CITY OF HOBOKEN, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2020

Earl A. Lawson
Certified Public Accountant
Blackshear, Georgia

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City of Hoboken, Georgia
Financial Statements
For the Fiscal Year Ended December 31, 2020

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Introductory Section

CITY OFFICIALS

MAYOR
Joey D. Crews

MAYOR PROTEM
Ashley Smith

COUNCIL
Greg Buie
Robin Helmuth
Wesley Lee
Mary Stone
Chris W. Thomas

CITY CLERK / PERSONNEL DIRECTOR
Linda Henderson, Certified MC/FO

ASSISTANT CITY CLERK
Breanna Lattanzie

CITY JUDGE
Bradley Collins

POLICE CHIEF
Jonathan McMillan

FIRE CHIEF
Ricky Floyd

CITY ATTORNEY
Adam Ferrell

PUBLIC WORKS SUPERVISOR
Ben Davis Stone

FINANCIAL SECTION

Independent Auditor's Report

Earl A. Lawson, CPA
Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the City Council
Hoboken, Georgia

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City of Hoboken, Georgia, as of and for the year ended December 31, 2020, and the related notes 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 controls 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

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 I 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

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Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hoboken, Georgia, as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and budgetary comparison information on pages 11-19 and 57-60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Hoboken, Georgia's basic financial statements. The combining, individual nonmajor fund financial statements and the proprietary fund budget to actual, are presented for purposes of additional analysis and are not a required part of the basis financial statements.

The combining, individual nonmajor fund financial statements and the proprietary budget to actual 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. 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 my opinion, the combining and individual nonmajor fund financial statements is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, I have also issued my report dated March 26, 2021 on my consideration of the City of Hoboken Georgia's internal controls over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of my testing, of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Hoboken's internal control over financial reporting.

Earl A. Lawson
Certified Public Accountant
Blackshear, Georgia
March 26, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis (MD&A) is a narrative introduction, overview and analysis of the basic financial statements prepared by the City.

City of Hoboken, Georgia
Management's Discussion and Analysis
For the Year Ended December 31, 2020

Our discussion and analysis of the City of Hoboken's financial performance provides an overview of the City's financial activities for the year ended December 31, 2020. Please read it in conjunction with the City's financial statements, which begins on page 20.

FINANCIAL HIGHLIGHTS

The assets of the City of Hoboken exceeded its liabilities at December 31, 2020 by $2,184,186. Of this amount unrestricted net position of $385,261 may be used to meet the government's ongoing obligations to citizens and creditors.

The total net position increased by $150,242. Of this amount a increase of $146,969 was associated with governmental and an increase of $3,273 with business-type activities.

As of the close of the current year, the City of Hoboken governmental funds reported combined ending fund balances of $308,891 a increase of $40,174 in comparison with the prior year. Of this amount $112,449 is restricted and $45,968 is committed.

At the end of the current year, unassigned fund balance for the general fund was $150,474, or 29.65% of the total general fund expenditures.

The City's capital outlay during 2020 at a cost of $179,907 of which $50,000 was financed with the USDA and recorded in the General Fund. The expenditure recorded in the General Fund is $75,0000, $78,743 was paid with SPLOST Funds and $26,164 with LMIG DOT funds..

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities on page 21-22 provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements on page 23. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the City as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the City as a whole begins on page 21. One of the most important questions asked about the City's finances is , "Is the City as whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis* of accounting, which are similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net position* and changes in them. You can think of the City's net position--the difference between assets and liabilities--as one way to measure *the City's financial health, or of financial position.* Over time, increases or decreases in the City's net position are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the City's *property tax base and the condition of the City's roads, to assess the overall health* of the City.

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

Governmental activities--Most of the City's basic services are reported here, including the police, fire, public works, and general administration. Property taxes, franchise fees, and state and federal grants finance most of these activities.

Business--type activities--The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water system is its business type activity.

Reporting the City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 23. The fund financial statement begins on page 23 and provides detailed information about the most significant funds--not the City as a whole. Some funds are required to be establishes by State law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or the show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The City's two kinds of funds--*governmental* and *proprietary*--use different accounting approaches.

Governmental funds--Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an *accounting method called modified accrua*l 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 government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Position and the Statements of Activities) and governmental *funds* in a reconciliation at the bottom of the fund financial statements.

Proprietary funds--When the City charges customers for the services it provides these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

In fact, the City's enterprise funds are the same as the business-type in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

THE CITY AS A WHOLE

The City's combined net position were $2,033,944 at the end of 2019 and $2,184,186 at the end of 2020 for a increase of $150,242 during the year. The net position belongs to the governmental $1,252,351 and business type activities $931,835.

Table 1

	Governmental Activities		Business-type Activities		Total Primary Government	
	December '31		December '31		December '31	
	2019	2020	2019	2020	2019	2020
Current & other assets	$ 341,356	$ 371,244	$ 184,031	$ 187,824	$ 525,387	$ 559,068
Capital assets	883,699	1,031,164	755,226	756,356	1,638,925	1,787,520
Total assets	1,225,055	1,402,408	939,257	944,180	2,164,312	2,346,588
Long-term debt outstanding	59,594	82,579	-	-	59,594	82,579
Other liabilities	7,966	25,865	10,695	12,345	18,661	38,210
Total liabilities	67,560	108,444	10,695	12,345	78,255	120,789
Deferred Inflows of Resources	52,113	41,613	-	-	52,113	41,613
Net position:						
Net Investment in Capital Assets	824,105	930,120	755,226	756,356	1,579,331	1,686,476
Restrictede	148,608	112,449	-	-	148,608	112,449
Unrestricted (deficit)	132,669	209,782	173,336	175,479	306,005	385,261
Total net position	$ 1,105,382	$ 1,252,351	$ 928,562	$ 931,835	$ 2,033,944	$ 2,184,186

Net position of the City's governmental activities increased by 13.29 percent or $146,969. *Unrestricted* Net position--the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirement--changed from a $132,669 at December 31, 2019, to $209,782 at December 31, 2020.

The unrestricted net position of our business type activities increased by 2.2% percent, $175,479 compared to $173,336. This increase resulted primarily from the increase in revenue for 2020 compared to 2019.

Table 2
Changes in Net Position of
Government and Business Type Activities

	Governmental Activities		Business-type Activities		Total Primary Government	
	December '31		December '31		December '31	
Revenues:	2019	2020	2019	2020	2019	2020
Program Revenues						
Charges for services	$ 184,751	$ 130,121	$ 65,341	$ 87,881	$ 250,092	$ 218,002
Grants and entitlements	83,180	133,130	-	-	83,180	133,130
General Revenues						
Property taxes	87,394	110,002	-	-	87,394	110,002
Other taxes	220,261	233,440	-	-	220,261	233,440
Grants and entitlements	-	-	-	-	-	-
Other Revenues	241	24	901	755	1,142	779
Total Revenues	575,827	606,717	66,242	88,636	642,069	695,353
Expenses						
General government	161,028	166,664	-	-	161,028	166,664
Public safety	220,245	212,097	-	-	220,245	212,097
Public works	104,403	88,228	-	-	104,403	88,228
Culture and recreation	-	-	-	-	-	-
Community development	11,776	8,976	-	-	11,776	8,976
Interest	2,356	2,783	-	-	2,356	2,783
Water	-	-	61,065	85,363	61,065	85,363
Total expense	499,808	478,748	61,065	85,363	560,873	564,111
Excess (deficiency) before transfers and contributions	76,019	127,969	5,177	3,273	81,196	131,242
Sale of Capital Assets	-	19,000	-	-	-	19,000
Transfers	-	-	-	-	-	-
Increase (decrease) in net position	$ 76,019	$ 146,969	$ 5,177	$ 3,273	$ 81,196	$ 150,242

The cost of all governmental activities this year was $478,748 compared to $499,808 last year. However, as shown in the Statement of Activities on page 22, the amount that our taxpayers ultimately financed for these activities through City taxes was $215,497 because some of the cost was paid by those who directly benefited from the programs $130,121 or by other governments and organizations that subsidized certain programs with grants and contribution $133,130. The City paid for the remaining "public benefit" portion of governmental activities with taxes and with other revenues.

