,600	$ 10,646,054	$ 12,370,428	$ 12,754,265

Additional information on the City's capital assets can be found in Note 3 of this report.

Long-Term Debt

The amount of outstanding long-term debt is $2,950,279, consisting of $35,282 owed to employees for compensated absences, $2,834,002 owed in revenue bonds for the construction of the waste water treatment plant and $104,745 owed to the Georgia Environmental Facilities Administration to finance the cost of a surface water supply, a water treatment and transmission facilities and a new gravity sewer line to connect the East Laurens Schools.

	Governmental Activities		Business-type Activities	
	2021	2020	2021	2020
Compensated Absences	$ 23,750	$ 19,218	$ 11,532	$ 12,426
Bonds Payable	-	-	2,834,002	2,883,073
Notes Payable	-	-	104,745	150,233
Total long-term liabilities	$ 23,750	$ 19,218	$ 2,950,279	$ 3,045,732

Additional information on the City's long-term liabilities can be found in Note 3 of this report.

Economic Outlook

The City of East Dublin is located in central Laurens County, which is located in the central part of the state, approximately 135 miles south of Atlanta. According to U.S. Census figures, the City of East Dublin had a small decrease in its population from 2010 to 2020. The 2020 Census population figure for the City of East Dublin was 2,492 and the 2010 U.S. Census population figure was 2,441. Even with a decline in population, the economic condition and outlook of the City remains strong. City leaders have recognized this growth pattern and plans to have been develop and/or implemented to maintain balanced, controlled and planned developments in concert with an economic development plan that encourages appropriate growth. The economic growth has also placed increased demands on services, but the City has adopted a conservative approach and implemented programs to meet these demands. The City has been able to provide its services at a cost per capita that is comparable to other communities with similar demographic and economic characteristics.

Contracting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability of the money it receives. If you have questions about this report or need additional financial information, contact Melissa Bassett, Clerk, City of East Dublin, at 116 Savannah Avenue, East Dublin, Georgia 31027, 478-272-6883.

BASIC FINANCIAL STATEMENTS

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 1

STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 1,375,780	$ 50,053	$ 1,425,833
Receivables, net of allowance:			
Taxes	161,010	-	161,010
Accounts	59,021	114,191	173,212
Intergovernmental	599,602	-	599,602
Restricted assets:			
Cash and cash equivalents	-	118,737	118,737
Interfund balance	-	-	
Inventories	14,023	26,212	40,235
Capital assets:			
Land and construction in progress	289,153	73,480	362,633
Other capital assets, net of accumulated depreciation	1,718,675	10,289,120	12,007,795
Total assets	4,217,264	10,671,793	14,889,057
LIABILITIES			
Accounts payable	92,952	3,651	96,603
Interfund balance	-	-	-
Customer deposits	2,100	168,299	170,399
Accrued liabilities	7,929	5,591	13,520
Noncurrent liabilities			
Due within one year	23,750	108,644	132,394
Due in more than one year	-	2,841,635	2,841,635
Total liabilities	126,731	3,127,820	3,254,551
Deferred inflows of Resources -			
Unavailable revenues	447,750	-	447,750
NET POSITION			
Net investment in capital assets	2,007,828	7,350,373	9,358,201
Restricted:			
Restricted for capital outlay	345,830	118,637	464,467
Restricted for debt service	-	100	100
Unrestricted	1,289,125	74,863	1,363,988
Total net position	$ 3,642,783	$ 7,543,973	$ 11,186,756

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 2

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net Revenue (Expense) and Changes in Net Primary Government: Governmental Activities	Net Revenue (Expense) and Changes in Net Primary Government: Business-Type Activities	Net Revenue (Expense) and Changes in Net Primary Government: Total
Primary Government							
Governmental Activities:							
General government	$ 599,927	$ 43,620	$ -	$ -	$ (556,307)	$ -	$ (556,307)
Public safety	662,464	146,041	-	-	(516,423)	-	(516,423)
Public works	642,571	317,231	-	456,256	130,916	-	130,916
Culture and recreation	9,088	-	-	-	(9,088)	-	(9,088)
Total governmental activities	1,914,050	506,892	-	456,256	(950,902)	-	(950,902)
Business-type Activities:							
Water and sewer	1,152,420	859,968	-	-	-	(292,453)	(292,453)
Total business-type activities	1,152,420	859,968	-	-	-	(292,453)	(292,453)
Total primary government	$ 3,066,470	$ 1,366,860	$ -	$ 456,256	(950,902)	(292,453)	(1,243,355)
General revenues:							
Property tax					273,310	-	273,310
Sales tax					513,918	-	513,918
Other taxes					480,095	-	480,095
Intergovernmental					-	95,930	95,930
Investment and interest revenue					911	113	1,024
Miscellaneous					20,802	-	20,802
Transfers					69,194	(69,194)	-
Total general revenues and transfers					1,358,230	26,849	1,385,079
Changes in net position					407,328	(265,604)	141,724
Net position - beginning					3,235,455	7,809,577	11,045,032
Net position - end					$ 3,642,783	$ 7,543,973	$ 11,186,756

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 3

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	SPLOST	Grants	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 991,289	$ 283,788	$ 800	$ 99,903	$ 1,375,780
Receivables, net of allowance					
Taxes receivable	161,010	-	-	-	161,010
Accounts receivable	59,021	-	-	-	59,021
Intergovernmental	523,013	73,132	-	3,457	599,602
Interfund balance	-	-	447,750	-	447,750
Inventories	14,023	-	-	-	14,023
Total assets	$ 1,748,356	$ 356,920	$ 448,550	$ 103,360	$ 2,657,186
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 79,103	$ 11,090	$ -	$ 2,759	$ 92,952
Interfund balance	447,750	-	-	-	447,750
Accrued liabilities	7,929	-	-	-	7,929
Customer deposits	2,100	-	-	-	2,100
Total liabilities	536,882	11,090	-	2,759	550,731
Deferred Inflow of Resources:					
Unavailable revenues	129,626	-	447,750	-	577,376
Total deferred inflow of resources	129,626	-	447,750	-	577,376
Fund Balances:					
Nonspendable	14,023	-	-	-	14,023
Restricted for:					
Capital projects	-	345,830	-	-	345,830
Unrestricted (deficit), reported in:					
Assigned	-	-	800	100,601	101,401
Unassigned	1,067,825	-	-	-	1,067,825
Total fund balances	1,081,848	345,830	800	100,601	1,529,079
Total liabilities and fund balances	$ 1,748,356	$ 356,920	$ 448,550	$ 103,360	$ 2,657,186

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 4

RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
YEAR ENDED JUNE 30, 2021

Fund balance - total governmental funds	$	1,529,079
Amounts reported for governmental activities in the statement of net position are different because -		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		2,007,828
Some of the City's taxes will be collected after year end, but are not available soon enough to pay for the current period's expenditures and are therefore reported as unavailable property taxes in the funds.		129,626
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences		(23,750)
Net position of governmental activities	$	3,642,783

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 5

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BLANCES – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	General	SPLOST	Grants	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 1,208,716	$ -	$ -	$ 58,971	$ 1,267,687
License and permits	43,620	-	-	-	43,620
Intergovernmental	43,621	412,426	-	-	456,047
Fines and forfeitures	146,041	-	-	-	146,041
Charges for services	317,231	-	-	-	317,231
Interest revenue	911	209	-	-	1,120
Other revenues	9,264	-	-	-	9,264
Total Revenues	1,769,404	412,635	-	58,971	2,241,010
EXPENDITURES					
Current:					
General government	563,939	1,060	-	-	564,999
Public safety	606,981	11,014	-	-	617,995
Public works	486,290	40,742	-	30,269	557,301
Culture and recreation	-	-	-	9,065	9,065
Capital outlay	-	59,775	-	-	59,775
Total Expenditures	1,657,210	112,591	-	39,334	1,809,135
Excess (Deficiency) of Revenues Over (Under) Expenditures	112,194	300,044	-	19,637	431,875
Other Financing Sources (Uses):					
Transfers in (out)					
From other funds	219,830	-	800	-	220,630
To other funds	(800)	(150,636)	-	-	(151,436)
Proceeds from sale of capital assets	11,538	-	-	-	11,538
Total other financing sources (uses)	230,568	(150,636)	800	-	80,732
Net change in fund balances	342,762	149,408	800	19,637	512,607
Fund Balance, beginning	739,086	196,422	-	80,964	1,016,472
Fund Balance, ending	$ 1,081,848	$ 345,830	$ 800	$ 100,601	$ 1,529,079

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 6

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

Net change in fund balances - Total Governmental Funds	$	512,607
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Position.		59,775
Depreciation expenses on governmental capital assets are included in the governmental activities column in the Statement of Net Position but are not shown in the governmental funds.		(160,158)
Compensated absences are reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, compensated absences are not reported as expenditures in Government Funds. Compensated absences changed by this amount during the fiscal year.		(4,532)
Change in Net Position of Governmental Activities	$	407,328

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 7

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 1,070,100	$ 1,219,100	$ 1,208,716	$ (10,384)
Licenses and permits	49,700	49,700	43,620	(6,080)
Intergovernmental	52,000	170,000	43,621	(126,379)
Fines and forfeitures	192,200	192,200	146,041	(46,159)
Charges for services	310,000	400,000	317,231	(82,769)
Interest income	500	100	911	811
Other revenues	30,000	50,000	9,264	(40,736)
Total Revenues	1,704,500	2,081,100	1,769,404	(311,696)
EXPENDITURES				
General government	835,200	803,400	563,939	239,461
Police department	423,900	439,000	435,018	3,982
Fire department	171,700	175,000	171,963	3,037
Public works	303,700	290,000	270,342	19,658
Sanitation	200,500	201,000	215,948	(14,948)
Total Expenditures	1,935,000	1,908,400	1,657,210	251,190
Excess (deficiency of revenues over (under) expenditures	(230,500)	172,700	112,194	(60,506)
Other Financing Sources (Uses):				
Transfers in	220,000	220,000	219,830	(170)
Transfers out	-	-	(800)	(800)
Proceeds from sale of capital assets	10,500	12,000	11,538	(462)
Total other financing sources and uses	230,500	232,000	230,568	(1,432)
Net change in fund balance	-	404,700	342,762	(61,938)
Fund balance, beginning	-	-	739,086	(739,086)
Fund balance, ending	$ -	$ 404,700	$ 1,081,848	$ (801,024)

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 8

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Water and Sewer Fund
ASSETS	
Current Assets	
Cash and cash equivalents	$ 4,607
Accounts receivable, net of allowances	114,191
Inventories	26,212
Total current assets	145,010
Noncurrent Assets	
Restricted cash	118,737
Noncurrent certificate of deposits	45,446
Capital assets:	
Land and construction in progress	73,480
Other capital assets, net of accumulated depreciation	10,289,120
Capital assets, net	10,362,600
Total noncurrent assets	10,526,783
Total Assets	10,671,793
LIABILITIES	
Current Liabilities	
Accounts payable	3,651
Accrued liabilities	5,591
Compensated absences	11,532
Notes payable, current portion	46,170
Bonds payable, current portion	50,942
Customer deposits	168,299
Total current liabilities	286,185
Non-Current Liabilities	
Notes payable, net of current portion	58,575
Bonds payable, net of current portion	2,783,060
Total long-term liabilities	2,841,635
Total Liabilities	3,127,820
NET POSITION	
Net investment in capital assets	7,350,373
Restricted, capital outlay	118,637
Restricted, debt service	100
Unrestricted	74,863
Total Net Position	$ 7,543,973

