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City of East Dublin

Annual Financial Support

June 30, 2024

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CITY OF EAST DUBLIN, GEORGIA

ANNUAL FINANCIAL REPORT

June 30, 2024

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited 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 (the "City"), as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 29–30 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted *management's discussion and analysis* that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and the Schedule of Projects Constructed with Special Sales Tax Proceeds, as required by Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the Schedule of Projects Constructed with Special Sales Tax Proceeds is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024, 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 18, 2024

BASIC FINANCIAL STATEMENTS

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 1

STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 2,397,043	$ 328,800	$ 2,725,843
Receivables, net of allowance:			
Taxes	188,576	-	188,576
Accounts	35,537	131,730	167,267
Intergovernmental	446,055	-	446,055
Other	27,575	-	27,575
Restricted assets:			
Cash and cash equivalents	-	156,635	156,635
Noncurrent certificate of deposit	-	545,446	545,446
Inventories	14,023	26,212	40,235
Capital assets:			
Land	289,153	375,221	664,374
Other capital assets, net of accumulated depreciation	1,603,880	9,586,988	11,190,868
Total assets	5,001,842	11,151,032	16,152,874
LIABILITIES			
Accounts payable	211,679	25,573	237,252
Interfund balance	10,150	(10,150)	-
Customer deposits	2,100	182,782	184,882
Accrued liabilities	6,702	7,516	14,218
Noncurrent liabilities:			
Due within one year	28,401	74,154	102,555
Due in more than one year	-	2,620,062	2,620,062
Total liabilities	259,032	2,899,937	3,158,969
NET POSITION			
Net investment in capital assets	1,893,033	7,285,149	9,178,182
Restricted:			
Restricted for capital projects	1,107,907	156,535	1,264,442
Restricted for special programs	118,069	-	118,069
Restricted for debt service	-	100	100
Unrestricted	1,592,915	809,311	2,402,226
Total net position	$ 4,711,924	$ 8,251,095	$ 12,963,019

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, 2024

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 Position: Primary Government: Governmental Activities	Net Revenue (Expense) and Changes in Net Position: Primary Government: Business-Type Activities	Net Revenue (Expense) and Changes in Net Position: Primary Government: Total
Primary Government							
Governmental Activities:							
General government	$ 492,218	$ 52,979	$ -	$ -	$ (439,239)	$ -	$ (439,239)
Public safety	957,503	108,121	-	-	(849,382)	-	(849,382)
Public works	723,955	347,579	311,736	523,587	458,947	-	458,947
Culture and recreation	17,328	-	-	-	(17,328)	-	(17,328)
Total governmental activities	2,191,005	508,679	311,736	523,587	(847,002)	-	(847,002)
Business-type Activities:							
Water and sewer	1,296,432	891,918	-	-	-	(404,514)	(404,514)
Total business-type activities	1,296,432	891,918	-	-	-	(404,514)	(404,514)
Total primary government	$ 3,487,437	$ 1,400,597	$ 311,736	$ 523,587	(847,002)	(404,514)	(1,251,516)
General revenues:							
Property tax					339,613	-	339,613
Sales tax					638,574	-	638,574
Other taxes					517,587	-	517,587
Proceeds from sale of capital assets					3,600	10,150	13,750
Intergovernmental					119,045	-	119,045
Investment revenue					6,202	776	6,978
Miscellaneous					49,969	-	49,969
Transfers					(452,462)	452,462	-
Total general revenues and transfers					1,222,128	463,388	1,685,516
Changes in net position					375,126	58,874	434,000
Net position - beginning					4,336,798	8,192,221	12,529,019
Net position - ending					$ 4,711,924	$ 8,251,095	$ 12,963,019