Table 3 presents the cost of each of the City's three largest programs--police, fire, public works, as well as each program's *net* cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2019	2020	2019	2020
Public safety	$ 220,245	$ 212,097	$ 67,693	$ 82,723
Public works	104,403	88,228	21,331	4,143
All others	-	-	-	-
Totals	$ 324,648	$ 300,325	$ 89,024	$ 86,866

THE CITY'S FUNDS

As the City completed the year, its governmental funds as presented in the balance sheet on page 23 reported a combined fund balance of $308,891, which is a increase from last year's total of $268,717 Included in this year's total change in fund balance.

General Fund Budgetary Highlights

The City Council did not amend the budget during the year ended December 31, 2019.

The City had a variance of $58,635 in the revenue in the general fund. The budget had total revenue of $452,718 The actual revenue was $511,353

The City had a variance of $54,619 in expenditures in the general fund. The budget had total expenditures of $452,718 the actual expenditures were $507,337

The variance in expenditures was caused by the increase in utilities, fuel, repairs and supplies, and the purchase of capital assets.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2020 the City had $1,787,520 invested in a broad range of capital assets, including police and fire equipment, buildings, roads, bridges, and water lines. (See Table 4 below.) This amount represents a net increase (including additions and deductions) of $148,595, or 9.07 percent, over last year. The increase in capital assets was the result of the purchasing equipment at a rate greater than depreciation.

Table 4
Capital Assets at Year-end
(Net of Depreciation)

	Governmental Activities		Business-type Activities		Primary Government	
	December '31		December '31		December '31	
	2019	2020	2019	2020	2019	2020
Land	$ 115,550	$ 115,550	$ 3,687	$ 3,687	$ 119,237	$ 119,237
Building and Improvements	210,609	200,472	-	-	210,609	200,472
Equipment	101,525	177,675	751,539	752,669	853,064	930,344
Infrastructure	456,015	537,467	-	-	456,015	537,467
Totals	$ 883,699	$ 1,031,164	$ 755,226	$ 756,356	$ 1,638,925	$ 1,787,520

For more information on the changes in capital assets, see Note 5 on page 45 & 46.

Debt

At year-end, the City had $0.00 in capital lease outstanding compared to $0.00 last year a decrease of $0.00 as shown in Table 5. The City had $59,594 in note payable in 2019 compared to $101,044 in 2020 for a increase of $41,450.

Table 5
Outstanding Debt at Year-end

	Governmental Activities		Business-type Activities		Primary Government	
	December '31		December '31		December '31	
	2019	2020	2019	2020	2019	2020
Leases	$ -	$ -	$ -	$ -	$ -	$ -
Revenue bonds (backed by water & sewer fee revenues)	-	-	-	-	-	-
Note payable	59,594	101,044	-	-	59,594	101,044
Totals	$ 59,594	$ 101,044	$ -	$ -	$ 59,594	$ 101,044

The City issued $50,000 in new debt during the year ended December 31, 2020. The City does not plan to issue any new debt during the year ended December 31, 2021.

For more information on the City's long-term debt, see Note 7 on page 48-51.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the year December 31, 2021 budget, tax rates, and fees that will be charged for the business-type activities. One of those factors is the economy. The Mayor and City Council also considered the expected increase in the cost of goods and services during 2021.

These indicators were taken into account when adopting the General Fund budget is expected to increase modestly by the close of 2021. More importantly, however, this will have been accomplished without selling capital assets or incurring long-term debt.

As for the City's business-type activities, we expect that the 2021 results will also improve based on these recent decisions:

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditor with a general overview of the City's finances and to show the City's adjustability for the money it receives. If you have questions about this report or need additional financial information, contact the City Clerk's Office at City Hall, Hoboken, Georgia.

Basic Financial Statements

The basic financial statements include the government-wide statement of net position and government-wide statement of activities which include all of the primary government's governmental activities and business-type activities. In addition, the basic financial statements include the fund financial statements and the notes to the financial statements.

City of Hoboken, Georgia
Statement of Net Position
December 31, 2020

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets and Deferred Outflows of Resources			
Current Assets			
Cash	$ 213,752	$ 177,316	$ 391,068
Receivables (net)	147,571	10,508	158,079
Receivable - intergovernmental	9,921	-	9,921
Prepaid	-	-	-
Inventories	-	-	-
Total Current Assets	371,244	187,824	559,068
Non-Current Assets			
Capital assets (Note 1):			
Land	115,550	3,687	119,237
Other capital assets, net of depreciation	915,614	752,669	1,668,283
Total Non-Current Assets	1,031,164	756,356	1,787,520
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	1,402,408	944,180	2,346,588
Liabilities and Deferred Inflows of Resources			
Current Liabilities			
Accounts payable and accrued expenses	7,400	3,006	10,406
Lease purchase agreement	-	-	-
Note payable	18,465	-	18,465
Deposits	-	9,339	9,339
Total Current Liabilities	25,865	12,345	38,210
Long-term liabilities :			
Note payable	82,579	-	82,579
Total Long-term Liabilities	82,579	-	82,579
Deferred Inflows of Resources	41,613	-	41,613
Total Liabilities and Deferred Inflows of Resources	150,057	12,345	162,402
NET POSITION			
Net Investment in capital assets	930,120	756,356	1,686,476
Restricted for:			
Capital projects	112,449	-	112,449
Debt service	-	-	-
Community development projects	-	-	-
Other purposes	-	-	-
Unrestricted (deficit)	209,782	175,479	385,261
Total net position	$ 1,252,351	$ 931,835	$ 2,184,186

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

City of Hoboken, Georgia
Statement of Activities
For the Year Ended December 31, 2020

Functions/Programs	Expense	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total
PRIMARY GOVERNMENT:							
Government activities:							
General government	$ 166,664	$ 8,456	$ -	$ -	$ (158,208)	$ -	$ (158,208)
Public safety	212,097	104,374	-	25,000	(82,723)	-	(82,723)
Public works	88,228	4,024	-	80,061	(4,143)	-	(4,143)
Community development	8,976	13,267	28,069	-	32,360	-	32,360
Interest on long-term debt	2,783	-	-	-	(2,783)	-	(2,783)
Total governmental activities	478,748	130,121	28,069	105,061	(215,497)	-	(215,497)
Business-type activities:							
Water	85,363	87,881	-	-	-	2,518	2,518
Total business-type activities	85,363	87,881	-	-	-	2,518	2,518
Total primary government	$ 564,111	218,002	28,069	105,061	(215,497)	2,518	(212,979)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					110,002	-	110,002
Sales Taxes					100,675	-	100,675
Insurance Premium Tax					42,645	-	42,645
Franchise taxes					73,352	-	73,352
Alcohol Tax					16,768	-	16,768
Other Revenues					-	-	-
Gain on sale of capital assets					19,000	-	19,000
Grants and contributions not restricted to specific programs					-	-	-
Unrestricted Investment earnings					24	755	779
Transfers					-	-	-
Total general revenues and transfers					362,466	755	363,221
Change in net position					146,969	3,273	150,242
Net position---beginning					1,105,382	928,562	2,033,944
Net position---ending					$ 1,252,351	931,835	$ 2,184,186

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

City of Hoboken, Georgia
Balance Sheet
Governmental Funds
December 31, 2020

	General	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 83,107	$ 51,799	$ 78,846	$ 213,752
Receivables, net	126,085	-	21,486	147,571
Due form other funds	-	-	-	-
Receivables from other governments	-	9,921	-	9,921
Prepaids	-	-	-	-
Inventories	-	-	-	-
Total assets	$ 209,192	$ 61,720	$ 100,332	$ 371,244
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities:				
Accounts payable	$ 5,776	$ -	$ -	$ 5,776
Accrued payroll deductions	1,104	-	-	1,104
Due to other funds	-	-	-	-
Payable to other governments	-	-	-	-
Total liabilities	6,880	-	-	6,880
Deferred inflows of Resources	51,838	3,635	-	55,473
Total Liabilities and Deferred Inflows of Resources	58,718	3,635	-	62,353
Fund balances:				
Nonspendable	-	-	-	-
Restricted				
Public works	-	58,085	54,364	112,449
Committed:				
Community development	-	-	45,968	45,968
Assigned:				
Community development	-	-	-	-
Unassigned	150,474	-	-	150,474
Total fund balances	150,474	58,085	100,332	308,891
Total liabilities, Deferred Inflow of Resources and Fund Balances	$ 209,192	$ 61,720	$ 100,332	$ 371,244

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

City of Hoboken, Georgia
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities
For the Year Ended December 31, 2020