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 9

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2021

	Water and Sewer Fund
OPERATING REVENUES	
Charges for services:	
Water and sewer sales	$ 774,574
Other fees and charges	85,394
Total operating revenues	859,968
OPERATING EXPENSES	
Personnel costs	395,137
Contracted services	33,837
Supplies	69,843
Repairs and maintenance	121,828
Other operating expenses	104,164
Depreciation	317,890
Total operating expenses	1,042,699
OPERATING LOSS	(182,731)
NON-OPERATING REVENUE (EXPENSE)	
Intergovernmental	95,930
Investment income	112
Interest expense	(109,721)
Total nonoperating revenues (expenses)	(13,679)
Net income (loss) before capital contributions and transfers	(196,410)
OTHER FINANCING SOURCE (USE)	
Transfers in	150,636
Transfers out	(219,830)
Change in net position	(265,604)
TOTAL NET POSITION (BEGINNING)	7,809,577
TOTAL NET POSITION (ENDING)	$ 7,543,973

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

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2021

	Water and Sewer Fund
OPERATING ACTIVITIES	
Receipts from customers	$ 881,621
Payments to suppliers and service providers	(347,389)
Payments to employees	(396,031)
Net cash provided by operating activities	138,201
NONCAPITAL FINANCING ACTIVITIES	
Transfers from (to) other funds	(219,830)
Intergovernmental contributions	95,930
Net cash provided by noncapital financing activites	(123,900)
CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of property and equipment	(34,436)
Principal paid on notes payable	(49,071)
Principal paid on bonds payable	(45,488)
Transfer in from SPLOST for debt reduction	150,636
Interest paid	(109,721)
Net cash used in capital and related financing activities	(88,080)
INVESTING ACTIVITIES	
Interest on investments	112
Net cash provided by investing activities	112
NET DECREASE IN CASH AND CASH EQUIVALENTS	(73,667)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	206,543
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 132,876

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

STATEMENT OF CASH FLOW
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2021

	Water and Sewer Fund
Reconciliation of operating income (loss) to net cash provided by (used for) Operating Activities:	
Operating loss	$ (182,731)
Adjustments to reconcile operating income (loss) to net cash: provided by (used for) operating activities:	
Depreciation	317,890
Net changes in assets and liabilities attribituble to operations:	
Accounts receivable	7,967
Accrued liabilities	(2,407)
Compensated absences	(894)
Accounts payable	(15,310)
Customer deposits	13,686
Net cash provided by operating activities	$ 138,201

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of East Dublin, Georgia (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board SGAS 14 which defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of the component unit's board and either A) the ability to impose will by the primary government, or B) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based upon the application of this criteria, the City of East Dublin reporting entity consists of the city itself consisting of six funds: the General Fund, SPLOST Fund, Water and Sewer Fund, TSPLOST Fund, Hotel/Motel Tax Fund, and the Grants Fund.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities,* which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities,* which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis* of accounting, as is the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement* focus and the *modified accrual basis* of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Property taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Revenues from charges for goods and services are recognized when the goods and/or services are provided. All other revenue items are considered to be measurable and available only when cash is received by the City.

The format of the fund financial statements have been modified by GASB Statement No. 34. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. GASB Statement No. 34 also requires, as required supplementary information, Management's Discussion and Analysis which includes an analytical overview of the City's financial activity.

The City reports the following major governmental funds:

> The *general fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
>
> The *special purpose local option sales tax (SPLOST) fund* accounts for the activities of the government's special purpose local option sales tax.
>
> The *grants fund* accounts for activities of the government's receipt and use of funds received from the American Rescue Plan (ARPA) grant.

The City reports the following major proprietary fund:

> The *water and sewer fund* accounts for the operation of the water and sewerage system including all revenues from sources applicable to these operations and all expenses of the operation.

Additionally, the government reports the following fund types:

> The *special revenue funds* account for specific revenues that are legally restricted to expenditures for particular purposes.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and the other functions of the government. Elimination of these charges would distort the direct costs reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principle operating revenues of the enterprise funds are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, Liabilities, and Net Position or Equity

1. Deposits and investments - The city's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. There are no investments other than cash and these are stated at cost.

2. Receivables and payables - Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

   Property tax receivables are shown net of an allowance for uncollectible accounts. As of June 30, 2021, the City has recorded an allowance of $11,622.

3. Inventories - Inventories are valued at cost, which approximates market, using the first in, first out (FIFO) method. The consumption method is used to account for inventories. Under the consumption method, inventory items are recognized as expenditures when used.

4. Restricted assets - Certain proceeds of enterprise fund block grants, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants.

5. Capital assets - Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $3,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value at the date of donation.

   The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

   Property, plant and equipment of the primary government are depreciated using the straight line method over the following useful lives:

Asset	Years
Land Improvements	30
Buildings	30-40
Public Domain Infrastructure	25
System Infrastructure	25-50
Vehicles & Equipment	3-20
Computer Equipment	5

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

6. Compensated absences – It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements.

7. Long-term obligations - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

   In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources.

9. Fund balance **-** Generally, fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the those funds can be spent. Fund balances are classified as follows:

   Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

   Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

   Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution. Only the City Council may modify or rescind the commitment.

   Assigned – Funds balances are reported as assigned when amounts are constrained by the City's intent (as determined by the mayor or city clerk) to be used for specific purposes, but are neither restricted nor committed.

   Unassigned – Fund balances are reported as unassigned when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

   The City uses restricted amounts to be spent when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balances, such as grant agreements that require a dollar match. Additionally, the City would then use committed, assigned and lastly, unassigned amounts from the unrestricted fund balances when expending funds.

   Net Position

   Net investment in capital assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction or improvement of the assets.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Restricted net position – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

Unrestricted net position – This amount is all net position that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net position."

Restricted, committed, and assigned fund balance on the governmental funds balance sheet as of June 30, 2021:

	General Fund	SPLOST Fund	Hotel/Motel Tax Fund	TSPLOST Fund	Grants Fund
Restricted Fund Balance					
SPLOST Referendum Purchases	$ -	$ 345,830	$ -	$ -	$ -
Public Works Expenditures	-	-	-	27,135	-
Promotion of Tourism	-	-	73,466	-	-

Non-spendable fund balance on the governmental funds balance sheet as of June 30, 2021:

	General Fund
Inventory	$ 14,023

10. Use of estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

11. Encumbrances - Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed. Actual expenditures and amounts payable are compared to budget at each meeting. The mayor and council feel that they have sufficient control in this manner, especially as this is a relatively small municipality.

12. Infrastructure - General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to July 1, 2003.

13. Intergovernmental support – In prior years, the City constructed and extended its water and sewer system to enable the system to provide adequate services to the Laurens County Board of Education (LCBOE). These improvements were funded by a note payable obtained from the Georgia Environmental Facilities Authority (see Note 3 D.) Accordingly, the City entered into an intergovernmental contract with the LCBOE, which among other things, includes provisions for the LCBOE to pay for the costs of the improvements including maintenance and installation incurred by the City. As a result the LCBOE remits an amount to the City annually to pay the quarterly payments due to GEFA plus another amount to cover maintenance costs and is recorded as intergovernmental revenue on the proprietary fund statement of revenues and expenses. The amount recorded for the year ended June 30, 2021 is $95,930.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

14. Deferred outflows/inflows of resources- In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The City has no items that fell under this financial statement element.

    In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports unavailable revenues from property taxes and federal/state grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information
On or before June 30 of each year, all departments of the government submit requests for appropriation to the government's mayor and council so that a budget may be prepared. The budget is prepared by fund, function, and department, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

Before June 30, the proposed budget is presented to the government's council for review. The government's council holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the mayor and council or the revenue estimates must be changed by an affirmative vote of a majority of the council.

The legal level of budgetary control is the departmental level within individual funds. The city clerk is authorized to transfer budgeted amounts within departments. Any revisions that alter total expenditures must be approved by the mayor and council. During the year, the budget may be amended by council if necessary.

Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and special revenue funds. Enterprise fund budgets are prepared and utilized as a management tool to assess the operations of the enterprise funds. All annual appropriations lapse at fiscal year-end.

Expenditures in Excess of Appropriations
There were expenditures in excess of appropriations during the year ended June 30, 2021 in the fire department, public works, and culture and recreational departments.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

Deposits and Investments

Custodial Credit Risk – Deposits - The custodial credit risk of deposits is the risk that in the event of failure of a bank the government will not be able to recover deposits. The City has a policy of only using FDIC insured banks and they require pledges on balances not covered by FDIC insurance. As of June 30, 2021, $0 of the government's bank balance was exposed to custodial credit risk.

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Investments – The City owns no investments as of June 30, 2021.

State statutes authorize the City to invest in obligations of the U.S.Treasury, other U.S. Government Agencies, State of Georgia, other states, prime banker's acceptances, repurchase agreements and other political subdivisions of Georgia.

Interest Rate Risk – The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by U.S. government agency of the United States. Obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of June 30, 2021, the City had no investments in financial securities.

Property and Other Taxes

Property Taxes
Property taxes for 2021 are to be levied in November 2021 on property values assessed as of January 1, 2021. Bills for one-half of the estimated levy were sent out on March 15 and due by June 30. The final bills are sent out in November with taxes due on January 15, 2022. After this date, penalties and interest are assessed by the government with active pursuance of delinquent taxes early in the following year. Liens are placed on property when taxes are delinquent more than one year from the due date.

Hotel/Motel Taxes
The City has levied a 5% lodging tax. The Official Code of Georgia Annotated §48-13-50 requires that all lodging taxes levied of 5% or more be expended or obligated contractually for the promotion of tourism, conventions, or trade shows. As the City of East Dublin expended less than 60% of the hotel/motel revenues during the year ended June 30, 2021, all expenses are deemed to be spent from unrestricted funds.