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, 2024

	General	SPLOST	Grants	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 1,379,788	$ 904,547	$ 12	$ 112,696	$ 2,397,043
Receivables, net of allowance					
Taxes receivable	188,576	-	-	-	188,576
Accounts receivable	35,537	-	-	-	35,537
Intergovernmental	50,904	88,317	302,695	4,139	446,055
Other	25,216	-	-	2,359	27,575
Interfund balance	-	240,900	-	-	240,900
Inventories	14,023	-	-	-	14,023
Total assets	$ 1,694,044	$ 1,233,764	$ 302,707	$ 119,194	$ 3,349,709
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 55,517	$ 125,857	$ 29,180	$ 1,125	$ 211,679
Interfund balance	10,150	-	240,900	-	251,050
Accrued liabilities	6,702	-	-	-	6,702
Customer deposits	2,100	-	-	-	2,100
Total liabilities	74,469	125,857	270,080	1,125	471,531
Deferred Inflow of Resources:					
Unavailable revenues	150,553	-	30,886	-	181,439
Total deferred inflow of resources	150,553	-	30,886	-	181,439
Fund Balances:					
Nonspendable	14,023	-	-	-	14,023
Restricted for:					
Capital projects	-	1,107,907	-	-	1,107,907
Special programs	-	-	-	118,069	118,069
Unrestricted, reported in:					
Unassigned	1,454,999	-	1,741	-	1,456,740
Total fund balances	1,469,022	1,107,907	1,741	118,069	2,696,739
Total liabilities and fund balances	$ 1,694,044	$ 1,233,764	$ 302,707	$ 119,194	$ 3,349,709

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, 2024

Fund balance - total governmental funds	$	2,696,739
Amounts reported for governmental activities in the statement of net position are different because -		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,893,033
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.		150,553
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences		(28,401)
Net position of governmental activities	$	4,711,924

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, 2024

	General	SPLOST	Grants	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 1,406,563	$ -	$ -	$ 75,323	$ 1,481,886
License and permits	52,979	-	-	-	52,979
Intergovernmental	119,045	521,324	311,736	-	952,105
Fines and forfeitures	108,121	-	-	-	108,121
Charges for services	347,579	-	-	-	347,579
Investment revenue	5,901	2,263	137	164	8,465
Other revenues	49,969	-	-	-	49,969
Total revenues	2,090,157	523,587	311,873	75,487	3,001,104
EXPENDITURES					
Current:					
General government	461,443	3,222	-	-	464,665
Public safety	895,861	8,266	-	-	904,127
Public works	597,273	112,972	22,687	104,858	837,790
Culture and recreation	-	-	-	17,326	17,326
Total expenditures	1,954,577	124,460	22,687	122,184	2,223,908
Excess (Deficiency) of Revenues Over (Under) Expenditures	135,580	399,127	289,186	(46,697)	777,196
Other Financing Sources (Uses):					
Transfers in (out)	2,786	(163,413)	(289,049)	(2,786)	(452,462)
Proceeds from sale of capital assets	3,600	-	-	-	3,600
Total other financing sources (uses)	6,386	(163,413)	(289,049)	(2,786)	(448,862)
Net change in fund balances	141,966	235,714	137	(49,483)	328,334
Fund balance, beginning,	1,327,056	872,193	1,604	167,552	2,368,405
Fund balance, ending	$ 1,469,022	$ 1,107,907	$ 1,741	$ 118,069	$ 2,696,739

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 6

RECONCILIATION OF THE STATEMENTS OF REVENUES,
EXPENSES, AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Net change in fund balances - Total Governmental Funds	$	328,334
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.		209,143
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.		(176,023)
Revenues in the Statement of Activities that do not provide financial resources are not reported as revenues in funds. The amount of available revenues recognized as revenue in the Statement of Activities changed as follows:		
Taxes - General Fund		13,888
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.		(216)
Change in Net Position of Governmental Activities	$	375,126

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 7

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Water and Sewer Fund
ASSETS	
Current Assets	
Cash and cash equivalents	$ 328,800
Accounts receivable, net of allowances	131,730
Due from primary government	10,150
Inventories	26,212
Total current assets	496,892
Noncurrent Assets	
Restricted cash	156,635
Noncurrent certificate of deposits	545,446
Capital assets:	
Land and construction in progress	375,221
Other capital assets, net of accumulated depreciation	9,586,988
Capital assets, net	9,962,209
Total noncurrent assets	10,664,290
Total Assets	11,161,182
LIABILITIES	
Current Liabilities	
Accounts payable	25,573
Accrued liabilities	7,516
Compensated absences	17,156
Bonds payable, current portion	56,998
Customer deposits	182,782
Total current liabilities	290,025
Non-Current Liabilities	
Bonds payable, net of current portion	2,620,062
Total non-current liabilities	2,620,062
Total Liabilities	2,910,087
NET POSITION	
Net investment in capital assets	7,285,149
Restricted, capital projects	156,535
Restricted, debt service	100
Unrestricted	809,311
Total Net Position	$ 8,251,095