TOTAL GOVERNMENTAL FUND BALANCES		$ 308,891
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		
Cost	1,450,523	
Less accumulated depreciation	(419,359)	1,031,164
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Intergovernmental	3,635	
Property taxes	1,925	
Local option sales taxes	8,300	13,860
Liabilities, including notes and capital leases are not due and payable in the current period and therefore are not reported in the funds:		
Capital leases	-	
Note payable	(101,564)	(101,564)
NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 1,252,351

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

City of Hoboken, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	General	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$ 342,642	$ -	$ -	$ 342,642
Fees and fines	103,144	-	1,230	104,374
Licenses and permits	8,312	-	-	8,312
Intergovernmental	53,069	43,584	35,977	132,630
Charges for services	144	-	-	144
Rents	-	-	13,267	13,267
Contributions	1,025			1,025
Interest	18	-	6	24
Other	2,999	-	-	2,999
Total revenues	511,353	43,584	50,480	605,417
EXPENDITURES				
Current:				
General government	164,386	-	-	164,386
Public safety	198,772	-	3,596	202,368
Public works	69,179	-	5,890	75,069
Community Development	-	-	1,700	1,700
Capital Outlay:				
General government	-	-	-	-
Public safety	75,000	-	-	75,000
Public works	-	61,672	43,235	104,907
Community development	-	-	-	-
Debt service:				
Principal	-	8,550	-	8,550
Interest and other charges	-	2,263	-	2,263
Total expenditures	507,337	72,485	54,421	634,243
Excess (deficiency) of revenues over expenditures	4,016	(28,901)	(3,941)	(28,826)

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

City of Hoboken, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	General	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)				
Note proceeds	50,000	-	-	50,000
Sale of Capital Assets	19,000	-	-	19,000
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	69,000	-	-	69,000
Net change in fund balance	73,016	(28,901)	(3,941)	40,174
Fund balances-beginning	77,458	86,986	104,273	268,717
Fund balances-ending	$ 150,474	$ 58,085	$ 100,332	$ 308,891

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

City of Hoboken, Georgia
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2020

NET CHANGES IN FUND BALANCES TOTAL GOVERNMENTAL FUNDS		$ 40,174
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Capital outlay	179,907	
Depreciation expense	(32,442)	147,465
In the statement of activities, only the gain on the sale of asses is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the assets sold:		
Net book blance of assets sold		-
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Intergovernmental	500	
Taxes	-	
Sales taxes	800	1,300
Issuance of long term debt provides current financial resources to governmental funds while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. The issuance of long term debt increases long term liabilities and the repayment of long term debt reduces long term liabilities in the statement of net position.		
Issuance of note	(50,000)	
Accrued Interest on Note	(520)	
Repayment of long term debt	8,550	(41,970)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 146,969

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

City of Hoboken, Georgia
Statement of Net Position
Proprietary Fund
December 31, 2020

	Enterprise Fund	
	Water	Totals
ASSETS		
Current assets:		
Cash	$ 177,316	$ 177,316
Receivables, net	10,508	10,508
Due from other governments	-	-
Inventories	-	-
Total current assets	187,824	187,824
Noncurrent assets:		
Restricted cash	-	-
Capital assets:		
Land and improvements	3,687	3,687
Construction in progress	-	-
Distribution systems	1,290,353	1,290,353
Buildings and equipment	4,108	4,108
Less: accumulated depreciation	(541,792)	(541,792)
Total noncurrent assets	756,356	756,356
Total assets	$ 944,180	$ 944,180
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	$ 3,006	$ 3,006
Compensated absences	-	-
Customer deposits	9,339	9,339
Bonds, notes, and loans payable	-	-
Total current liabilities:	12,345	12,345
Noncurrent liabilities:		
Compensated absences	-	-
Bonds, notes, and loans payable	-	-
Total noncurrent liabilities	-	-
Total liabilities	12,345	12,345
NET POSITION		
Investment in Capital Assets	756,356	756,356
Restricted	-	-
Unrestricted	175,479	175,479
Total net Position	931,835	931,835
Total Liabilities and Net Position	$ 944,180	$ 944,180

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

City of Hoboken, Georgia
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2020

	Enterprise Fund	
	Water	Totals
OPERATING REVENUES		
Charges for services	$ 87,881	$ 87,881
Miscellaneous	-	-
Total operating revenues	87,881	87,881
OPERATING EXPENSES		
Personnel services	19,730	19,730
Contractual services	29,485	29,485
Utilities	4,829	4,829
Repairs and maintenance	3,921	3,921
Other supplies and expense	8,546	8,546
Insurance claims and expenses	1,352	1,352
Depreciation	17,500	17,500
Total operating expenses	85,363	85,363
Operating income (loss)	2,518	2,518
NONOPERATING REVENUES (EXPENSES)		
Interest	755	755
Intergovernmental	-	-
Interest expense	-	-
Miscellaneous expense	-	-
Total nonoperating revenue (expenses)	755	755
Income (loss) before contributions and transfers	3,273	3,273
CONTRIBUTIONS AND TRANSFERS		
Transfers In	-	-
Transfers (Out)	-	-
Net Contributions and Transfers	-	-
Change in net position	3,273	3,273
Total net position-beginning	928,562	928,562
Total net position-ending	$ 931,835	$ 931,835

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

City of Hoboken, Georgia
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2020

	Enterprise Fund	
	Water	Totals
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	$ 88,557	$ 88,557
Payments to suppliers	(47,733)	(47,733)
Payments to employees	(19,730)	(19,730)
Other receipts (payments)	-	-
Net cash provided by operating activities	21,094	21,094
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers In (Out)	-	-
Due to Other Funds	-	-
Net cash (used) by NONCAPITAL Financing Activities	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from capital debt	-	-
Intergovernmental	-	-
Purchases of capital assets	(18,630)	(18,630)
Principal paid on capital debt	-	-
Interest paid on capital debt	-	-
Other receipts (payments)	-	-
Net cash (used) by capital and related financing activities	(18,630)	(18,630)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	-	-
Interest	755	755
Net cash provided by investing activities	755	755
Net (decrease) in cash and cash equivalents	3,219	3,219
Balances-beginning of the year	174,097	174,097
Balances-end of the year	$ 177,316	$ 177,316

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

City of Hoboken, Georgia
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2020

	Enterprise Fund	
	Water	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED BY OPERATING ACTIVITIES		
Operating income (loss)	$ 2,518	$ 2,518
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	17,500	17,500
Change in assets and liabilities:		
Receivables, net	(574)	(574)
Inventories	-	-
Accounts and other payables	400	400
Customer deposits	1,250	1,250
Accrued expenses	-	-
Net cash provided by operating activities	$ 21,094	$ 21,094

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

NOTES TO THE FINANCIAL STATEMENTS

City of Hoboken, Georgia
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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Hoboken, Georgia was incorporated under the laws of the State of Georgia, and operates under a mayor-council form of government. The mayor and a six member council govern the City and are elected for four year terms. The Mayor and the Council all serve on a part-time basis. The Mayor and Council appoint a City Clerk who is responsible for the daily operations of the City.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. For its enterprise fund, the City applies any FASB statements and interpretations issued after November 30, 1989, unless they conflict with or contradict GASB pronouncements.

A. Financial Reporting Entity

In conformity with generally accepted accounting principles, as set forth in GASB Statement No. 14, *The Financial Reporting Entity*, the financial statements of the reporting entity include those of the City of Hoboken. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- The organization is legally separate (can sue and be sued in its own name)
- The City holds the corporate powers of the organization
- The City appoints a voting majority of the organization's board
- The City is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the City
- There is fiscal dependency by the organization on the City

Discretely Presented Component Units - Based on the GASB criteria, the City has no entities that qualify as discretely presented component units.

Blended Component Units - Based on the GASB criteria, the City has no entities that qualify as blended component units.

Joint Ventures and Related Organizations: The City is required by State law to be a member of the Regional Commission (RC). The city pays its prorata share of operating costs and would be liable for a prorata share of any unpaid liabilities if the RC were to go out of existence. However, the City has no material equity interest in the RC and it is not included in these financial statements. Financial statements are available at the organizations' offices. At year-end there were no receivables or payables between the City and this organization.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Basis of Presentation, Basis of Accounting

Basis of Presentation

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

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

The government-wide financial statements, which are the statement of net position and the statement of activities, report information on all the nonfiduciary activities of the primary 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 reply to a significant extent on fees and charges for support.