Accounts Receivable
Receivables at June 30, 2021:

	General	SPLOST	Nonmajor Governmental Funds	Water and Sewer Fund	Total
Receivables:					
Taxes	$ 172,632	$ -	$ -	$ -	$ 172,632
Accounts	74,249	-	-	115,394	189,643
Intergovernmental	523,013	73,132	3,457	-	599,602
Gross receivables	769,894	73,132	3,457	115,394	961,877
Less: allowance for uncollectibles	(26,850)	-	-	(1,203)	(28,053)
Total net receivables	$ 743,044	$ 73,132	$ 3,457	$ 114,191	$ 933,824

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Capital Assets

Capital asset activity for the fiscal year ended June 30, 2021:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 289,153	$ -	$ -	$ 289,153
Construction in Progress	-	-	-	-
Total	289,153	-	-	289,153
Capital assets, being depreciated:				
Buildings	986,660	-	-	986,660
Infrastructure	1,406,546	-	-	1,406,546
Equipment	1,374,125	59,775	(25,545)	1,408,355
Total	3,767,331	59,775	(25,545)	3,801,561
Less accumulated depreciation for:				
Buildings	(303,339)	(26,858)	-	(330,197)
Infrastructure	(631,690)	(56,435)	-	(688,125)
Equipment	(1,013,244)	(76,865)	25,545	(1,064,564)
Total	(1,948,273)	(160,158)	25,545	(2,082,886)
Total assets, being depreciated	1,819,058	(100,383)	-	1,718,675
Governmental activities capital assets, net	$ 2,108,211	$(100,383)	$ -	$ 2,007,828
Business-type activites				
Capital assets, not being depreciated:				
Land	$ 73,480	$ -	$ -	$ 73,480
Total	73,480	-	-	73,480
Capital assets, being depreciated				
Water and sewer plant and distribution system	14,934,117	11,739	-	14,945,856
Equipment	445,123	22,697	-	467,820
Total	15,379,240	34,436	-	15,413,676
Less accumulated depreciation for:				
Water and sewer plant and distribution system	(4,425,171)	(299,962)	-	(4,725,133)
Equipment	(381,495)	(17,928)	-	(399,423)
Total	(4,806,666)	(317,890)	-	(5,124,556)
Total assets, being depreciated, net	10,572,574	(283,454)	-	10,289,120
Business-type activities capital assets, net	$ 10,646,054	$ (283,454)	$ -	$10,362,600

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Capital Assets

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

Governmental activities:	
General Government	$ 33,464
Public safety	42,868
Public works	83,826
Total depreciation expense - governmental activities	$ 160,158
Business-type activities:	
Water and Sewer	$ 317,890
Total depreciation expense - business-type activities	$ 317,890

Short-term Debt
The City was not a party to a short-term debt agreement during the year ended June 30, 2021.

Capital Leases
The City was not a party to a capital lease agreement during the year ended June 30, 2021.

Long-term Debt

Revenue Bonds - The government can also issue bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. In 2011, the City issued revenue bonds totaling $3,201,000 to help fund the city's portion of a United States Department of Agriculture project to upgrade the city's wastewater treatment plant. The bond consists of 468 monthly payments of $13,029 beginning in December 2012. The annual interest rate is 3.75%. The city has pledged future revenues of the water and sewer system to service the bonds. The City is also required to deposit $1,039 monthly into a sinking fund reserve account until the balance is $156,348. The balance in the sinking fund reserve account as of June 30, 2021 is $118,313. The city is in compliance with this requirement.

SPLOST proceeds are also available for use in the debt service.

Debt service requirements to maturity for the revenue bonds payable are:

	Business-Type Activities Revenue Bonds	
Fiscal Year	Principal	Interest
2022	$ 50,942	$ 105,405
2023	52,886	103,462
2024	54,904	101,444
2025	56,998	99,350
2026	59,173	97,175
2027-2031	331,500	462,422
2032-2036	399,750	396,682
2037-2041	482,050	317,407
2042-2046	581,291	221,811
2047-2051	700,966	106,534
2052	63,542	6,056
	$ 2,834,002	$ 2,017,748

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Notes Payable - In 2003, the City obtained a note payable in the amount of $788,476 from the Georgia Environmental Facilities Authority for an extension of the water and sewer system. The note consists of 80 quarterly payments in the amount of $11,982. The annual interest rate is 2.00%.

The annual debt service requirements to maturity for the notes payable are as follows:

	Business-Type Activities GEFA	
Fiscal Year	Principal	Interest
2022	$ 46,170	$ 1,760
2023	47,100	829
2024	11,475	59
	$ 104,745	$ 2,648

Interest included in the direct expenses of the government-wide statement of activities for June 30, 2021 is $109,721.

Long-term liability activity for governmental activities and business-type activities for the year ended June 30, 2021 was as follows:

Governmental Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due Within More Than One Year
Compensated absences	$ 19,218	$ 23,750	$ (19,218)	$ 23,750	$ 23,750	$ -
Governmental activities long-term liabilities	$ 19,218	$ 23,750	$ (19,218)	$ 23,750	$ 23,750	$ -

Business-Type Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due Within More Than One Year
Compensated absences	$ 12,426	$ 11,532	$ (12,426)	$ 11,532	$ 11,532	$ -
Bonds payable	2,883,073	-	(49,071)	2,834,002	50,942	2,783,060
Notes payable	150,233	-	(45,488)	104,745	46,170	58,575
Business-type activity long-term payables	$3,045,732	$ 11,532	$ (106,985)	$ 2,950,279	$ 108,644	$2,841,635

Compensated absences are generally liquidated by the General Fund.

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Risk Management
The City provides a fully insured employee health insurance plan for its employees. Commercial insurance is carried to cover risk of other claims or losses. These insured risks include workers' compensation, property damage and liability.

The City has joined together with other municipalities in the state as part of the Workers' Compensation Self-Insurance Fund (WCSIF), a public entity risk pool currently operating as a common risk management and insurance program for member local governments. The Georgia Municipal Association (GMA) administers the risk pool.

As part of the risk pool, the City is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in agents and attorneys 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.

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member governments' contracts and in accordance with the workers' compensation laws of Georgia. The fund is to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation, or defense.

Commitments and Contingencies
Reservations of fund balances of Governmental funds are established to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures. Specific reservations of the fund balance accounts are summarized below.

Risks and Uncertainties
In early 2020, an outbreak of a novel strain of coronavirus (COVID-19) emerged globally. As a result, events have occurred domestically in the United States and globally, including mandates from federal, state and local authorities, leading to an overall decline in economic activity. COVID-19 has created uncertainty for revenue forecasts, sourcing and workforce availability, as well as volatility in stock and commodity prices. The full economic impact of COVID-19 is yet to be determined.

Grants
The City has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the City believes such disallowances, if any, will not be significant.

Litigation
During the course of normal operations of the City, various claims and lawsuits arise. The City attorney has advised that there are no potential liabilities that will impair the City's financial position as of the date of this audit report.

Tax Abatements
The City was not under a tax abatement agreement and property taxes were not reduced for the year ended June 30, 2021.

NOTE 3 – DETAILED NOTES ON ALL FUNDS, continued

Interfund Receivables, Payables, and Transfers

Generally, outstanding balances between funds reported as due to/from other funds include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding and other miscellaneous receivables and payables between funds. As of June 30, 2021, the City had the following interfund balances:

Receivable Fund	Payable Fund	Amount
Grants Fund	General Fund	$ 447,750

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. Resources are accumulated in a fund or component unit to support and simplify the administration of various projects or programs. A reconciliation of transfers as of June 30, 2021, is as follows:

Transfer Out	Transfer In	Amount	Purpose
SPLOST Fund	Water/Sewer Fund	$ 150,636	Bond Payments and purchase of new assets
Water/Sewer Fund	General Fund	219,830	General Government
General Fund	GRANTS Fund	800	New special revenue fund

NOTE 4 – OTHER INFORMATION

Joint Venture
Under Georgia law, the City, in conjunction with other cities and counties in the seventeen county central Georgia area, is a member of the Heart of Georgia Altamaha Regional Commission (RC) and is required to pay annual dues thereto. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organization structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGS 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Heart of Georgia Altamaha Regional Commission
501 Oak Street
Eastman, Georgia 31023

Defined Contribution Pension Plan
The City has a voluntary matching savings plan whereby the City will match employees; contributions to an IRA established and maintained by the employee. Contributions for the fiscal year by the City totaled $9,728 by the General Fund and $8,424 by the Water Fund. The employees' voluntary contributions may be 2%, 4%, or 6% of their salary. Plan provisions and contribution requirements are established and may be amended by the City. The plan conforms to Internal Revenue Code Section 408. At present the trustees of the accounts are the Capital City Bank, the Bank of Dudley, and the Citizens Bank of Laurens County.

NOTE 4 – OTHER INFORMATION, continued

The City is required by Georgia law to contribute a percentage of its fines collected to the Peace Officers Annuity and Benefit Fund. The General Fund contributed $6,480 during the fiscal year. Membership is limited to Peace Officers employed by the State of Georgia or any of its political subdivisions. Upon application and acceptance, a member must pay dues in the amount of $20.00 per month. None of the officers employed by the City are members. Benefits of membership include death payments and disability retirement income. Pension benefits with different payment options are also available to qualified members.

The City has no liability or fiduciary responsibility beyond its contribution to the plan and no unfunded accrued liabilities.

Subsequent Events

The City performed an evaluation of subsequent events through December 29, 2021, the date upon which the City's financial statements were available for issue. The City has not evaluated subsequent events after this date. No subsequent events were identified that would have required a change to the financial statements or disclosure in the notes to the financial statements.

SUPPLEMENTARY INFORMATION

Non-major Governmental Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

- Hotel/Motel Tax – To account for the revenues received that are designated for the purpose of promoting tourism, conventions, or trade shows.
- TSPLOST Fund – To account for TSPLOST funds that are legally restricted to expenditure for road maintenance and projects within the County.

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 11

COMBINING BALANCE SHEETS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash	$ 26,437	$ 73,466	$ 99,903
Interfund balance	-	-	-
Intergovernmental receivable	3,457	-	3,457
Total assets	$ 29,894	$ 73,466	$ 103,360
LIABILITIES AND FUNDS BALANCES			
Liabilities:			
Accounts payable	$ 2,759	$ -	$ 2,759
Unavailable revenues	-	-	-
Total liabilities	$ 2,759	$ -	$ 2,759
Fund Balances			
Restricted			
Restricted for culture and recreation	-	73,466	73,466
Restricted for public works	27,135	-	27,135
Total fund balances	27,135	73,466	100,601
Total liabilities and fund balances	$ 29,894	$ 73,466	$ 103,360

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 12

COMBINING SCHEDULES OF REVENEUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ 41,349	$ 17,622	$ 58,971
Total revenues	41,349	17,622	58,971
EXPENDITURES			
Public works	30,269	-	30,269
Culture and recreation	-	9,065	9,065
Total expenditures	30,269	9,065	39,334
Excess (deficiency) of revenues over (under) expenditures	11,080	8,557	19,637
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net Change in Fund Balances	11,080	8,557	19,637
Fund Balances, Beginning	16,055	64,909	80,964
Fund Balances, Ending	$ 27,135	$ 73,466	$ 100,601

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 13

TSPLOST FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 31,000	$ 42,000	$ 41,349	$ (651)
Total revenues	31,000	42,000	41,349	(651)
EXPENDITURES				
Public works	31,000	42,000	30,269	11,731
Total expenditures	31,000	42,000	30,269	11,731
Excess (deficiency) of revenues over (under) expenditures	-	-	11,080	11,080
Net Change in Fund Balances	-	-	11,080	11,080
Fund Balances, Beginning	-	-	16,055	16,055
Fund Balances, Ending	$ -	$ -	$ 27,135	$ 27,135