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

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 8

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2024

	Water and Sewer Fund
OPERATING REVENUES	
Charges for services:	
Water and sewer sales	$ 805,415
Other fees and charges	86,503
Total operating revenues	891,918
OPERATING EXPENSES	
Personnel costs	420,495
Contracted services	40,713
Supplies	51,021
Repairs and maintenance	183,315
Other operating expenses	156,990
Depreciation	340,664
Total operating expenses	1,193,198
OPERATING LOSS	(301,280)
NON-OPERATING REVENUE (EXPENSE)	
Investment income	776
Interest expense	(103,234)
Total nonoperating expenses	(102,458)
Net loss before capital contributions and transfers	(403,738)
OTHER FINANCING SOURCE (USE)	
Proceeds from sale of capital assets	10,150
Transfers in	452,462
Total other financing sources and uses	462,612
Change in net position	58,874
TOTAL NET POSITION (BEGINNING)	8,192,221
TOTAL NET POSITION (ENDING)	$ 8,251,095

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

CITY OF EAST DUBLIN, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Water and Sewer Fund
OPERATING ACTIVITIES	
Receipts from customers	$ 867,244
Payments to suppliers and service providers	(416,992)
Payments to employees	(420,848)
Net cash provided by operating activities	29,404
CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal paid on bonds payable	(53,114)
Capital contribution - other funds	452,462
Interest paid	(103,234)
Net cash provided by capital and related financing activities	296,114
INVESTING ACTIVITIES	
Interest on investments	776
Purchase of property and equipment	(332,461)
Net cash used in investing activities	(331,685)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(6,167)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	491,602
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 485,435

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

STATEMENT OF CASH FLOW
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Water and Sewer Fund
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	$ (301,280)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	340,664
Net changes in assets and liabilities attribituble to operations:	
Accounts receivable	(26,227)
Compensated absences	(353)
Accounts payable	15,047
Customer deposits	1,553
Net cash provided by operating activities	$ 29,404

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

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.

Property taxes, intergovernmental grants, and investment revenue 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.

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* is a capital projects fund that accounts for the activities of the government's special purpose local option sales tax.

The *grants fund* is a special revenue fund that accounts for activities of the government's receipt and use of funds received from the American Rescue Plan Act of 2021 (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 these operations.

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 principal 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. Restricted cash includes cash in a demand deposit account which has been segregated under the provisions of the revenue bond agreement. For purposes of the statement of cash flows, the City considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

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, 2024, the City has recorded an allowance of $11,005.

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. 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	3-25
Computer Equipment	5

5. 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.

6. 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

7. Adoption of GASB Statement - In June 2022, GASB issued Statement No. 100, Accounting Changes and Error Corrections — an amendment of GASB Statement No. 62. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The City implemented the requirements of GASB 100 for accounting changes and error corrections in fiscal year 2024.

8. 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 in the General Fund and Grants 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.

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 does 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, 2024:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

	General Fund	SPLOST Fund	Grants Fund	Hotel/Motel Tax Fund	TSPLOST Fund
Restricted Fund Balance					
SPLOST referendum purchases	$ -	$ 1,107,907	$ -	$ -	$ -
Public works expenditures	-	-	-	-	28,479
Promotion of tourism	-	-	-	89,590	-

Non-spendable fund balance on the governmental funds balance sheet as of June 30, 2024:

	General Fund
Inventory	$ 14,023

9. 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.

10. 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 have determined that they have sufficient control in this manner.

11. 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.

12. 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.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, continued

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, 2024 in the public works and the sanitation department in the General Fund and expenditures in excess of appropriations during the year ended June 30, 2024 in the public works department in the TSPLOST fund and expenditures in excess of appropriations in the Grant fund.

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, 2024, the City's deposits were fully insured or collateralized with securities held by the City, an agent in the name of the City, or securities pledged by the financial institution in the name of the City.

Investments – The City owns no investments as of June 30, 2024.

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, 2024, the City had no investments in financial securities.

Property and Other Taxes

Property Taxes
Property taxes for 2024 are to be levied in November 2024 on property values assessed as of January 1, 2024. 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, 2025. 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 §48-13-51 requires that all lodging taxes levied of 5% or more be expended or obligated contractually for the promotion of tourism, conventions, or trade shows. Although the City of East Dublin expended more than 60% of the hotel/motel revenues during the year ended June 30, 2024, all expenditures are deemed to be spent from unrestricted funds.