Fund Financial Statements:

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Major Governmental Funds

General Fund-

The General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

SPLOST Fund-

The SPLOST Fund is a capital projects fund. This fund is used to account for the financial resources provided by the Special Local Option Sales Tax. The Special Purpose Local Option Sales Tax is to be used by the City in accordance with the approved projects by the voters.

Proprietary Fund-

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of operating income and changes in the net position, financial position and cash flow. All assets and liabilities are included on the Statement of Net Position. The City has presented the following major proprietary funds:

Water Fund-

The Water Fund is used to account for the provision of water services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

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 funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured, basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting related to the timing of the measurement made, regardless of the measurement focus applied.

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

Governmental Fund Financial Statements - Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, insurance premium tax, franchise taxes, licenses and interest are considered to be susceptible to accrual.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. All other Governmental Fund Type revenues are recognized when received.

D. Encumbrances

The City does not use encumbrance accounting; under which purchase orders, contracts, and other commitments for the expenditure of moneys are recorded in order to reserve that portion of the applicable appropriation.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Cash, Cash Equivalents, and Investments

Cash and Cash Equivalents - Cash and cash equivalents include amounts in demand and time deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. Cash and cash equivalents are reported on the balance sheets, statements of net position and cash flow statements.

Cash consists of demand and interest-bearing deposits held in banks. All deposits with financial institutions must be collateralized in an amount equal to 110% of uninsured deposits. In lieu of a surety bond, a depository of public funds may pledge as collateral any one or more of the following securities as enumerated in OCGA 50-17-59:

- Bonds, bills, certificates of indebtedness, notes, or other direct obligations of the United States or of the State of Georgia;
- Bonds, bills, certificates of indebtedness, notes, or other direct obligations of the counties or municipalities of the State of Georgia;
- Bonds of any public authority created by Georgia law, if the statue authorizes such use of the bonds and they have been duly validated and there has been no default in the payment of either principal or interest.
- Industrial revenue bonds or bonds of development authorities, created by Georgia law that have been duly validated and for which there has been no default in the payment of either principal or interest; or
- Bond, bills, certificates of indebtedness, notes, or other obligations of a subsidiary corporation of the U.S. government that are fully guaranteed by the U.S. government both as to principal and interest; and debt obligations issued by the Federal Land Bank, the Federal Home Loan Bank, the Federal Intermediate Credit Bank, the Central Bank for Cooperative, the Farm Credit Banks, the Federal Home Loan Mortgage Corporation, and the Federal National Mortgage Association.

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid investments which original maturities of three months or less.

F. Prepaid Items

Prepaid balances are for payments made by the City in the current year to provide services occurring in the subsequent fiscal year, and the reserve for prepaid items has been recognized to signify that a portion of fund balance is not available for other subsequent expenditures.

G. Inventories

Materials purchased are shown as expenditures when acquired and are not inventoried at year end due to the lack of materiality.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

H. Receivables and Payables

All trade and property tax receivables are shown net of an allowance for uncollectible, when material.

I. Property Tax Calendar

Property taxes attach as an enforceable lien on property as of January 1. City property tax revenues are recognized when levied to the extent that they result in current receivable.

Property taxes were levied on January 1, 2020. The assessed values are an approximation of market value as determined by the Brantley County Tax Assessor. Tax bills are mailed at least 60 days prior to the due date. For the current year the mail date was of October 27, 2020. For the year ended December 31, 2020, the collection period was October 27, 2020 thru December 26, 2020.

A Special Local Option Sales Tax is in force. Proceeds for this tax are remitted to the City monthly and is utilized to give property tax owners tax relief.

J. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, and equipment, except for infrastructure, with individual costs that equal or exceed $1,000 are recorded as capital assets. Infrastructure with an individual cost that is equal to or exceeds $5,000 is recorded as a capital asset. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, net of related interest earned, is included as part of the capitalized value of the assets constructed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Infrastructure	20-35
Building and improvements	20-50
Water and sewer distribution system	20-50
Vehicles	4
Furniture and fixtures	10
Equipment	10
Computer equipment	5
Heavy machinery	5

Pursuant to GASB Statement No. 34, Phase 3 governments are not required to report major general infrastructure assets retroactively. As a result, the governmental activities column in the government-wide financial statements does not reflect those infrastructure asset projects completed before January 1, 2003. However, they do not reflect those assets that were either completed during the year or considered construction in progress at year end.

K. Accumulated Unpaid Vacation, Sick Pay, and Other Employee Benefit Amounts

No liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated annual vacation. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. Governmental activities compensated absences balances are liquidated through the General Fund. The expenses are recognized as benefits are paid.

L. Fund Equity

The City implemented GASB Statement No. 54, Fund Balance *Reporting and Governmental Fund Type Definitions*. This standard changed the overall definitions and classifications of governmental fund balances.

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

Governmental Fund Balances

Generally, governmental fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. 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 those resources can be spent. Fund balances are classified as follows:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Nonspendable--Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items 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--Fund balances are reported as assigned when amounts are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Throuh resonution, The City Council has authorized the City Clerk to assign fund balances.

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.

Fund Balance Flow Assumptions

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order:

Committed
Assigned
Unassigned

Net Position

As noted previously, equity for government-wide and proprietary fund financial statements is classified as net position, and displayed in three components:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Invested in Capital Assets--consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position--Consists of net position with constraints placed on the use either by (a) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation. Net position are reported as restricted using the sale defination as used for restricted fund balance as described in the section above.

Unrestricted net position--All other net position that do not meet the defination of "restricted" of "invested in capital assets."

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balance:
The City had no material deficit fund balances at December 31, 2020.

B. Excess of expenditures over appropriations in individual departments:

The General Fund had expenditures over appropriations:

Department	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
General Government:				
Administration	$ 146,618	$ 146,618	$ 164,386	$ (17,768)
Capital Outlay	-	-	75,000	(75,000)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

NOTE 3. DEPOSITS AND INVESTMENTS

Deposits and Investments

Statutes impose various restrictions on deposits and investments. These restrictions are summarized below.

Deposits: All deposits with financial institutions must be collateralized in an amount equal to 110% of uninsured deposits. A trust department must hold the collateral. During the year, the value of the collateralized property was 110% or more of insured deposits.

Investments: The City is authorized to make direct investments in U.S. government, federal agency, and instrumentality obligations. In addition, the City may invest in investment-grade bonds, commercial paper rated A-1 by Standard & Poor, or P-1 by Moody's Commercial Paper Record, repurchase agreements, and the state treasurer's investment pool. When repurchase agreements are executed, the fair value of the securities must equal or exceed the cost of the repurchase agreement.

NOTE 4. RECEIVABLES AND PAYABLES

Receivables

Receivables at December 31, 2020 were as follows:

	Accounts	Taxes	Due from Other Gov't	Other	Interest	Total
Governmental activities:						
General	$ 4,050	$ 57,985	$ 24,870	$ 39,180	$ -	$ 126,085
Capital project	-	-	18,855	-	-	18,855
Special revenue	2,631	-	-	-	-	2,631
Total governmental activities	$ 6,681	$ 57,985	$ 43,725	$ 39,180	$ -	$ 147,571
Business-type activities:						
Water	$ 9,934	$ -	$ -	$ -	$ -	$ 9,934
Total business-type activities	$ 10,508	$ -	$ -	$ -	$ -	$ 9,934

Payables at December 31, 2020 were as follows:

Governmental activities:	Vendors	Accruals Payroll Deduct	Accrued Interest	Other	Total Payables
General	$ 5,776	$ 1,104	$ -	$ -	$ 6,880
Capital project	-	-	-	-	-
Special revenue	-	-	-	-	-
Total governmental activities	$ 5,776	$ 1,104	$ -	$ -	$ 6,880
Business-type activities:					
Water	$ 3,006	$ -	$ -	$ -	$ 3,006
Total business-type activities	$ 3,006	$ -	$ -	$ -	$ 3,006

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020 was as follows:

Primary Government

Governmental activities--Net Position Invested in Capital Assets:

	Beginning Balance	Increase	Decrease	Ending Balance
Not being depreciated:				
Land	$ 115,550	$ -	$ -	$ 115,550
Being depreciated:				
Buildings	363,962	-	-	363,962
Equipment	362,632	75,000	66,942	370,690
Infrastructure	495,414	104,907	-	600,321
Totals	1,222,008	179,907	66,942	1,334,973
Less accumulated depreciation for:				
Buildings	153,353	10,137	-	163,490
Equipment	246,389	13,568	66,942	193,015
Infrastructure	54,117	8,737	-	62,854
Totals	453,859	32,442	66,942	419,359
Depreciable-net	768,149	147,465	-	915,614
Investment in capital assets	883,699	147,465	-	1,031,164
Leases Payable	-	-	-	-
Note Payable	59,594	50,000	8,550	101,044
Totals	59,594	50,000	8,550	101,044
Net Investment in Capital Assets	$ 824,105			$ 930,120

Current year increases in the accumulated depreciation of the capital assets were allocated to the governmental functional activities as follows:

General government	$ 2,278
Public Safety	9,729
Public Works	20,435
Total	$ 32,442

NOTE 5. CAPITAL ASSETS (CONT'D)

Business-type activities-Net Position Invested in Capital Assets:

	Beginning Balance	Increase	Decrease	Ending Balance
Not being depreciation:				
Construction	$ -	$ -	$ -	$ -
Land	3,687	-	-	3,687
Total	3,687	-	-	3,687
Being depreciated:				
Buildings	4,108	-	-	4,108
System Improvements	1,271,723	18,630	-	1,290,353
Total	1,275,831	18,630	-	1,294,461
Less accumulated depreciation for:				
Buildings	4,108	-	-	4,108
Systems Improvements	520,184	17,500	-	537,684
Total	524,292	17,500	-	541,792
Depreciable-net	751,539	-	-	752,669
Investment in capital assets	755,226	-	-	756,356
Notes Payable	-	-	-	-
Capital Leases	-	-	-	-
Revenue Bonds	-	-	-	-
Total	-	-	-	-
Investment in Capital Assets	$ 755,226	$ -	$ -	$ 756,356

Note 5 A Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports 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 (expenses/expenditures) until then. The City reports the deferred charge of $0.00. reported in the government-wide statement of net position .

In addition to liabilities, the statement of net 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 one of these items.

Deferred Property Taxes	$41,613

In addition to liabilities, the Governmental Funds Balance Sheet reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund 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 three of these items.

The first item, property taxes, are reported as deferred inflows of resources since they are recognized as receivables before the period for which the taxes are levied.

The second item, Special Local Option Sales Tax, are reported as deferred inflows of resources since they are recognized as receivables before the period for which the funds are received.

These funds are reported as follows:

Fund	Amount
General:	
Property taxes	$ 51,838
	-
Total General Fund	$ 51,838
SPLOST Fund	3,635
Total	$ 55,473

NOTE 6. INTERFUND BALANCES AND ACTIVITY

Interfund Balances

Interfund balances at December 31, 2020 consist of the following:

Transfer to/from Other Funds

Transfer Out	Transfers In			
	Capital Project		Nonmajor	Totals
Governmental Funds				
General Fund	$ -	$ -	$ -	$ -
Special Revenue funds	-	-	-	-
Totals	$ -	$ -	$ -	$ -

NOTE 7. LONG-TERM OBLIGATIONS

Governmental Activities

Changes in long-term obligations for the year ended December 31,2020 are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within one Year
Governmental Activities:					
Capital Lease Obligations	$ -	-	-	-	$ -
Note Payable	59,594	-	8,550	51,044	8,904
Note Payable	-	50,000	-	50,000	9,561
Total Governmental Activities	$ 59,594	$ 50,000	$ 8,550	$ 101,044	$ 18,465

NOTE 7. LONG-TERM OBLIGATIONS

Governmentsl Activities:
Capital Lease:

Note Payable:
The City entered into a Note with a bank on March 5, 2019 for the Public Works Department to purchase a 2019 John Deere 310L Backhoe. The original principal portion of the note $65,782 at 4.00% interest. The repayment is as follows $901.06 due monthly for 84 equal Payments. The payments will begin on April 20, 2019. The backhoe is being depreciated using the straight line method of depreciation over 7 years. The original purchase price of the Backhoe is $80,500 the accumulated depreciation on the backhoe is $20,125 the remaining book basis of the backhoe is $60,375.

Year Ended	Principal	Interest	Total Princ & Interest
2/1/2021	8,904	1,909	$ 10,813
2/1/2022	9,272	1,541	10,813
2/1/2023	9,656	1,157	10,813
2/1/2024	10,056	757	10,813
2/1/2025	13,156	359	13,515
02/01/2026-2030	-	-	-
02/01/2031-2035	-	-	-
Totals	51,044	5,723	56,767

The City entered into a Note with a USDA on August 5, 2020 for the Public Safety Department to purchase Police Vehicles. The original principal portion of the note $50,000 at 2.25% interest. The repayment is as follows $10,686 due annual for 5 equal payments. The payments will begin on August 5, 2021. The police vehicles is being depreciated using the straight line method of depreciation over 7 years. The original purchase price of the Police Vehicles is $75,000 the accumulated depreciation on the police vehicles is $5,400 the remaining book basis of the backhoe is $69,600.

Year Ended	Principal	Interest	Total Princ & Interest
8/5/2021	9,561	1,125	$ 10,686
8/5/2022	9,776	910	10,686
8/5/2023	9,996	690	10,686
2/1/2024	10,221	465	10,686
2/1/2025	10,446	235	10,681
02/01/2026-2030	-	-	-
02/01/2031-2035	-	-	-
Totals	50,000	3,425	53,425

NOTE 7. LONG-TERM OBLIGATIONS

Business Type Activities

Water					
Notes Payable	$ -	-	-	-	$ -
Total Business Type Activities	$ -	-	-	-	$ -

NOTE 7. LONG-TERM OBLIGATIONS (CONT'D)

Capitalization of Interest

Interest costs incurred in the Water Fund during construction are not capitalized.

NOTE 8. RETIREMENT BENEFITS

The City has established a Defined Contribution Plan that is available to eligible city employees, pursuant to Federal legislation permitting such plans. The plan is administered by Nationwide Retirement Solutions, Inc. The 2020 covered payroll was $239,511 and the total 2020 payroll was $227,311. The plan is open to all full time employees with more than one year service.

Employees are 100% vested in the City contribution after seven years of service. The contribution for 2020 to the City funded plan was $8,797 which was 3.9% of the covered payroll.

Employees do not contribute to this plan and the City does not have a required contribution. Contributions are established by the City council on an annual basis.

Contingent Liabilities

The City participates in a number of federal and state assisted grant programs. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. The amount, if any, of disallowed expenditures discovered in future audits is expected to be immaterial.

NOTE 9. COMMITMENTS AND CONTINGENCIES

Litigation

Based on the advice of the City attorney, there were no material claims outstanding against the City at December 31, 2020.

The City has assumed direct liability for its unemployment compensation claims. The experience rate for the City is immaterial in relation to the size of its payroll. Future claims would not have a material effect on the financial statements of the City. Therefore, no liability has been accrued.

NOTE 10. RISK MANAGEMENT

The City's risk management is associated with the following risks employee life, health, property, and liability, worker's compensation, unemployment, and disability.

Significant losses are covered by commercial insurance for all major programs except unemployment which is covered by the City's participation in the States Unemployment insurance program. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

The City of Hoboken is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City joined the Georgia Interlocal Risk Management Agency. This membership to share liability, crime, motor vehicle and property damage risks.

NOTE 10. RISK MANAGEMENT (CONT'D)

Coverage of follows:

COVERAGE DESCRIPTION - PROPERTY:	
Buildings and Contents	$ 245,175
Automobile Physical Damage	Per application on file with GIRMA
COVERAGE DESCRIPTION - CASUALTY:	
Comprehensive General Liability and Law Enforcement Liability	$ 600,000
Automobile Liability	$ 600,000
Errors and Omissions (Public Officials) Liability	$ 600,000
Employee Benefits Liability	$ 600,000
COVERAGE DESCRIPTION - CRIME:	
Blanket Bond	$ 500,000
Depositors Forgery	$ 500,000
Money in Securities Loss Inside of Premises	$ 500,000
Loss Outside of Premises	$ 500,000
DEDUCTIBLE:	
All coverage's are subject to a per occurrence deductible of	$ 1,000

NOTE 10. RISK MANAGEMENT (CONT'D)

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. The Georgia Interlocal Risk Management Agency (GIRMA) is a municipal interlocal risk management agency to function as an unincorporated non-profit instrumentality of its member municipalities - GIRMA establishes and administers one or lessen the incident and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability of loss.