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 14

HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2021

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 17,000	$ 17,000	$ 17,622	$ 622
Total revenues	17,000	17,000	17,622	622
EXPENDITURES				
Culture and recreation	17,000	17,000	9,065	7,935
Total expenditures	17,000	17,000	9,065	7,935
Excess (deficiency) of revenues over (under) expenditures	-	-	8,557	8,557
Net Change in Fund Balances	-	-	8,557	8,557
Fund Balances, Beginning	-	-	64,909	64,909
Fund Balances, Ending	$ -	$ -	$ 73,466	$ 73,466

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 15

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
YEAR ENDED JUNE 30, 2021

	Original Estimated Cost	Revised Estimated Cost	Prior Year(s)	Current Year	Total	Estimated Percentage of Completion
SPLOST 2019						
City Hall and Associated Buildings	$ 42,000	$ 42,000	$ 23,531	$ 1,060	$ 24,591	58.55%
Previously Incurred General Obligation Debt	720,000	720,000	202,771	120,000	322,771	44.83%
Public Safety Equipment and Facilities	360,000	360,000	90,899	47,814	138,713	38.53%
Public Works and Solid Wasted Equipment and Facilities	222,000	222,000	112,349	31,992	144,341	65.02%
Recreation Equipment and Facilities	14,000	14,000	-	-	-	0.00%
Roads, Streets, Bridges, and Drainage	222,000	222,000	2,483	10,819	13,302	5.99%
Water and Sewer Improvements	450,000	450,000	173,732	51,542	225,274	50.06%
	$ 2,030,000	$ 2,030,000	$ 605,765	$ 263,227	$ 868,992	

Note – Prior year expenditures have been reclassified to conform to current year presentation.

STATISTICAL SECTION (UNAUDITED)

STATISTICAL SECTION

The statistical section provides users with additional historical perspective, content, and detail to assist in understanding the information in the financial statements, notes to the financial statements, and for assessing the City's economic condition.

CONTENTS

Financial Trends *Page 45*

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity *Page 51*

These schedules contain information to help the reader assess the City's most significant local revenue sources, sales taxes and ad valorem taxes.

Debt Capacity *Page 58*

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the city's ability to issue additional debt in the future.

Demographic and Economic Information *Page 62*

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information *Page 65*

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the government provides and the activities it performs.

CITY OF EAST DUBLIN, GEORGIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities:										
Net investment in capital assets	$2,266,206	$2,423,130	$ 2,499,871	$ 2,292,307	$ 2,165,312	$ 2,094,387	$ 2,076,390	$ 2,209,290	$ 2,108,211	$ 2,007,828
Restricted	636,741	344,488	56,553	69,664	69,664	117,469	-	129,678	196,422	345,830
Unrestricted	552,062	577,710	553,874	753,772	329,203	199,399	216,345	813,057	930,822	1,289,125
Total governmental activities net position	3,455,009	3,345,328	3,110,298	3,115,743	2,564,179	2,411,255	2,292,735	3,152,025	3,235,455	3,642,783
Business-Type Activities:										
Net investment in capital assets	3,901,890	5,828,974	7,512,075	7,377,125	7,711,399	7,687,109	7,874,348	7,728,747	7,766,788	7,350,373
Restricted	6,523	18,707	31,127	100	56,004	69,084	81,554	93,736	106,230	118,737
Unrestricted	558,290	663,175	422,250	256,813	327,662	272,817	565,460	113,510	(63,441)	74,863
Total business-type activities net position	4,466,703	6,510,856	7,965,452	7,634,038	8,095,065	8,029,010	8,521,362	7,935,993	7,809,577	7,543,973
Primary Government Total:										
Net investment in capital assets	6,168,096	8,252,104	10,011,946	9,669,432	9,876,711	9,781,496	9,950,738	9,938,037	9,874,999	9,358,201
Restricted	643,264	363,195	87,680	69,764	125,668	186,553	81,554	223,414	302,652	464,567
Unrestricted	1,110,352	1,240,885	976,124	1,010,585	656,865	472,216	781,805	926,567	867,381	1,363,988
Total primary government net position	$7,921,712	$9,856,184	$11,075,750	$10,749,781	$10,659,244	$10,440,265	$10,814,097	$11,088,018	$11,045,032	$11,186,756

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental Activities:										
General Government	$ 772,536	$ 777,199	$ 800,163	$ 825,784	$ 908,395	$ 856,903	$ 820,027	$ 833,010	$ 651,325	$ 599,927
Judicial							$ 6,742	$ -	$ -	$ -
Public Safety	597,265	669,189	685,153	717,044	686,953	668,236	748,974	589,070	639,690	662,464
Public Works	469,312	480,997	520,504	508,678	518,548	555,613	408,777	565,105	776,058	642,571
Culture and Recreation	7,964	8,218	12,819	14,563	8,022	10,183	9,775	8,957	4,093	9,088
Total Governmental Activities Expenses	1,847,077	1,935,603	2,018,639	2,066,069	2,121,918	2,090,935	1,994,295	1,996,142	2,071,166	1,914,050
Business-Type Activities:										
Water and Sewer	771,970	896,841	1,064,783	1,091,522	1,154,016	1,086,685	898,117	944,690	1,110,844	1,152,420
Total Business-Type Activities Expenses	771,970	896,841	1,064,783	1,091,522	1,154,016	1,086,685	898,117	944,690	1,110,844	1,152,420
Total Primary Government Expenses	2,619,047	2,832,444	3,083,422	3,157,591	3,275,934	3,177,620	2,892,412	2,940,832	3,182,010	3,066,470
Program Revenues:										
Governmental Activities:										
Charges for Services:										
General Government	39,728	42,743	41,981	42,876	40,103	45,326	47,209	43,260	46,545	43,620
Public Safety	160,223	205,397	216,360	213,133	182,474	203,528	160,878	198,248	156,108	146,041
Public Works	274,796	250,432	271,963	281,723	282,428	279,602	304,384	303,547	310,831	317,231
Operating Grants and Contributions	32,408	39,639	-	-	-	-	47,289	83,920	-	-
Capital Grants and Contributions	550,641	390,086	522,854	367,661	370,558	378,864	59,048	454,634	419,911	456,256
Total Governmental Activities Program Revenues	1,057,796	928,297	1,053,158	905,393	875,563	907,320	618,808	1,083,609	933,395	963,148
Business-Type Activities:										
Charges for Services:										
Water and Sewer	643,626	767,399	702,246	786,993	740,442	748,488	875,842	765,081	722,781	859,968
Capital Grants and Contributions	-	767,562	2,067,631	1,333,962	-	431,409	68,591	303,683	-	-
Total Business-Type Activities Program Revenues	643,626	1,534,961	2,769,877	2,120,955	740,442	1,179,897	944,433	1,068,764	722,781	859,968
Total Primary Governmental Program Revenues	$ 1,701,422	$ 2,463,258	$ 3,823,035	$ 3,026,348	$ 1,616,005	$ 2,087,217	$ 1,563,241	$ 2,152,373	$ 1,656,176	$ 1,823,116

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (CONTINUED)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (Expense)/Revenue:										
Governmental Activities	$ (823,194)	$ (789,281)	$ (1,007,306)	$ (965,481)	$ (1,160,676)	$ (1,246,355)	$ (1,183,615)	$ (1,375,487)	$ (912,532)	$ (1,137,771)
Business-Type Activities	85,636	762,991	1,873,036	1,056,172	(351,080)	25,881	(142,252)	170,647	(221,909)	(369,531)
Total Primary Government Expense	(737,558)	(26,290)	865,730	90,691	(1,511,756)	(1,220,474)	(1,325,867)	(1,204,840)	(1,134,441)	(1,507,302)
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Taxes										
Property Taxes	179,782	177,935	211,522	224,513	231,888	231,493	228,657	228,939	241,496	247,065
Sales Taxes	380,442	410,239	408,574	397,332	404,437	407,743	404,198	780,002	451,498	457,720
Other Taxes and Licenses	426,400	421,616	409,086	416,868	432,742	436,434	438,447	434,224	467,784	471,047
Intergovernmental	-	-	-	-	-	-	-	-	-	132,030
Investment Earnings	2,492	1,976	918	870	599	650	278	315	547	671
Miscellaneous	25,264	17,109	36,247	83,353	116,083	26,029	27,831	41,482	71,757	30,631
Transfers	311,652	157,631	(168,722)	(392,485)	(19,628)	(407,558)	(68,720)	(227,995)	538,740	(117,963)
Total Governmental Activities	1,326,032	1,186,506	897,625	730,451	1,166,121	694,791	1,030,691	1,256,967	1,771,822	1,221,201
Business-Type Activities:										
Intergovernmental	-	-	-	-	-	-	-	-	111,920	97,524
Investment Earnings	296	120	12	25	38	450	130	145	155	100
Miscellaneous	7,069	1,262	2,383	5,914	-	27,138	7,347	93,565	63,205	61,566
Transfers	(311,652)	(157,631)	168,722	392,485	19,628	407,558	68,720	227,995	(538,740)	117,963
Total Business-Type Activities	(304,287)	(156,249)	171,117	398,424	19,666	435,146	76,197	321,705	(363,460)	277,153
Total Primary Government	1,021,745	1,030,257	1,068,742	1,128,875	1,185,787	1,129,937	1,106,888	1,578,672	1,408,362	1,498,354
Change in Net Position										
Governmental Activities	502,838	397,225	(109,681)	(235,030)	5,445	(551,564)	(152,924)	(118,520)	859,290	(42,100)
Business-Type Activities	(218,651)	606,742	2,044,153	1,454,596	(331,414)	461,027	(66,055)	492,352	(585,369)	(92,378)
Total Primary Government	$ 284,187	$ 1,003,967	$ 1,934,472	$ 1,219,566	$ (325,969)	$ (90,537)	$ (218,979)	$ 373,832	$ 273,921	(8,948)

CITY OF EAST DUBLIN, GEORGIA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year									
Prior to implementation of GASB 54	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
GENERAL FUND										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Total general fund	-	-	-	-	-	-	-	-	-	-
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	-	-	-	-	-	-	-	-	-	-

After Implementation of GASB 54	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
GENERAL FUND										
Nonspendable	5,064	6,969	9,872	12,765	12,765	6,940	9,343	3,685	7,616	14,023
Restricted	-	7,244	-	-	-	-	-	-	-	-
Committed	8,000	-	-	-	-	-	-	-	-	-
Assigned	205,189	160,716	184,967	154,322	70,897	104,412	-	-	-	-
Unassigned	202,101	233,098	192,903	395,203	(15,376)	(113,627)	(137,757)	642,095	605,940	1,067,825
Total general fund	420,354	408,027	387,742	562,290	68,286	(2,275)	(128,414)	645,780	613,556	1,081,848
ALL OTHER GOVERNMENTAL FUNDS										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	636,741	337,244	56,553	114,075	182,629	175,117	189,261	129,678	196,422	345,830
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	5,754	23,710	36,620	52,943	56,288	61,627	-	57,717	80,964	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	$ 642,495	$ 360,954	$ 93,173	$ 167,018	$ 238,917	$ 236,744	$ 189,261	$ 187,395	$ 277,386	$ 345,830