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Accounts Receivable

Receivables at June 30, 2024:

	General	SPLOST	Grants	Nonmajor Governmental Funds	Water and Sewer Fund	Total
Receivables:						
Taxes	$ 199,581	$ -	$ -	$ -	$ -	$ 199,581
Accounts	50,765	-	-	-	132,933	183,698
Intergovernmental	50,904	88,317	302,695	4,139	-	446,055
Other	25,216	-	-	2,359	-	27,575
Gross receivables	326,466	88,317	302,695	6,498	132,933	856,909
Less: allowance for uncollectibles	(26,233)	-	-	-	(1,203)	(27,436)
Total net receivables	$ 300,233	$ 88,317	$ 302,695	$ 6,498	$ 131,730	$ 829,473

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Capital Assets

Capital asset activity for the fiscal year ended June 30, 2024:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 289,153	$ -	$ -	$ 289,153
Total	289,153	-	-	289,153
Capital assets, being depreciated:				
Buildings	993,235	-	-	993,235
Infrastructure	1,476,681	71,288	-	1,547,969
Equipment	1,462,992	137,855	(23,180)	1,577,667
Total	3,932,908	209,143	(23,180)	4,118,871
Less accumulated depreciation for:				
Buildings	(384,351)	(27,191)	-	(411,542)
Infrastructure	(803,024)	(61,838)	-	(864,862)
Equipment	(1,174,773)	(86,994)	23,180	(1,238,587)
Total	(2,362,148)	(176,023)	23,180	(2,514,991)
Total assets, being depreciated	1,570,760	33,120	-	1,603,880
Governmental activities capital assets, net	$ 1,859,913	$ 33,120	$ -	$ 1,893,033
Business-type activites				
Capital assets, not being depreciated:				
Land	$ 73,480	$ -	$ -	$ 73,480
Construction in progress	45,661	256,080	-	301,741
Total	119,141	256,080	-	375,221
Capital assets, being depreciated				
Water and sewer plant and distribution system	14,963,150	33,303	-	14,996,453
Equipment	655,061	43,078	(35,934)	662,205
Total	15,618,211	76,381	(35,934)	15,658,658
Less accumulated depreciation for:				
Water and sewer plant and distribution system	(5,320,473)	(293,186)	-	(5,613,659)
Equipment	(446,467)	(47,478)	35,934	(458,011)
Total	(5,766,940)	(340,664)	35,934	(6,071,670)
Total assets, being depreciated, net	9,851,271	(264,283)	-	9,586,988
Business-type activities capital assets, net	$ 9,970,412	$ (8,203)	$ -	$ 9,962,209

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Capital Assets

Depreciation expense for the year ended June 30, 2024 was charged to functions/programs of the City as follows:

Governmental activities:		
General government	$	27,508
Public safety		53,288
Public works		95,227
Total depreciation expense - governmental activities	$	176,023
Business-type activities:		
Water and Sewer	$	340,664
Total depreciation expense - business-type activities	$	340,664

Short-term Debt
The City was not a party to a short-term debt agreement during the year ended June 30, 2024.

Capital Leases
The City was not a party to a capital lease agreement during the year ended June 30, 2024.

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, 2024 is $156,535. 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
2025	$ 56,998	$ 99,350
2026	59,173	97,175
2027	61,431	94,917
2028	63,774	92,574
2029	66,207	90,141
2030-2034	370,908	410,832
2035-2039	447,270	334,470
2040-2044	539,352	242,388
2045-2049	650,393	131,347
2050-2052	361,554	17,066
	$ 2,677,060	$ 1,610,260

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

Governmental Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due Within More Than One Year
Compensated absences	$ 28,185	$ 216	$ -	$ 28,401	$ 28,401	$ -
Governmental activities long-term liabilities	$ 28,185	$ 216	$ -	$ 28,401	$ 28,401	$ -

Business-Type Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due Within More Than One Year
Compensated absences	$ 17,509	$ -	$ (353)	$ 17,156	$ 17,156	$ -
Bonds payable	2,730,174	-	(53,114)	2,677,060	56,998	2,620,062
Business-type activity long-term payables	$ 2,747,683	$ -	$ (53,467)	$ 2,694,216	$ 74,154	$ 2,620,062

Compensated absences are generally liquidated by the General Fund.