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

To pay all contributions, assessments or other sums due to GIRMA at such times and in such amounts as shall be established by GIRMA.

To select a person to serve as a Member representative.

To allow GIRMA and its agents reasonable access to all facilities of the City and all records, including but not limited to financial records, which relate to the purposes of GIRMA.

To allow attorneys appointed by GIRMA 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 or Funds established by GIRMA.

To assist and cooperate in the defense and settlement of claims against the City.

To furnish full cooperation to GIRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of GIRMA relating to the purposes of GIRMA.

To follow all loss reduction and prevention procedures established by GIRMA.

To furnish to GIRMA such budget, operating and underwriting information as may be requested.

To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in GIRMA or any Fund established by GIRMA being required to pay claim for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of a Fund or Funds in which the City participates.

NOTE 10. RISK MANAGEMENT (CONT'D)

The City of Hoboken retains the first $1,000 of each risk of loss in the form of deductible. The City files all claims with GIRMA. GIRMA bills the City for any risk of loss up to the $1,000 deductible.

The basic for estimating the liabilities for unpaid claims is "IBNR" established by an actuary.

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City of Hoboken became a member of the Georgia Municipal Association Workers' Compensation Self Insurance Fund. The effective date membership was December 1, 1986. The liability of the fund to the employees of any employer (City of Hoboken) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability.

As part of these risk pools, the City is obligated to pay all contributions and assessments as described by the pools. To cooperate with the pool's agents and attorneys. To follow loss reduction procedures established by funds and to report as promptly as possible and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The City is also to allow the pool's agents and attorneys to represent the City in investigation, settlement discussions and all levels of litigations arising out of any claim made against the City within the scope of loss protection furnished by the funds.

The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding or compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. The Fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

NOTE 12. JOINT VENTURES

Southern Georgia Regional Commission:

The City of Hoboken, Georgia, along with the cities and counties in the Southern Georgia area is a member of the Southen Georgia Regional Commission (SGRC). Membership in an SGRC is automatic for each municipality and county in the state. The Official code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provided for the organizational structure of theSGRC. Each county and municipality in the state is required by law to pay minimum annual dues to the SGRC. The Board is comprised of not less than two (2) or more than five (5) representatives of each member county served by the SGRC. The manner of selecting such representatives from each member county is as follows:

> The chief elected official or the Chair of the Board of Commissioners of each county served by the Center shall be a member (or a designated government Official).
>
> One elected or appointed municipal government official from each city served by the Center. The mayors of the municipal government official from each served by the municipal representative of that city.
>
> Not less than ten (10) of more than twenty (20) public members.
>
> A minority representation, the percentage of which is at least equal to the minority population of the geographical region served by the Board, as established by the latest United States Census.

The Georgia Planning Act of 1989 (OCGA 50-8-34) defines SGRC's as "public agencies and instrumentalities of their member". Georgia laws also provide that the member governments are liable for any debts of obligations of an SGRC beyond its resources. (OCGA 50-8-39.1)

Complete financial statements of the Southern Georgia Regional commission can be obtained directly from the SGRC's administrative office at 3395 Harris Road, Waycross, GA 31503.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

City of Hoboken, Georgia
Budgetary Comparison Schedule--General Fund
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	$ 295,368	$ 295,368	$ 342,642	$ 47,274
Licenses and permits	5,200	5,200	8,312	3,112
Fines and forfeitures	118,000	118,000	103,144	(14,856)
Charges for services	100	100	144	44
Intergovernmental	-	-	53,069	53,069
Other	32,000	32,000	2,999	(29,001)
Contributions	1,800	1,800	1,025	(775)
Interest received	250	250	18	(232)
Total revenues	452,718	452,718	511,353	58,635
Expenditures:				
Current:				
General government:				
Administration	146,618	146,618	164,386	(17,768)
Public safety:				
Police	221,800	221,800	195,936	25,864
Fire department	3,300	3,300	2,836	464
Public works:				
Street	81,000	81,000	69,179	11,821
Capital Outlay	-	-	75,000	(75,000)
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	452,718	452,718	507,337	(54,619)
Excess of revenues over (under) expenditures before other financing sources (uses)	-	-	4,016	4,016

City of Hoboken, Georgia
Budgetary Comparison Schedule--General Fund
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Other Financing Sources (Uses)				
Contingencies	-	-	-	-
Note Proceeds	-	-	50,000	50,000
Sale of Capital Assets	-	-	19,000	19,000
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing Sources (Uses)	-	-	69,000	69,000
Net change in fund balance	$ -	$ -	73,016	$ 73,016
Fund balance beginning			77,458	
Fund balance ending			$ 150,474	

City of Hoboken, Georgia
Notes to Required Supplementary Information
For the Year Ended December 31, 2020

The City Charter established the year as the twelve-month period beginning January 1. The departments submit to the City Clerk a budget of estimated expenditures for the ensuing fiscal year after which the City Clerk subsequently submits a budget of estimated expenditures and revenues to the city Council by October 15.

The City follows these procedures in establishing budgetary data reflected in the financial statements:

1. Prior to October 1, the City Clerk and the Council prepare a proposed budget for the year commencing January 1.

2. The City Clerk and Council present the proposed budget at a public hearing.

3. Public hearings are held to obtain taxpayer's comments.

4. The budget is legally enacted through the passage of a resolution.

5. All revisions to the budget must be submitted to the city Council for approval.

6. budgetary appropriations lapse at the end of the year.

7. The budget is prepared and adopted on a basis consistent with generally accepted accounting principles. An annual budget is adopted for the General fund, Special Revenue funds. A project length budget is adopted for all Capital Projects Funds. An operating budget is prepared for each Enterprise fund for planning, control, cost allocation, and evaluation purposes. Budgetary amounts are formally integrated into the general ledgers.

Expenditures exceeded appropriations:

	Budgeted Amounts		Actual Amounts (Budgetary	Variance with
	Original	Final	Basis)	Final Budget
General government:				
Administration	146,618	146,618	164,386	(17,768)
Capital Outlay	-	-	75,000	(75,000)
	-	-	-	-

Major Capital Project Fund

The Capital Project Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets.

The City's Major Capital Project funds are as follows:

SPLOST Fund

City of Hoboken, Georgia
SPLOST Fund
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Intergovernmental	$ 40,000	$ 40,000	$ 43,584	$ 3,584
Other Revenue	-	-	-	-
Interest	-	-	-	-
Total Revenues	40,000	40,000	43,584	3,584
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Public Works	70,000	70,000	61,672	8,328
Debt Service:				
Principal	8,550	8,550	8,550	-
Interest	2,263	2,263	2,263	-
Total Expenditures	80,813	80,813	72,485	8,328
Excess (deficiency) of revenues over (under) expenditures	(40,813)	(40,813)	(28,901)	11,912
Net charge in Fund Balance	(40,813)	(40,813)	(28,901)	11,912
Fund balance beginning			86,986	
Fund balance ending			$ 58,085	

Governmental Funds

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds: To account for and report the proceeds of specific revenue sources that are restricted, or committed to expenditures for specified purposes other than debt service or capital projects.

Mobile Home Park - To account for the operations of the Mobile Home Park.

Community Center - To account for the operations of the Community Center.

Police Siezed Property -- To account for property seized by the police department

CAPITAL PROJECT FUNDS

Capital Project Funds: To account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets.

DOT LMIG Fund: To account for the revenues and expenditures of the DOT funds in accordance with the directive.

Transportation SPLOST--To account for Transportation Capital Projects financed by the Transportation Special Local Option Sales Tax in accordance with enabling legislation.