Note 1: Fund balances terminology changed in June 15, 2010 with the implementation of GASB statement 54

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
REVENUES										
Taxes	$ 1,012,621	$ 1,002,691	$ 1,061,422	$ 1,098,609	$ 1,078,685	$ 1,082,383	$ 1,100,529	$ 1,147,716	$ 1,175,113	$ 1,267,687
Licenses and permits	39,728	42,743	41,981	42,876	40,103	45,326	47,209	43,260	46,545	43,620
Intergovernmental	582,296	429,246	522,707	367,620	370,558	378,757	458,942	538,410	426,296	456,047
Fines and forfeitures	160,223	205,397	216,360	213,133	182,474	203,528	160,878	198,248	156,108	146,041
Charges for services	274,796	250,432	271,963	281,723	282,428	279,602	304,384	303,547	310,831	317,231
Investment earnings	2,729	1,397	1,017	640	650	385	429	691	786	1,120
Other revenues	17,109	36,245	83,353	151,524	26,029	27,831	22,249	51,356	13,180	9,264
Total revenues	2,089,502	1,968,151	2,198,803	2,156,125	1,980,927	2,017,812	2,094,620	2,283,228	2,128,859	2,241,010
EXPENDITURES										
General Government	745,102	738,649	759,846	779,406	870,326	837,994	793,524	802,837	617,881	564,999
Judicial	-	-	-	-	-	-	6,742	-	-	-
Public Safety	559,661	613,808	652,186	608,574	624,528	627,287	712,932	545,579	594,248	617,995
Public Works	485,025	427,632	511,560	442,509	455,879	490,952	473,389	498,724	696,425	557,301
Culture and Recreation	10,064	8,218	12,819	14,563	8,022	10,183	9,775	8,957	4,094	9,065
Capital Outlay	208,091	304,990	157,973	43,052	36,718	55,411	-	277,063	57,931	59,775
Total expenditures	2,007,943	2,093,297	2,094,384	1,888,104	1,995,473	2,021,827	1,996,362	2,133,160	1,970,579	1,809,135
Excess (Deficiency) of Revenues Over (Under) Expenditures	81,559	(125,146)	104,419	268,021	(14,546)	(4,015)	98,258	150,068	158,280	431,875
OTHER FINANCING SOURCES (USES)										
Sale of assets	-	-	-	-	-	-	-	749,012	99,547	220,630
Transfers in	269,773	201,989	506,743	256,442	33,750	272,984	(227,995)	(210,272)	(217,510)	(151,436)
Transfers out	(112,142)	(370,711)	(899,228)	(276,070)	(441,308)	(341,704)	19,233	20,401	17,450	11,538
Total other financing sources (uses)	157,631	(168,722)	(392,485)	(19,628)	(407,558)	(68,720)	(208,762)	559,141	(100,513)	80,732

CITY OF EAST DUBLIN, GEORGIA
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS

Fiscal Year	General Government	Police	Public Safety	Fire Department	Streets and Sanitation	Total
6/30/2012	745,102	367,590	-	192,071	485,025	1,789,788
6/30/2013	738,649	447,897	-	183,480	427,632	1,797,658
6/30/2014	759,846	411,257	-	214,750	576,462	1,962,315
6/30/2015	840,347	509,231	-	207,813	508,678	2,066,069
6/30/2016	916,417	501,049	-	185,904	518,548	2,121,918
6/30/2017	837,215	455,693	-	171,594	513,795	1,978,297
6/30/2018	796,058	419,205	-	260,660	406,452	1,882,375
6/30/2019	815,472	455,412	-	190,931	429,618	1,891,433
6/30/2020	611,594	-	587,298	-	651,785	1,850,677
6/30/2021	563,939	-	606,981	-	486,290	1,657,210

Notes: (1) Source is current and prior years' fund financial statements.

CITY OF EAST DUBLIN, GEORGIA
GENERAL GOVERNMENT REVENUES BY SOURCE
LAST TEN FISCAL YEARS

Fiscal Year	Inter-Government	Ad Valorem Taxes	Sales Taxes	Franchise Taxes Licenses & Permits	Charges for Services	Fines & Forfeits	Beer & Liquor Taxes	Insurance Premium Tax	Misc. & Interest	Total
6/30/2012	582,296	180,766	410,239	238,129	274,796	160,223	108,722	114,493	19,838	2,089,502
6/30/2013	429,246	185,031	408,574	232,933	250,432	205,397	97,285	121,611	37,642	1,968,151
6/30/2014	188,781	202,047	397,332	209,269	271,963	216,360	123,664	125,916	84,223	1,819,555
6/30/2015	367,661	231,888	404,437	226,727	281,723	213,133	118,315	130,576	116,682	2,091,142
6/30/2016	370,558	231,493	407,743	236,869	282,428	182,474	84,191	140,652	41,505	1,977,913
6/30/2017	378,861	228,657	404,198	230,436	279,602	203,528	81,471	152,353	47,622	2,006,728
6/30/2018	106,337	239,022	395,080	226,188	304,384	160,878	77,313	162,231	22,564	1,693,997
6/30/2019	173,118	228,434	418,556	243,516	303,547	198,248	75,782	174,959	51,903	1,868,063
6/30/2020	56,717	246,346	423,439	232,118	310,831	156,108	80,950	187,596	13,851	1,707,956
6/30/2021	43,621	273,674	472,569	222,314	317,231	146,041	86,052	197,727	10,175	1,769,404

CITY OF EAST DUBLIN, GEORGIA
SALES TAX COLLECTIONS AND RATES
LAST TEN FISCAL YEARS

	Sales Tax Received by East Dublin			Individual Sales Tax Rates					
				State	Region	County		City	
Fiscal Year	Local Option Sales Tax	Special Purpose Local Option Sales Tax	Total Collected Sales Tax	Basic Rate	Transpotation Special Purpose Local Option Sales Tax	County Education Rate	Special Purpose Local Option Sales Tax	Local Option Sales Tax	Total Sales Tax Rate
6/30/2012	410,239	496,801	907,040	4%	0%	1%	1%	1%	7%
6/30/2013	397,144	369,286	766,430	4%	1%	1%	1%	1%	8%
6/30/2014	371,707	359,551	731,258	4%	1%	1%	1%	1%	8%
6/30/2015	375,369	362,708	738,077	4%	1%	1%	1%	1%	8%
6/30/2016	376,331	336,895	713,226	4%	1%	1%	1%	1%	8%
6/30/2017	375,621	334,970	710,591	4%	1%	1%	1%	1%	8%
6/30/2018	395,080	352,719	747,799	4%	1%	1%	1%	1%	8%
6/30/2019	418,556	365,292	783,848	4%	1%	1%	1%	1%	8%
6/30/2020	423,439	369,694	793,133	4%	1%	1%	1%	1%	8%
6/30/2021	541,545	412,635	954,180	4%	1%	1%	1%	1%	8%

CITY OF EAST DUBLIN, GEORGIA
ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Calendar Year	Assessed Value of Taxable Property	Less Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2012	39,161,652	2,239,139	36,922,513	4.118	83,322,664	47%
2013	45,490,599	2,297,764	43,192,835	4.105	96,788,509	47%
2014	45,803,212	1,956,086	43,847,126	4.111	97,453,643	47%
2015	44,506,528	1,956,086	42,550,442	4.096	94,694,740	47%
2016	47,518,878	1,919,688	45,599,190	4.100	101,103,996	47%
2017	43,670,371	1,866,038	41,804,333	4.100	92,915,683	47%
2018	43,993,688	2,592,405	41,401,263	4.100	93,603,591	47%
2019	43,767,982	4,084,754	39,683,228	4.080	93,123,366	47%
2020	45,367,504	4,566,449	40,801,055	4.070	96,526,604	47%
2021	45,612,292	4,737,721	40,874,571	4.070	97,047,430	47%

Sources: Prior East Dublin Financial Statements, Georgia's Consolidated Tax Digest and East Dublin Tax Digest Reports

CITY OF EAST DUBLIN, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended	Taxes Levied for the Calendar Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collection to Date		Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as Percentage of Current Levy
		Amount	Percentage of Levy		Amount	Percentage of Levy		
6/30/2012	148,022	35,104	23.72%	108,312	143,416	96.89%	4,606	2.81%
6/30/2013	156,901	39,312	25.06%	110,818	150,130	95.68%	6,771	4.13%
6/30/2014	152,898	25,983	16.99%	119,675	145,658	95.26%	7,240	4.42%
6/30/2015	160,489	36,909	23.00%	114,173	151,082	94.14%	9,407	5.74%
6/30/2016	163,498	42,167	25.79%	103,260	145,427	88.95%	18,071	11.03%
6/30/2017	163,845	45,765	27.93%	-	45,765	27.93%	118,080	72.07%
6/30/2018	167,538	48,335	65.25%	10,949	120,262	71.78%	86,804	51.81%
6/30/2019	168,051	35,996	21.42%	-	35,996	21.42%	132,055	78.58%
6/30/2020	166,468	39,924	23.98%	144,523	184,447	110.80%	41,186	24.74%
6/30/2021	166,360	33,893	20.37%	131,618	165,511	99.49%	43,043	25.87%

Notes: (1) 2009 and 2010 Final Tax Digests were delayed from mass appeals on property valuations.
(2) Tax levies for one calendar year are levied in two separate fiscal years.

Sources: Digest Reports of East Dublin, Property Tax Collection Reports,
Property Tax Delinquent Accounts Reports, Prior East Dublin Financial Reports

CITY OF EAST DUBLIN, GEORGIA
PROPERTY TAX RATES – DIRECT AND OVERLAPPING
(PER $1,000 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Tax Levy Period Calendar Year	Direct	Overlapping			
	City of East Dublin	State of Georgia	Laurens County	County School System	Total
2012	4.105	0.25	6.32	16.000	26.626
2013	4.118	0.25	6.27	16.000	26.675
2014	4.105	0.15	6.31	16.000	26.638
2015	4.096	0.05	7.15	14.683	26.565
2016	4.100	0.00	6.54	14.683	25.979
2017	4.100	0.00	7.19	14.663	25.323
2018	4.100	0.00	7.185	14.683	25.948
2019	4.100	0.00	7.185	14.683	25.968
2020	4.080	0.00	7.175	14.669	25.924
2021	4.070	0.00	7.169	14.658	25.897

Source: City of East Dublin, Georgia and Laurens County, Georgia tax records.
Note (1): Tax rates are expressed in rate per $1,000.