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.

The City received a cost reimbursement grant in the amount of $1,132,533 from the State Fiscal Recovery Funds to be used for water and sewer expansion. The City has incurred $301,741 of expenses attributable to this project as of June 30, 2024. All expenditures must be incurred on or before October 31, 2026.

NOTE 3. DETAILED NOTES ON ALL FUNDS, continued

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, 2024.

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. A reconciliation of Interfund receivables and payables as of June 30, 2024, is as follows:

Receivable Fund	Payable Fund		
Water and Sewer Fund	General Fund	$	10,150
SPLOST Fund	Grant Fund		240,900

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, 2024, is as follows:

Transfer Out	Transfer In	Amount	Purpose
SPLOST Fund	Water/Sewer Fund	$ 163,413	Bond payments and purchase of new assets
Grants Fund	Water/Sewer Fund	289,049	Public works
TSPLOST Fund	General Fund	2,786	Transporation purchases

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

NOTE 4. OTHER INFORMATION, continued

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 $10,611 by the General Fund and $10,200 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.

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 $3,316 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 18, 2024, the date upon which the City's financial statements were available for issue. The City has not evaluated subsequent events after this date.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 10

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 1,286,000	$ 1,364,700	$ 1,406,563	$ 41,863
Licenses and permits	59,500	66,500	52,979	(13,521)
Intergovernmental	50,000	53,500	119,045	65,545
Fines and forfeitures	210,000	119,100	108,121	(10,979)
Charges for services	346,000	350,000	347,579	(2,421)
Investment revenue	18,500	18,500	5,901	(12,599)
Other revenues	35,400	48,000	49,969	1,969
Total revenues	2,005,400	2,020,300	2,090,157	69,857
EXPENDITURES				
General government	578,300	592,600	461,443	131,157
Police department	609,000	664,000	645,377	18,623
Fire department	263,000	263,000	250,484	12,516
Public works	342,600	354,600	361,640	(7,040)
Sanitation	210,500	217,500	235,633	(18,133)
Total expenditures	2,003,400	2,091,700	1,954,577	137,123
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,000	(71,400)	135,580	206,980
Other Financing Sources (Uses):				
Transfers in	-	-	2,786	2,786
Proceeds from sale of capital assets	10,000	14,000	3,600	(10,400)
Total other financing sources and uses	10,000	14,000	6,386	(7,614)
Net change in fund balance	12,000	(57,400)	141,966	199,366
Fund balance, beginning	250,750	250,750	1,327,056	1,076,306
Fund balance, ending	$ 262,750	$ 193,350	$ 1,469,022	$ 1,275,672

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 11

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
GRANTS FUND
YEAR ENDED JUNE 30, 2024

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	$ -	$ -	$ 311,736	$ 311,736
Investment revenue	100	100	137	37
Total revenues	100	100	311,873	311,773
EXPENDITURES				
Public works	24,000	24,000	22,687	1,313
Total expenditures	24,000	24,000	22,687	1,313
Excess (deficiency) of revenues over (under) expenditures	(23,900)	(23,900)	289,186	313,086
Other Financing Sources (Uses):				
Transfers out	-	-	(289,049)	(289,049)
Total other financing sources (uses)	-	-	(289,049)	(289,049)
Net Change in Fund Balances	(23,900)	(23,900)	137	24,037
Fund Balances, Beginning	1,604	1,604	1,604	1,604
Fund Balances, Ending	$ (22,296)	$ (22,296)	$ 1,741	$ 25,641

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 12

COMBINING BALANCE SHEETS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash	$ 25,465	$ 87,231	$ 112,696
Intergovernmental receivable	4,139	-	4,139
Other receivables	-	2,359	2,359
Total assets	$ 29,604	$ 89,590	$ 119,194
LIABILITIES AND FUNDS BALANCES			
Liabilities:			
Accounts payable	$ 1,125	$ -	$ 1,125
Total liabilities	$ 1,125	$ -	$ 1,125
Fund Balances			
Restricted			
Restricted for special programs	28,479	89,590	118,069
Total fund balances	28,479	89,590	118,069
Total liabilities and fund balances	$ 29,604	$ 89,590	$ 119,194