City of Hoboken, Georgia
All Nonmajor Governmental Funds
Combining Balance Sheets
December 31, 2020

	Governmental Funds		Total
Assets	Special Revenue	Capital Project	Nonmajor Governmental Funds
Cash	$ 43,337	$ 35,509	$ 78,846
Receivables	2,631	18,855	21,486
Total Assets	$ 45,968	$ 54,364	$ 100,332
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	$ -	$ -	$ -
Total Liabilities	-	-	-
Fund Balances			
Restricted:			
Public Works		54,364	54,364
Committed:			
Community Development	45,968	-	45,968
Total Fund Balances	45,968	54,364	100,332
Total Liabilities and Fund Balances	$ 45,968	$ 54,364	$ 100,332

City of Hoboken, Georgia
All Nonmajor Governmental Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	Governmental Funds		Total Nonmajor Governmental Funds
	Special Revenue	Capital Project	
Revenues			
Rental	$ 13,267	$ -	$ 13,267
Fines and forfeitures	1,230		1,230
Intergovernmental	-	35,977	35,977
Other	-	-	-
Interest	6	-	6
Total Revenues	14,503	35,977	50,480
Expenditures			
Current:			
Public Safety	3,596	-	3,596
Public Works	5,890	-	5,890
Community Development	1,700	-	1,700
Capital Outlay:			
Public Works	-	43,235	43,235
Total Expenditures	11,186	43,235	54,421
Excess (deficiency) of revenues over (under) expenditures before other sources (uses)	3,317	(7,258)	(3,941)
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers (Out)	-	-	-
Total other financing sources (Uses)	-	-	-
Net charge in Fund balances	3,317	(7,258)	(3,941)
Fund balance beginning	42,651	61,622	104,273
Fund balance ending	$ 45,968	$ 54,364	$ 100,332

NON-MAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital outlay.

The City's Non-Major Special Revenue Funds are as follows:

Mobile Home Park
Community Center
Police Seized Property

NON-MAJOR SPECIAL REVENUE FUNDS

Mobile Home Park: To account for the for the rental of and maintenance of the lots at the mobile home park.

Community Center: To account for the for the rental of and maintenance of the community center.

Police Siezed Property: To account for the funds siezed by the police

Non-Major Special Revenue Funds

City of Hoboken, Georgia
All Nonmajor Special Revenue Funds
Combining Balance Sheet
December 31, 2020

	Mobile Home Park	Community Center	Police Siezed Property	Total Nonmajor Special Revenue Funds
ASSETS				
Cash	$ 17,604	$ 25,127	$ 606	$ 43,337
Receivable - Other	2,631	-	-	2,631
TOTAL ASETS	$ 20,235	$ 25,127	$ 606	$ 45,968
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
Accounts Payable and accruals	$ -	$ -	$ -	$ -
Due to Others	-	-	-	-
Deferred Revenues	-	-	-	-
TOTAL LIABILITIES	-	-	-	-
FUND BALANCES				
Committed:				
Community Development	20,235	25,127	606	45,968
TOTAL FUND BALANCES	20,235	25,127	606	45,968
TOTAL LIABILITIES & FUND BALANCE	$ 20,235	$ 25,127	$ 606	$ 45,968

City of Hoboken, Georgia
All Nonmajor Special Revenue Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	Mobile Home Park	Community Center	Police Siezed Property	Total Nonmajor Special Revenue Funds
REVENUES				
Rental	$ 7,642	$ 5,625	$ -	$ 13,267
Fines and Forfeitures	-	-	1,230	1,230
Interest	6	-	-	6
TOTAL REVENUES	7,648	5,625	1,230	14,503
EXPENDITURES				
Current:				
Administritive	-	-	-	-
Public Works	1,825	4,065	-	5,890
Public Safety	-	-	3,596	3,596
Community Development	1,700	-	-	1,700
Capital Outlay:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	3,525	4,065	3,596	11,186
Excess (Deficiency) of Revenues over (under) Expenditures	4,123	1,560	(2,366)	3,317

City of Hoboken, Georgia
All Nonmajor Special Revenue Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	Mobile Home Park	Community Center	Community Center	Total Nonmajor Special Revenue Funds
OTHER FINANCIAL SOURCES (USES)				
Proceeds from capital leases	-	-	-	-
Operating Transfer In	-	-	-	-
Operating Transfers (Out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess Revenues Over (under) Expenditures and Other Financial Sources (uses)	4,123	1,560	(2,366)	3,317
NET CHARGE IN FUND BALANCES	4,123	1,560	(2,366)	3,317
FUND BALANCE BEGINNING	16,112	23,567	2,972	42,651
FUND BALANCE ENDING	$ 20,235	$ 25,127	$ 606	$ 45,968

City of Hoboken, Georgia
Mobile Home Park
Balance Sheet
December 31, 2020

ASSETS	
Cash	$ 17,604
Receivable	2,631
TOTAL ASSETS	$ 20,235
Liabilities and	
Fund Balance	
Liabilities	
Accounts Payable	$ -
TOTAL LIABILITIES	-
Fund Balances	
Committed	
Community Development	20,235
Total Fund Balances	20,235
Total Liabilities and Fund Balances	$ 20,235

City of Hoboken, Georgia
Mobile Home Park
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Rent & Late Charges	$ 8,000	$ 8,000	$ 7,642	$ (358)
Other Revenue	-	-	-	-
Interest	30	30	6	(24)
Total Revenues	8,030	8,030	7,648	(382)
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Public Works	3,130	3,130	1,825	1,305
Community Development	4,900	4,900	1,700	3,200
Total Expenditures	8,030	8,030	3,525	4,505
Excess (deficiency) of revenues over (under) expenditures before other sources (uses)	-	-	4,123	4,123
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers (Out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net charge in Fund Balance	$ -	$ -	4,123	$ 4,123
Fund balance beginning			16,112	
Fund balance ending			$ 20,235	

City of Hoboken, Georgia
Community Center
Balance Sheet
December 31, 2020

ASSETS	
Cash	$ 25,127
Receivable	-
TOTAL ASSETS	$ 25,127
Liabilities and	
Fund Balance	
Liabilities	
Accounts Payable	$ -
TOTAL LIABILITIES	-
Fund Balances	
Committed	
Community development	25,127
Total Fund Balances	25,127
Total Liabilities and Fund Balances	$ 25,127

City of Hoboken, Georgia
Community Center
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Rent	$ 5,500	$ 5,500	$ 5,625	$ 125
Other Revenue	-	-	-	-
Interest	-	-	-	-
Total Revenues	5,500	5,500	5,625	125
EXPENDITURES				
Current:				
Public Safety	-	-	-	
Public Works	5,500	5,500	4,065	1,435
Capital Outlay				
Public Works	-	-	-	-
Total Expenditures	5,500	5,500	4,065	1,435
Excess (deficiency) of revenues over (under) expenditures before other sources (uses)	-	-	1,560	1,560
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers (Out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net charge in Fund Balance	$ -	$ -	1,560	$ 1,560
Fund balance beginning			23,567	
Fund balance ending			$ 25,127	

City of Hoboken, Georgia
Police Seized Funds
Balance Sheet
December 31, 2020

ASSETS	
Cash	$ 606
Receivable	-
TOTAL ASSETS	$ 606
Liabilities and	
Fund Balance	
Liabilities	
Accounts Payable	$ -
TOTAL LIABILITIES	-
Fund Balances	
Committed	
Community development	606
Total Fund Balances	606
Total Liabilities and Fund Balances	$ 606

City of Hoboken, Georgia
Police Seized Funds
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Fines and Seized Property	$ 4,000	$ 4,000	$ 1,230	$ (2,770)
Other Revenue	-	-	-	-
Interest	-	-	-	-
Total Revenues	4,000	4,000	1,230	(2,770)
EXPENDITURES				
Current:				
Public Safety	4,000	4,000	3,596	404
Capital Outlay				
Public Safety	-	-	-	-
Total Expenditures	4,000	4,000	3,596	404
Excess (deficiency) of revenues over (under) expenditures before other sources (uses)	-	-	(2,366)	(2,366)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers (Out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net charge in Fund Balance	$ -	$ -	(2,366)	$ (2,366)
Fund balance beginning			2,972	
Fund balance ending			$ 606	

NON-MAJOR CAPITAL PROJECT FUNDS

Capital Projects Funds are to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets.

The City's Non-Major Capital Project Funds are as follows:

DOT LMIG
Transporation SPLOST

NON-MAJOR CAPITAL PROJECT FUNDS

DOT LMIG: To account for the for the road project paid for out of the Revenue from the Georgia Department of Transporation

Transporation SPLOST: To account for the road projects paid for out of the Transporation SPLOST money.