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL TAXPAYERS
JUNE 30, 2021

Taxpayer	Type of Business	Assessed Valuation	Percentage of Total Assessed Valuation
Georgia Power	Utilities	$ 1,671,125	3.68%
Wild Bore Machine LLC	Manufacturer	906,702	2.00%
Complete Siteworks Services LLC	Manufacturer	592,538	1.31%
Shantee Hospitality LLC	Motel	486,350	1.07%
Bonanza Mobile Homes & Construction	Mobile Home Sales	477,412	1.05%
Vishal Cobb Marketfair, LLC	Grocery	470,202	1.04%
Oconee Holding	Rental/Retail	446,506	0.98%
Cherokee Block & Brick LLC	Manufacturer	387,006	0.85%
RX East Dublin Investors	Pharmacy	379,419	0.84%
Fred's Store	Retail	363,449	0.80%
		$ 6,180,709	13.62%

Source: Laurens County Tax Digest

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL TAXPAYERS
JUNE 30, 2010

Taxpayer	Type of Business	Assessed Valuation	Percentage of Total Assessed Valuation
Georgia Power Co.	Utility	1,977,080	5.44%
East Dublin Concrete Products	Building Material	940,045	2.59%
Sea 103 LLC	Rental	877,351	2.41%
Oconee Bait & Tackle	Sporting Goods	868,696	2.39%
Southern Family Markets	Grocery	811,784	2.23%
Rite-Aid	Pharmacy	804,893	2.21%
Shantee Hospitality	Motel	785,230	2.16%
Rx East Dublin Investors	Commercial Building	728,627	2.00%
Mid State Investors	Rental	703,606	1.94%
Bellsouth	Public Utilities	646,841	1.78%
Capital City Bank	Bank	595,122	1.64%
Santilla Investments III, LLC	Fastfood & Convenience Store	517,671	1.42%
		$ 10,256,946	28.21%

Source: Laurens County Tax Digest

CITY OF EAST DUBLIN, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	Governmental Activities			Business-Type Activities				
Fiscal Year Ended	General Obligation Bonds	Revenue Bonds	Capital Leases	Notes Payable	Revenue Bonds	Total Primary Government	Percentage of Personal Inome	Per Capita
6/30/2012	-	-	-	481,790	3,201,000	3,682,790	5.13%	1494
6/30/2013	-	-	-	443,189	3,179,314	3,622,503	4.75%	1484
6/30/2014	-	-	-	403,829	3,141,550	3,545,379	4.72%	1475
6/30/2015	-	-	-	363,678	3,102,665	3,466,343	4.53%	1442
6/30/2016	-	-	-	322,729	3,061,972	3,384,701	4.42%	1410
6/30/2017	-	-	-	280,930	3,019,727	3,300,657	4.31%	1386
6/30/2018	-	-	-	238,301	2,975,870	3,214,171	0.00%	0
6/30/2019	-	-	-	194,813	2,930,340	3,125,153	0.00%	0
6/30/2020	-	-	-	150,233	2,883,073	3,033,306	2.58%	1808
6/30/2021	-	-	-	105,192	2,834,002	2,939,194	3.41%	0

Source: Current and prior years' financial statements.

CITY OF EAST DUBLIN, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL
ACTIVITIES DEBT
AS OF JUNE 30, 2021

	Total Amount of Debt Outstanding	Percentage Applicable to City of East Dublin	Amount Applicable to City of East Dublin
Direct Debt			
Notes Payable	$ -	100%	$ -
Revenue Bonds	-	100%	-
Total Direct & Overlapping Debt	$ -		$ -

Source: City of East Dublin

CITY OF EAST DUBLIN, GEORGIA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2021

Assessed value of all taxable property	$	45,612,292		
Plus Exempt Property	$	4,737,721	$	50,350,013
Debt Limit-10% of assessed value			$	5,035,001
Debt applicable to limitation:				
Total general bonded debt	$	-		
Less assets in debt service available for payment of principal		-		
Total amount of debt applicable to debt limit				-
Legal Debt Margin			$	5,035,001

Source: City of East Dublin, Georgia tax records.

CITY OF EAST DUBLIN, GEORGIA
LONG-TERM DEBT BURDEN
WATER AND SEWER FUND
LAST TEN FISCAL YEARS

Fiscal Year Ended	Gross Revenue (1)	Direct Operating Expenses (2)	Available for Debt Service	Debt Service Requirements (3)			Total Debt Burden	Per Capita
				Principal	Interest	Total		
6/30/2012	768,661	447,220	321,441	59,982	199,189	259,171	-	-
6/30/2013	704,629	569,472	135,157	77,116	127,162	204,278	69,121	28
6/30/2014	792,907	649,585	143,322	79,037	125,241	204,278	60,956	25
6/30/2015	740,895	677,987	62,908	81,953	122,325	204,278	141,370	59
6/30/2016	775,627	742,227	33,400	84,044	120,233	204,277	170,877	71
6/30/2017	883,189	664,922	218,267	86,486	117,792	204,278	-	-
6/30/2018	775,522	480,679	294,843	89,018	115,260	204,278	-	-
6/30/2019	826,034	522,767	303,267	91,625	115,043	204,278	-	-
6/30/2020	802,879	684,866	118,013	94,333	109,944	204,277	-	-
6/30/2021	850,436	724,809	125,627	97,112	107,165	204,277	-	-

(1) Total revenues exclusive of grants and interest.

(2) Total operating expenses exclusive of depreciation.

(3) Subsequent years's principal and interest requirements.

Souce: Current and prior years' financial statements.

CITY OF EAST DUBLIN, GEORGIA
DEMOGRAPHIC AND ECONOMIC INFORMATION
JUNE 30, 2021

Date of incorporation	February 12, 1952
Form of government	Mayor-City Council
Area	12.97 square miles
Miles of streets	32.79 miles
Miles of sanitary sewers	30.40 miles
Number of street lights	398
Number of fire stations	1
Number of police stations	1
Number of parks	2

Fiscal Year	Population (Est)	Personal Income	Per Capita Personal Income	Unemployment Rate (County)
2012	2,465	71,790,660	29,124	13.0%
2013	2,441	76,259,281	31,241	13.8%
2014	2,404	75,103,364	31,241	9.8%
2015	2,404	76,591,440	31,860	7.3%
2016	2,400	77,944,800	32,477	6.8%
2017	2,381	77,327,737	32,477	5.9%
2018	2,441	86,821,488	35,568	4.2%
2019	2,441	87,214,489	35,729	4.8%
2020	2,441	117,653,759	44,145	3.9%
2021	2,432	86,129,471	38,995	0.0%

Source: Records in City Hall files, Georgia Department of Labor, and Bureau of Economic Analysis

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL EMPLOYERS CURRENT YEAR AND TEN YEARS AGO

	2021			2012		
Employer	Employees	Rank	% of Total City Population	Employees	Rank	% of Total City Population
Complete Sitework Services, LLC	54	1	2.22%			
Wild Bore Machine	40	2	1.64%			
HAC Foodworld	26	3	1.07%			
T Lake Environmental	25	4	1.03%			
Custom Structures	23	5	0.95%			
Mid State Machine Shop	23	6	0.95%			
Great American	19	7	0.78%			
HS Environmental	18	8	0.74%			
Middle GA Machine	17	9	0.70%			
Middle GA Mechanical	17	10	0.70%			
Wild Bore Machine				35	1	1.42%
Southern Family Markets #765				33	2	1.34%
T Lake Environmental				25	3	1.01%
Fred's Store #1538				18	4	0.73%
Builders Concrete				16	5	0.65%
Mid State Machine Shop				16	6	0.65%
Circle R Gate Company, Inc				16	7	0.65%
Huddle House #412				14	8	0.57%
Dollar General				11	10	0.45%

Source: City of East Dublin, Occupation Licenses Reports, Bureau of Economic Analysis

* 2010 Principal Employers Not Available

CITY OF EAST DUBLIN, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30									
Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Administrative	4	3	3	3	3	3	3	2	2	2
Fire	3	3	3	3	3	3	3	3	3	3
Police	8	8	8	8	7	7	7	7	7	7
Public Works	3	3	3	3	3	3	3	3	3	3
Water and Sewer	4	5	5	5	5	5	5	5	5	5

CITY OF EAST DUBLIN, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
ADMINISTRATIVE										
Business licenses issued	267	333	355	394	362	380	385	309	349	341
Building permits issued	10	6	6	3	6	5	5	4	6	4
POLICE										
Citations	1,571	1,688	1,826	1,706	1,627	1,441	1,392	981	931	965
PUBLIC WORKS										
Garbage customers	931	992	933	905	910	1,318	1,368	1,396	1,376	1,417
CULTURE AND RECREATION										
Annual non-city sponsored events	1	1	-	-	-	-	-	-	-	-
WATER										
Average daily consumption in gallons	263,244	306,485	425,572	498,676	254,067	272,712	491,123	539,659	533,449	278,727

CITY OF EAST DUBLIN, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Administrative										
Vehicles	1	1	1	1	1	1	0	0	0	0
Police										
Patrol units	4	5	5	5	5	5	5	5	5	5
Fire										
Fire trucks	1	1	1	1	1	1	1	1	1	1
Public Works										
Vehicles	8	8	8	8	8	8	8	8	8	8
Street(miles)	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79
Streetlights	398	398	398	398	398	398	398	398	398	398
Culture and Recreation										
Acreage	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00
Park sites	2	2	2	2	2	2	2	2	2	2
Water										
Water mains (miles)	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74
Sewer										
Sanitary sewers (miles)	18.00	25.40	30.40	30.40	30.40	30.40	30.40	30.40	30.40	30.40

GOVERNMENT REPORT

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

To the Honorable Mayor and
Members of City Council
City of East Dublin, 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 activity, each major fund, and the aggregate remaining fund information of the City of East Dublin, Georgia, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise City of East Dublin, Georgia's basic financial statements, and have issued our report thereon dated December 29, 2021.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 *significant deficiency* is a deficiency, or 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. 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. We consider the deficiencies described as 2021-01 and 2021-02 in the accompanying schedule of findings and responses to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of East Dublin, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of East Dublin's Response to Findings

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

Purpose of this Report

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

Very truly yours,

TFS Deemer Dana LLP

December 29, 2021
Dublin, Georgia

CITY OF EAST DUBLIN, GEORGIA

SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2021

SECTION I.
SUMMARY OF AUDITOR'S RESULTS:

Financial Statements

Type of Auditor's Report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified?	Yes
Significant deficiency identified not considered to be material weakness?	No
Noncompliance material to financial statement noted:	No

Federal Awards
There was not an audit of major federal award programs as of June 30, 2021 due to the City having not exceeded the single audit threshold.

SECTION II.
FINANCIAL STATEMENT FINDINGS

MATERIAL WEAKNESS:

2021-01 Control Environment/Management Override of Controls

Condition: The City lacks certain internal controls to reduce the risk of material misstatement or misappropriation of assets.

Criteria: Internal controls should be in place to reduce the risk of material misstatement and fraud and to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

Cause: The City's limited size and staffing resources have resulted in a lack of internal controls adequately designed or implemented.

Effect or Potential Effect: Failure to fully implement adequate internal controls can lead to misappropriation of assets or misstatements that are not detected during the normal course of business.

Recommendation: Management should perform a thorough review of the City's internal control processes.

Response: We concur with the recommendation and will review procedures to determine where modifications are needed to improve the system of internal controls.