See independent auditor's report

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 13

COMBINING SCHEDULES OF REVENEUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ 49,435	$ 25,888	$ 75,323
Investment revenue	164	-	164
Total revenues	49,599	25,888	75,487
EXPENDITURES			
Public works	104,858	-	104,858
Culture and recreation	-	17,326	17,326
Total expenditures	104,858	17,326	122,184
Excess (deficiency) of revenues over (under) expenditures	(55,259)	8,562	(46,697)
Other Financing Sources (Uses):			
Transfers out	(2,786)	-	(2,786)
Total other financing sources (uses)	(2,786)	-	(2,786)
Net Change in Fund Balances	(58,045)	8,562	(49,483)
Fund Balances, Beginning	86,524	81,028	167,552
Fund Balances, Ending	$ 28,479	$ 89,590	$ 118,069

See independent auditor's report

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 14

TSPLOST FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2024

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 41,900	$ 49,000	$ 49,435	$ 435
Investment revenue	100	200	164	(36)
Total revenues	42,000	49,200	49,599	399
EXPENDITURES				
Public works	42,000	85,000	104,858	(19,858)
Total expenditures	42,000	85,000	104,858	(19,858)
Excess (deficiency) of revenues over (under) expenditures	-	(35,800)	(55,259)	(19,459)
Other Financing Sources (Uses):				
Transfers out	-	-	(2,786)	(2,786)
Total other financing sources (uses)	-	-	(2,786)	(2,786)
Net Change in Fund Balances	-	(35,800)	(58,045)	(22,245)
Fund Balances, Beginning	86,524	86,524	86,524	90,444
Fund Balances, Ending	$ 86,524	$ 50,724	$ 28,479	$ 68,199

See independent auditor's report

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 15

HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2024

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 24,000	$ 24,000	$ 25,888	$ 1,888
Total revenues	24,000	24,000	25,888	1,888
EXPENDITURES				
Culture and recreation	20,000	20,000	17,326	2,674
Total expenditures	20,000	20,000	17,326	2,674
Excess (deficiency) of revenues over (under) expenditures	4,000	4,000	8,562	4,562
Net Change in Fund Balances	4,000	4,000	8,562	4,562
Fund Balances, Beginning	81,028	81,028	81,028	77,667
Fund Balances, Ending	$ 85,028	$ 85,028	$ 89,590	$ 82,229

See independent auditor's report

CITY OF EAST DUBLIN, GEORGIA

EXHIBIT 16

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
YEAR ENDED JUNE 30, 2024

	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	$ 42,048	$ 3,222	$ 45,270	107.79%
Previously Incurred General Obligation Debt	720,000	720,000	442,771	-	442,771	61.50%
Public Safety Equipment and Facilities	360,000	360,000	200,352	8,266	208,618	57.95%
Public Works and Solid Wasted Equipment and Facilities	222,000	222,000	347,930	120,000	467,930	210.78%
Recreation Equipment and Facilities	14,000	14,000	-	1,516	1,516	10.83%
Roads, Streets, Bridges, and Drainage	222,000	222,000	13,302	111,456	124,758	56.20%
Water and Sewer Improvements	450,000	450,000	237,173	43,413	280,586	62.35%
	$ 2,030,000	$ 2,030,000	$ 1,283,576	$ 287,873	$ 1,571,449	

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

See independent auditor's report

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 (*Government Auditing Standards)*, 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, 2024, 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 RPT_DATE.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of East Dublin'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of East Dublin's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of East Dublin's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Finding and Responses as items 2024-1 and 2024-02 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Finding and Responses as items 2024-1 and 2024-02 to be significant deficiencies.

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 material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

Report on 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

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

Purpose of this Report

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

December 18, 2024

CITY OF EAST DUBLIN, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2024

SECTION II.
FINANCIAL STATEMENT FINDINGS

MATERIAL WEAKNESS:

2024-01 Lack of Proper Segregation of Duties

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. The City will look for new cost-effective ways to eliminate the risk of fraud due to lack of internal controls.

2024-02 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. Another option for consideration would be outsourcing some of the accounting procedures to a third party with governmental accounting expertise.

Response: We concur with the recommendation. We will review procedures in place and consider possible improvements 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, 2024

STATUS OF PRIOR AUDIT FINDINGS – FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESS:

2023-01 Lack of Proper Segregation of Duties

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

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

Response: Finding was not corrected during the year.

2023-02 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.

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: Finding was not corrected during the year.