Non-Major Capital Project Funds

City of Hoboken, Georgia
All Nonmajor Capital Projct Funds
Combining Balance Sheet
December 31, 2020

	DOT LMIG	Transporation SPLOST	Total Nonmajor Capital Project Funds
ASSETS			
Cash	$ 12,336	$ 23,173	$ 35,509
Receivable - Other	16,885	1,970	18,855
TOTAL ASETS	$ 29,221	$ 25,143	$ 54,364
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts Payable and accruals	$ -	$ -	$ -
Due to Others	-	-	-
Deferred Revenues	-	-	-
TOTAL LIABILITIES	-	-	-
FUND BALANCES			
Restricted:			
Capital Projcts Public Works	29,221	25,143	54,364
TOTAL FUND BALANCES	29,221	25,143	54,364
TOTAL LIABILITIES & FUND BALANCE	$ 29,221	$ 25,143	$ 54,364

City of Hoboken, Georgia
All Nonmajor Capital Project Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	DOT LMIG	Transporation SPLOST	Total Nonmajor Capital Project Funds
REVENUES			
Intergovernmental	$ 16,885	$ 19,092	$ 35,977
Other revenue	-	-	-
Interest	-	-	-
	-		
TOTAL REVENUES	16,885	19,092	35,977
EXPENDITURES			
Current:			
Administritive	-	-	-
Public Works	-	-	-
Culture & Recreation	-	-	-
Other	-	-	-
Capital Outlay:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	26,163	17,072	43,235
Debt Service			
Principal	-	-	-
Interest	-	-	-
TOTAL EXPENDITURES	26,163	17,072	43,235
Excess (Deficiency) of Revenues over (under) Expenditures	(9,278)	2,020	(7,258)
OTHER FINANCIAL SOURCES (USES)			
Operating Transfer In	-	-	-
Operating Transfers (Out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-

City of Hoboken, Georgia
All Nonmajor Capital Project Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	DOT LMIG	Transporation SPLOST	Total Nonmajor Capital Project Funds
Excess Revenues Over (under) Expenditures and Other Financial Sources (uses)	(9,278)	2,020	(7,258)
NET CHARGE IN FUND BALANCES	(9,278)	2,020	(7,258)
FUND BALANCE BEGINNING	38,499	23,123	61,622
FUND BALANCE ENDING	$ 29,221	$ 25,143	$ 54,364

City of Hoboken, Georgia
DOT LMIG Fund
Balance Sheet
December 31, 2020

ASSETS	
Cash	$ 12,336
Receivable	16,885
TOTAL ASSETS	$ 29,221
Liabilities and	
Fund Balance	
Liabilities	
Accounts Payable	$ -
TOTAL LIABILITIES	-
Fund Balances	
Restricted:	
DOT LMIG	29,221
Total Fund Balances	29,221
Total Liabilities and Fund Balances	$ 29,221

City of Hoboken, Georgia
DOT LMIG Fund
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Intergovernmental	$ 20,000	$ 20,000	$ 16,885	$ (3,115)
Other Revenue	-	-	-	-
Interest	-	-	-	-
Total Revenues	20,000	20,000	16,885	(3,115)
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Capital Outlay	20,000	20,000	26,163	(6,163)
Total Expenditures	20,000	20,000	26,163	(6,163)
Excess (deficiency) of revenues over (under) expenditures	-	-	(9,278)	(9,278)
Net charge in Fund Balance	$ -	$ -	(9,278)	$ (9,278)
Fund balance beginning			38,499	
Fund balance ending			$ 29,221	

City of Hoboken, Georgia
Transporation SPLOST
Balance Sheet
December 31, 2020

ASSETS	
Cash	$ 23,173
Receivable	1,970
TOTAL ASSETS	$ 25,143
Liabilities and	
Fund Balance	
Liabilities	
Accounts Payable	$ -
TOTAL LIABILITIES	-
Fund Balances	
Restricted:	
Transporation Capital Projects	25,143
Total Fund Balances	25,143
Total Liabilities and Fund Balances	$ 25,143

City of Hoboken, Georgia
Transporation SPLOST
Schedule of Revenues, Expenditures, and Charges in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Intergovernmental	$ 20,000	$ 20,000	$ 19,092	$ (908)
Other Revenue	-	-	-	-
Interest	-	-	-	-
Total Revenues	20,000	20,000	19,092	(908)
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Capital Outlay	20,000	20,000	17,072	2,928
Total Expenditures	20,000	20,000	17,072	2,928
Excess (deficiency) of revenues over (under) expenditures	-	-	2,020	2,020
Net charge in Fund Balance	$ -	$ -	2,020	$ 2,020
Fund balance beginning			23,123	
Fund balance ending			$ 25,143	

Water Fund

A Proprietary Fund

Statement of Revenues, Expenses, and Changes in Net Position

Budget to Actual

City of Hoboken, Georgia
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund Budget to Actual
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
OPERATING REVENUES				
Charges for services	$ 85,200	$ 85,200	$ 87,881	$ 2,681
Miscellaneous	-	-	-	-
Total operating revenues	85,200	85,200	87,881	2,681
OPERATING EXPENSES				
Personnel services	22,000	22,000	19,730	2,270
Contractual services	31,800	31,800	29,485	2,315
Utilities	7,000	7,000	4,829	2,171
Repairs and maintenance	4,000	4,000	3,921	79
Other supplies and expense	8,900	8,900	8,546	354
Insurance claims and expenses	3,200	3,200	1,352	1,848
Depreciation	9,150	9,150	17,500	(8,350)
Total operating expenses	86,050	86,050	85,363	687
Operating income (loss)	(850)	(850)	2,518	3,368
NONOPERATING REVENUES (EXPENSES)				
Interest	850	850	755	(95)
Intergovernmental	-	-	-	-
Interest expense	-	-	-	-
Miscellaneous expense	-	-	-	-
Total nonoperating revenue (expenses)	850	850	755	(95)
Income (loss) before contributions and transfers	-	-	3,273	3,273
CONTRIBUTIONS AND TRANSFERS				
Transfers In	-	-	-	-
Transfers (Out)	-	-	-	-
Net Contributions and Transfers	-	-	-	-
Change in net position	-	-	3,273	3,273
Total net position-beginning	928,562	928,562	928,562	-
Total net position-ending	928,562	928,562	931,835	3,273

STATE COMPLIANCE SECTION

SPECIAL REPORTS

The Special Report is applicable to the Special 1 Percent Sales and Use Tax required by the State of Georgia.

Earl A. Lawson, CPA
Certified Public Accountant

INDEPENDENT AUDITORS' REPORT ON SPECIAL 1 PERCENT SALES AND USE TAX

City Council
Hoboken, Georgia

I have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for the City of Hoboken, Georgia for the year ended December 31, 2020. This schedule is the responsibility of the City of Hoboken, management. My responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the Schedule of Special Local Option Sales Tax is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. I believe that my audit provides a reasonable basis for my opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 pm the modified accrual basis of accounting used form the Special Purpose Local Option Sales Tax schedule as described in Note 1-D and is not intended to be a complete presentation of the City of Hoboken's revenues and expenditures.

In my opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in the City of Hoboken's resolution or ordinance calling for the tax for the year ended December 31, 2020, in conformity with accounting principles generally accepted in the United States of America.

Earl A. Lawson
Certified Public Accountant
Blackshear, Georgia 31516
March 26, 2021

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City of Hoboken, Georgia
Schedule of Projects Constructed With Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2020

Project	Total Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
2007					
Public Works:					
Roads and Drainage	175,000	162,136	-	162,136	92.65%
TOTAL	175,000	162,136	-	162,136	
2013					
Public Works:					
Roads and Drainage	170,000	192,697	72,485	265,182	155.99%
TOTAL	170,000	192,697	72,485	265,182	
Total Expenditures		354,833	72,485	427,318	

Note (1): Estimated percentage of completion is based on expenditures by the City to date in relation to total estimated expenditures, which have been provided by City management.

City of Hoboken, Georgia
Schedule of Projects Constructed With Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2020

Project	Total Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Transporation SPLOST					
Public Works:					
Roads and Drainage	175,000	118	17,072	17,190	9.82%
TOTAL	175,000	118	17,072	17,190	

Note (1): Estimated percentage of completion is based on expenditures by the City to date in relation to total estimated expenditures, which have been provided by City management.

Earl A. Lawson, CPA
Certified Public Accountant

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*

Independent Auditor's Report

To The City Council
City of Hoboken, Georgia

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hoboken, Georgia, as of and for the year ended December 31, 2020, and the related notes to the financial statements which collectively comprise the City of Hoboken's basic financial statements, and have issued my report thereon dated March 26, 2021.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the City of Hoboken's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Hoboken's internal control. Accordingly, I do not express an opinion on the effectiveness to the City of Hoboken'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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Hoboken's financial statements are free of material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of my 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.

Earl A. Lawson, CPA
Blackshear, Georgia
March 26, 2021