2021-02 Accounts and Transaction Recording

Condition: Certain audit adjustments were required to fairly state the balances on general ledger accounts at the end of the accounting period.

Criteria: Accounts should be properly adjusted and reconciled to ensure that the financial statements are presented fairly at the end of the accounting period.

Cause: The City's limited size and staffing resources have resulted in a large number of adjusting entries.

Effect or Potential Effect: Failure to properly account for financial transactions could result in a material misstatement to the City's financial statements that would not be prevented or detected on a timely basis.

Recommendation: Management should establish policies and procedures to assist the City in fairly stating the balances of accounts at the end of the accounting period. The City should consider additional training that would provide accounting personnel with the skills to detect and correct misstatements in the financial statements.

Response: We concur with the recommendation. We will review procedures in place to ensure that account balances are fairly stated at the end of the accounting period.

CITY OF EAST DUBLIN, GEORGIA

SCHEDULE OF STATUS OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2021

FINDINGS – FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESS:

2020-01 Control Environment/Management Override of Controls

Condition: The City lacks certain internal controls to reduce the risk of material misstatement or misappropriation of assets.

Criteria: Internal controls should be in place to reduce the risk of material misstatement and fraud and to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

Cause: The City's limited size and staffing resources have resulted in a lack of internal controls adequately designed or implemented.

Effect or Potential Effect: Failure to fully implement adequate internal controls can lead to misappropriation of assets or misstatements that are not detected during the normal course of business.

Recommendation: Management should perform a thorough review of the City's internal control processes.

Response: We concur with the recommendation and will review procedures to determine where modifications are needed to improve the system of internal controls. This finding was not corrected in the current year.

2020-02 Accounts and Transaction Recording

Condition: Certain audit adjustments were required to fairly state the balances on general ledger accounts at the end of the accounting period.

Criteria: Accounts should be properly adjusted and reconciled to ensure that the financial statements are presented fairly at the end of the accounting period.

Cause: The City's limited size and staffing resources have resulted in a large number of adjusting entries.

Effect or Potential Effect: Failure to properly account for financial transactions could result in a material misstatement to the City's financial statements that would not be prevented or detected on a timely basis.

Recommendation: The City should consider additional training that would provide accounting personnel with the skills to detect and correct misstatements in the financial statements.

Response: We concur with the recommendation. We will review procedures in place to ensure that account balances are fairly stated at the end of the accounting period. We will also consider whether additional training for accounting personnel is necessary. This finding was not corrected in the current year.

CITY OF EAST DUBLIN, GEORGIA

Report to the City Council
December 29, 2021

TJS Deemer Dana LLP

tjsdd.com

December 29, 2021

Honorable Mayor and Council
City of East Dublin, Georgia
P.O. Box 408
Soperton, Georgia 30457

Attention: Honorable Mayor George Gornto and Members of City Council

We are pleased to present this report related to our audit of the basic financial statements of the City of East Dublin, Georgia (The City) for the year ended June 30, 2021. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the City of East Dublin, Georgia's financial reporting process.

This report is intended solely for the information and use of the Mayor and Council and is not intended to be, and should not be, used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have about this report. We appreciate the opportunity to continue to be of service to City of East Dublin, Georgia.

TJS Deemer Dana LLP

TJS Deemer Dana LLP
Dublin, Georgia

Contents

Required Communications	1
Summary of Recorded Audit Adjustments	3
Summary of Uncorrected Misstatements	5
Exhibit A—Letter(s) Communicating Significant Deficiencies and Material Weaknesses in Internal Control Over Financial Reporting	7
Exhibit B—Significant Written Communications Between Management and Our Firm Representation Letter	9

Required Communications

Generally accepted auditing standards (AU-C 260, *The Auditor's Communication With Those Charged With Governance)* require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the basic financial statement audit as well as observations arising from our audit that are significant and relevant to your responsibility to oversee the financial reporting process.

Area	Comments
Our Responsibilities With Regard to the Financial Statement Audit	Our responsibilities under auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States, have been described to you in our arrangement letter dated June 29, 2021.
Overview of the Planned Scope and Timing of the Financial Statement Audit	We have issued a separate communication regarding the planned scope and timing of our audit and have discussed with you our identification of and planned audit response to significant risks of material misstatement.
Accounting Policies and Practices	**Preferability of Accounting Policies and Practices** Under generally accepted accounting principles, in certain circumstances, management may select among alternative accounting practices. In our view, in such circumstances, management has selected the preferable accounting practice. **Adoption of, or Change in, Accounting Policies** Management has the ultimate responsibility for the appropriateness of the accounting policies used by the City. The City did not adopt any significant new accounting policies, nor have there been any changes in existing significant accounting policies during the current period. **Significant or Unusual Transactions** We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.
Audit Adjustments	Audit adjustments proposed by us and recorded by The City of East Dublin are shown in the attached "Summary of Recorded Audit Adjustments".
Uncorrected Misstatements	Uncorrected misstatements are summarized in the attached "Summary of Uncorrected Misstatements".
Disagreements With Management	We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the basic financial statements.
Consultations With Other Accountants	We are not aware of any consultations management had with other accountants about accounting or auditing matters.
Significant Issues Discussed With Management	No significant issues arising from the audit were discussed with or were the subject of correspondence with management.

Area	Comments
Significant Difficulties Encountered in Performing the Audit	We did not encounter any significant difficulties in dealing with management during the audit.
Letter(s) Communicating Significant Deficiencies and Material Weaknesses in Internal Control over Financial Reporting	We have separately communicated the significant deficiencies and material weaknesses in internal control over financial reporting identified during our audit of the basic financial statements as required by the *Government Auditing Standards*. This communication is attached as Exhibit A.
Significant Written Communications Between Management and Our Firm	Copies of material written communications between our firm and the management of the City, including the representation letter provided to us by management, are attached as Exhibit B.

Summary of Recorded Audit Adjustments

Opinion Unit: General Fund

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
1 [6/30/2021] - To remove TSPLOST accounts from the general fund.	-	-	12,924	19	(27,510)	(27,491)
9 [6/30/2021] - to record prior year AJEs	84,693	(1,424)	(83,269)	-	-	-
10 [6/30/2021] - To move Hotel/Motel accounts to the Hotel/Motel Fund.	(73,466)	-	64,909	-	(9,065)	(9,065)
12 [6/30/2021] - another prior period aje	195,219	(4,793)	(190,426)	-	-	-
13 [6/30/2021] - To adjust collection of receivable.	(125,530)	-	-	125,530	-	125,530
14 [6/30/2021] - Reverse LOST beginning A/R	(37,719)	-	-	37,719	-	37,719
15 [6/30/2021] - to adjust LOST receivable at 6/30/21	42,346	-	-	(42,346)	-	(42,346)
26 [6/30/2021] - To remove TSPLOST Accounts Payable from GF	-	2,759	-	-	(2,759)	(2,759)
29 [6/30/2021] - to adjust garbage fees receivable	(71,221)	-	-	71,221	-	71,221
31 [6/30/2021] - To properly record property taxes revenue and receivable	1,770	364	-	(2,134)	-	(2,134)
39 [6/30/2021] - To adjust inventory to match the support.	6,407	-	-	-	(6,407)	(6,407)
42 [6/30/2021] - to correct beginning fund balance so that it agrees with the prior year audited numbers	-	-	4,422	(4,422)	-	(4,422)
44 [6/30/2021] - to adjust compensated absences	-	-	-	-	-	-
Total corrected adjusting journal entries	**22,499**	**(3,094)**	**(191,440)**	**185,587**	**(45,741)**	**139,846**
Cumulative equity misstatements			(51,594)			

Opinion Unit: Water/Sewer

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
4 [6/30/2021] - prior year aje	(530,209)	(4,785)	534,994	-	-	-
5 [6/30/2021] - to correct beginning R/E, Melissa must have run a late entry after giving us prior year TB	-	-	12,798	(12,798)	-	(12,798)
20 [6/30/2021] - To adjust A/R due from Laurens Co. BOE	7,994	-	-	(7,994)	-	(7,994)
21 [6/30/2021] - to record current portion of GEFA N/P	-	-	-	-	-	-
22 [6/30/2021] - To record current portion of USDA bonds	-	-	-	-	-	-
28 [6/30/2021] - to correct receivable balance	(75,342)	-	-	75,342	-	75,342
34 [6/30/2021] - To reclass customer deposits posted to the wrong account	-	(12,920)	-	12,920	-	12,920
37 [6/30/2021] - To record depreciation expense for the year.	(317,890)	-	-	-	317,890	317,890
38 [6/30/2021] - to clear out account as there should be no accrued salaries	-	2,154	-	-	(2,154)	(2,154)
41 [6/30/2021] - To adjust according to Compensated absences WP	-	894	-	-	(894)	(894)
Total corrected adjusting journal entries	**(915,447)**	**(14,657)**	**547,792**	**67,470**	**314,842**	**382,312**
Cumulative equity misstatements			930,104			

Opinion Unit: SPLOST

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
16 [6/30/2021] - to record prior year AJEs	21,358	19,077	(40,435)	-	-	-
17 [6/30/2021] - to adjust beginning FB	-	-	(11)	-	-	-
18 [6/30/2021] - to reverse prior year A/R	(66,217)	-	-	66,217	-	66,217
19 [6/30/2021] - to record SPLOST receivable from Laurens Co.	73,132	-	-	(73,132)	-	(73,132)
36 [6/30/2021] - To remove assets purchased for the water fund	-	-	-	-	-	-
Total corrected adjusting journal entries	**28,273**	**19,077**	**(40,446)**	**(6,915)**	-	**(6,915)**
Cumulative equity misstatements			(47,361)			

Opinion Unit: Grants Fund

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
43 [6/30/2021] - To record ARPA funds received in July 2021 deposited into GF checking account, and moved to Grants checking subsequently	447,750	(447,750)	-	-	-	-
Total corrected adjusting journal entries	**447,750**	**(447,750)**	-	-	-	-
Cumulative equity misstatements			-			

Opinion Unit: TSPLOST

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
3 [6/30/2021] - To record opening balance in TSPLOST Fund	29,568	-	(16,055)	(41,023)	27,510	(13,513)
8 [6/30/2021] - to reverse prior year A/R	(3,131)	-	-	3,131	-	3,131
23 [6/30/2021] - to record A/R at 6/30/21	3,457	-	-	(3,457)	-	(3,457)
27 [6/30/2021] - To record Accounts Payable that was recorded in GF	-	(2,759)	-	-	2,759	2,759
Total corrected adjusting journal entries	**29,894**	**(2,759)**	**(16,055)**	**(41,349)**	**30,269**	**(11,080)**
Cumulative equity misstatements			(27,135)			

Opinion Unit: Hotel/Motel

Description	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Corrected						
11 [6/30/2021] - To record Hotel/Motel Account balances.	73,466	-	(64,909)	(17,622)	9,065	(8,557)
Total corrected adjusting journal entries	**73,466**	-	**(64,909)**	**(17,622)**	**9,065**	**(8,557)**
Cumulative equity misstatements			(73,466)			

Summary of Uncorrected Misstatements

During the course of our audit, we accumulated uncorrected misstatements that were determined by management to be immaterial, both individually and in the aggregate, to the financial position, results of operations, cash flows and related financial statement disclosures. Following is a summary of those differences.

Opinion Unit : General Fund

	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Unrecorded misstatements - factual						
None present						
Unrecorded misstatements - projected						
None present						
Unrecorded misstatements - judgmental						
48 [6/30/2021] - to record passed adjustment on Due from other governments	(32,917)	-	32,917	-	-	-
49 [6/30/2021] - to record passed adjustment in property taxes related to collections and receivable amounts	(2,920)	-	-	3,588	(668)	2,920
Total uncorrected misstatements	**(35,837)**	-	**32,917**	**3,588**	**(668)**	**2,920**
Cumulative net position and fund balance misstatements			35,837			

Opinion Unit: Water Fund

	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Unrecorded misstatements - factual						
None present						
Unrecorded misstatements - projected						
None present						
Unrecorded misstatements - judgmental						
50 [6/30/2021] - To record passed adjustment for July water billings that relate back to the June 30, 2021 fiscal year.	15,281	-	-	(15,281)	-	(15,281)
51 [6/30/2021] - to post difference in water and sewer revenues from GL and rollforward schedule	-	-	-	(6,535)	6,535	-
Total uncorrected misstatements	**15,281**	-	-	**(21,816)**	**6,535**	**(15,281)**
Cumulative net position and fund balance misstatements			(15,281)			

Exhibit A- Letter(s) Communicating Significant Deficiencies and Material Weaknesses in Internal Control Over Financial Reporting

To the Honorable Mayor and Council
of the City of East Dublin, Georgia

In planning and performing our audit of the basic financial statements of the City of East Dublin, Georgia as of and for the year ended June 30, 2021, 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, we considered the City of East Dublin, 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 East Dublin, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of East Dublin, Georgia's internal control over financial reporting.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, significant deficiencies or material weaknesses may exist that have not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.
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. We consider the following deficiencies in the City of East Dublin, Georgia's internal control to be material weaknesses:

Material Weakness – 2021-1 Segregation of Duties

Segregation of Duties – Segregation of conflicting duties within accounting functions is a basic internal control. Because The City has a small accounting staff, segregation of all conflicting duties may not always be possible. However, we believe that certain steps can be taken to overcome the lack of segregation of duties in the controls over cash disbursements. This communication is intended solely for the information and use of management, the City Council, and others within The City, and is not intended to be, and should not be, used by anyone other than these specified parties.

Material Weakness – 2021-2 Accounts and Transaction Recording

Accounts and Transaction Recording – Certain audit adjustments were required to fairly state the balances on general ledger accounts at the end of the accounting period. Accounts should be properly adjusted and reconciled to ensure that the financial statements are presented fairly at the end of the accounting period. The City's limited size and staffing resources have resulted in a large number of adjusting entries. Failure to properly account for financial transactions could result in a material misstatement to the City's financial statements that would not be prevented or detected on a timely basis.

TJS Deemer Dana LLP

TJS Deemer Dana LLP

Dublin, Georgia
December 29, 2021

Exhibit B—Significant Written Communications Between Management and Our Firm

CITY OF EAST DUBLIN

GEORGE H. GORNTO, MAYOR
CHARLES "Buddy" BUTLER, ATTORNEY
GRADY CULLENS, JUDGE

116 Savannah Avenue
East Dublin, Georgia 31027
478-272-6883
Fax 478-272-1445
www.cityofeastdublin.org

MELISSA E. BASSETT, CLERK
DWAYNE LAKE, WATER/SEWER SUPT.
H.T. SCARBOROUGH, PUBLIC WORKS SUPT.
PHIL BRACEWELL, FIRE CHIEF
WILLIAM LUECKE, POLICE CHIEF

December 29, 2021

TJS Deemer Dana LLP
1004 Hillcrest Parkway
Dublin, GA 31021

This representation letter is provided in connection with your audit of the basic financial statements of City of East Dublin, Georgia (the City) as of and for the year ended June 30, 2021 for the purpose of expressing an opinion on whether the financial statements are presented fairly, in all material respects in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

We confirm, to the best of our knowledge and belief, as of December 29, 2021:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit arrangement letter dated June 29, 2021 for the preparation and fair presentation of the financial statements referred to above in accordance with U.S. GAAP.

2. We acknowledge our responsibility 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.

3. We acknowledge our responsibility for the design, implementation and maintenance of internal control to prevent and detect fraud.

4. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable and reflect our judgment based on our knowledge and experience about past and current events, and our assumptions about conditions we expect to exist and courses of action we expect to take.

5. Related-party transactions have been recorded in accordance with the economic substance of the transaction and appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP. Types of related party transactions engaged in by the City include:

    a. Those with the primary government having accountability for the City.

    b. Those with component units for which the City is accountable.

    c. Those with other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

    d. Those with joint ventures in which the City has an interest.

    e. Those with jointly governed organizations in which the City participates.

COUNCIL: BRAXTON BROWN, JR. Mayor Pro-Tem, AL WILLIAMS, LEN TANNER, BRENDA ROBERSON, JOHN SHEPPARD

f. Interfund transactions, including interfund accounts and advances receivable and payable, sale and purchase transactions, interfund transfers, long-term loans, leasing arrangements and guarantees.

6. All events subsequent to the date of the financial statements, and for which U.S. GAAP requires adjustment or disclosure, have been adjusted or disclosed.

7. We did not consult an attorney for litigation purposes.

8. We have no direct or indirect legal or moral obligation for any debt of any organization, public or private that is not disclosed in the financial statements.

9. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance. In connection therewith, we specifically represent that we are responsible for determining that we are not subject to the requirements of the Single Audit Act because we have not received, expended or otherwise been the beneficiary of the required amount of federal awards during the period of this audit.

10. We have informed you of all uncorrected misstatements.

    As of and for the year ended June 30, 2021, we believe that the effects of the uncorrected misstatements aggregated by you and summarized below are immaterial, not individually and in the aggregate, to the opinion units of the basic financial statements. For purposes of this representation, we consider items to be material, regardless of their size, if they involve the misstatement or omission of accounting information that, in light of surrounding circumstances, makes it probable that the judgement of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

    Opinion Unit: General Fund

	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Unrecorded misstatements - factual						
None present						
Unrecorded misstatements - projected						
None present						
Unrecorded misstatements - judgmental						
48 [6/30/2021] - to record passed adjustment on Due from other governments	(32,917)	-	32,917	-	-	-
49 [6/30/2021] - to record passed adjustment in property taxes related to collections and receivable amounts	(2,920)	-	-	3,588	(668)	2,920
Total uncorrected misstatements	**(35,837)**	-	**32,917**	**3,588**	**(668)**	**2,920**
Cumulative net position and fund balance misstatements			35,837			

Opinion Unit: Water and Sewer Fund

	Assets	Liabilities	Equity	Revenue	Expenses	Net Income (Loss)
Unrecorded misstatements - factual						
None present						
Unrecorded misstatements - projected						
None present						
Unrecorded misstatements - judgmental						
50 [6/30/2021] - To record passed adjustment for July water billings that relate back to the June 30, 2021 fiscal year	15,281	-	-	(15,281)	-	(15,281)
51 [6/30/2021] - to post difference in water and sewer revenues from GL and rollforward schedule	-	-	-	(6,535)	6,535	-
Total uncorrected misstatements	**15,281**	-	-	**(21,816)**	**6,535**	**(15,281)**
Cumulative net position and fund balance misstatements			(15,281)			

Information Provided

11. We have provided you with:

    g. Access to all information of which we are aware that is relevant to the preparation and fair presentation of the financial statements such as records, documentation and other matters;

    h. Additional information that you have requested from us for the purpose of the audit;

    i. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence; and

    j. Minutes of the meetings of the governing board and committees, or summaries of actions of recent meetings for which minutes have not yet been prepared.

12. All transactions have been recorded in the accounting records and are reflected in the financial statements.

13. We have disclosed to you the results of our assessment of risk that the financial statements may be materially misstated as a result of fraud.

14. We have no knowledge of allegations of fraud or suspected fraud affecting the entity's financial statements involving:

    a. Management.

    b. Employees who have significant roles in internal control.

    c. Others where the fraud could have a material effect on the financial statements.

15. We have no knowledge of any allegations of fraud or suspected fraud affecting the entity's financial statements received in communications from employees, former employees, analysts, regulators, short sellers or others.

16. We have no knowledge of noncompliance or suspected noncompliance with laws and regulations.

17. We are not aware of any pending or threatened litigation and claims whose effects should be considered when preparing the financial statements.

18. We have disclosed to you the identity of the entity's related parties and all the related-party relationships and transactions of which we are aware.

19. We have informed you of all significant deficiencies, including material weaknesses, in the design or operation of internal controls that could adversely affect the City's ability to record, process, summarize and report financial data.

20. We are aware of no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

21. During the course of your audit, you may have accumulated records containing data that should be reflected in our books and records. All such data have been so reflected. Accordingly, copies of such records in your possession are no longer needed by us.

Supplementary Information

22. With respect to supplementary information presented in relation to the financial statements as a whole:

    a. We acknowledge our responsibility for the presentation of such information.

    b. We believe such information, including its form and content, is fairly presented in accordance with U.S. GAAP.

    c. The methods of measurement or presentation have not changed from those used in the prior period.

Compliance Considerations

In connection with your audit conducted in accordance with *Government Auditing Standards*, we confirm that management:

1. Is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework.

2. Is responsible for compliance with the laws, regulations and provisions of contracts and grant agreements applicable to the auditee.

3. Has identified and disclosed to the auditor all instances that have occurred, or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

4. Has identified and disclosed to the auditor all instances that have occurred, or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that have a material effect on the determination of financial statement amounts.

5. Has identified and disclosed to the auditor all instances that have occurred, or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements.

6. Is responsible 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.

7. Acknowledges its responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud.

8. Has taken timely and appropriate steps to remedy fraud; noncompliance with provisions of laws, regulations, contracts and grant agreements; or abuse that the auditor reports.

9. Has a process to track the status of audit findings and recommendations.

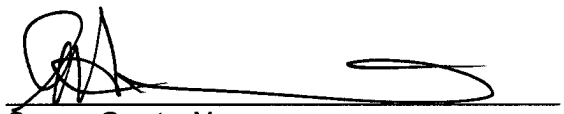
10. Has identified for the auditor previous audits, attestation engagements and other studies related to the audit objectives and whether related recommendations have been implemented.

11. Has provided views on the auditor's reported findings, conclusions and recommendations, as well as management's planned corrective actions, for the report.

12. Acknowledges its responsibilities as it relates to non-audit services performed by the auditor, including a statement that it assumes all management responsibilities; that it oversees the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge or experience; that it evaluates the adequacy and results of the services performed; and that it accepts responsibility for the results of the services.

13. We have reviewed the financial statements and all proposed adjusting journal entries and we hereby approve the financial statements and proposed auditor adjustments.

City of East Dublin, Georgia



George Gornto, Mayor