CITY OF SENOIA, GEORGIA

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT

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CITY OF SENOIA, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members of City Council
City of Senoia, Georgia

Report on the Audit of the Financial Statements

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Senoia, Georgia, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and ARPA Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Senoia, Georgia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Senoia, Georgia's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Schedule of Changes in the Pension Liability and Related Ratios information on pages 4-13 and 57-59 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Senoia, Georgia's basic financial statements. The accompanying combining and individual fund financial statements, budgetary schedules, schedules of projects financed with special purpose option sales tax proceeds, schedule of development impact fees, and the schedule of expenditures of federal awards, as required by *Title 2 U.S. code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirement for Federal Awards* (collectively, "the supplementary information") are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City of Senoia, Georgia's basic financial statements for the year ended December 31, 2021, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Senoia, Georgia's basic financial statements as a whole. The individual fund financial statements related to the 2021 financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated September 11, 2023, on our consideration of the City of Senoia, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Senoia, Georgia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Senoia, Georgia's internal control over financial reporting and compliance.

James L. Whitaker, P.C.

Snellville, Georgia
September 11, 2023

CITY OF SENOIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Senoia, we offer readers of the City of Senoia's financial statements this narrative overview and analysis of the financial activities of the City of Senoia for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with their review of the financial statements.

Financial Highlights

- The assets and deferred outflows of the City of Senoia exceeded its liabilities and deferred inflows at December 31, 2022 by $35,167,499. Of this amount, unrestricted net position of $5,605,378 may be used to meet the government's ongoing obligations to citizens and creditors.

- The total net position increased by $1,835,491. Of this amount an increase of $1,271,944 was associated with governmental activities and an increase of $563,547 was associated with business-type activities.

- As of the close of the current fiscal year, the City of Senoia's governmental funds reported combined ending fund balances of $9,247,011, an increase of $972,999 in comparison with the prior year. Of this amount $5,376,202 is unassigned and available for spending and $3,870,809 is either in a nonspendable form or restricted for capital projects and other specific future uses.

- At the end of the current year, unassigned fund balance for the general fund was $5,376,202 or 97.8 percent of total General Fund expenditures.

- The City of Senoia's total long-term obligations (including accrued compensated absences and net pension liability) increased by $5,926,005 to a total of $13,857,778. During f/y 2022, the City refunded the Rural Development bonds, increased the GEFA Notes payable by a net of $3,775,927 to help finance the City's sewer system improvements and purchased police vehicles and a street sweeper which was financed with lease obligations in the amount of $910,257.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Senoia's basic financial statements. The City of Senoia's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Senoia's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Senoia include general government, public safety and courts, highways and streets, cemetery, parks and recreation, planning and zoning, and downtown development. The business-type activities of the City are water, sewer and solid waste management.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Senoia can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between the two.

The City maintains four major governmental funds. The City's major governmental funds are the General Fund, American Rescue Program Act (ARPA) Fund and two SPLOST Capital Project Funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for all major funds.

The City of Senoia adopts an annual budget for all of its governmental funds. Budgetary comparison statements have been provided for the General Fund and ARPA Fund to demonstrate compliance with the FY 2022 budget. A project length budget has been adopted for the SPLOST Capital Projects Funds and are presented in the individual fund financial statements. A budget was also adopted for the non-major funds for FY 2022 which are also presented in the individual fund financial statements.

Proprietary funds. Enterprise funds (a component of proprietary funds) are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer, Stormwater and Solid Waste Management activities. All of the City's enterprise funds are considered by the City to be major funds.

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the City's major funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statement and accompanying notes, this report also presents certain other supplementary information which consists of individual fund financial statements with prior year comparisons.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At December 31, 2022, the City's assets and deferred outflows exceeded liabilities and deferred inflows by $35,167,499. The City's net position reflect its investment in capital assets (67.5 percent), less any related debt used to acquire those assets that is still outstanding. Capital assets are used to provide services to citizens and they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Of the total net position, $5,824,660 (16.6 percent) is restricted for capital projects and other specified activities and $5,605,378 (15.9 percent) is unrestricted.

City of Senoia's Net Position

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	$ 11,725,786	$ 9,739,434	$ 3,983,920	$ 4,735,332	$ 15,709,706	$ 14,474,766
Capital assets	13,058,768	11,475,706	23,620,998	17,521,692	36,679,766	28,997,398
Deferred outflows	191,356	154,621	66,189	53,483	257,545	208,104
Total assets and deferred outflows	24,975,910	21,369,761	27,671,107	22,310,507	52,647,017	43,680,268
Current liabilities	2,372,635	1,292,639	1,199,697	1,006,734	3,572,332	2,299,373
Long-term liabilities	1,625,517	300,452	12,097,261	7,468,663	13,722,778	7,769,115
Deferred inflows	137,015	207,871	47,393	71,901	184,408	279,772
Total liabilities and deferred inflows	4,135,167	1,800,962	13,344,351	8,547,298	17,479,518	10,348,260
Net position:						
Net invetsment in capital assets	12,148,511	11,475,706	11,588,950	9,955,424	23,737,461	21,431,130
Restricted	3,614,236	3,831,733	2,210,424	2,155,777	5,824,660	5,987,510
Unrestricted	5,077,996	4,261,360	527,382	1,652,008	5,605,378	5,913,368
Total net position	$ 20,840,743	$ 19,568,799	$ 14,326,756	$ 13,763,209	$ 35,167,499	$ 33,332,008

A portion of the net position (16.6 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($5,605,378) may be used to meet the government's ongoing obligations to citizens and creditors.

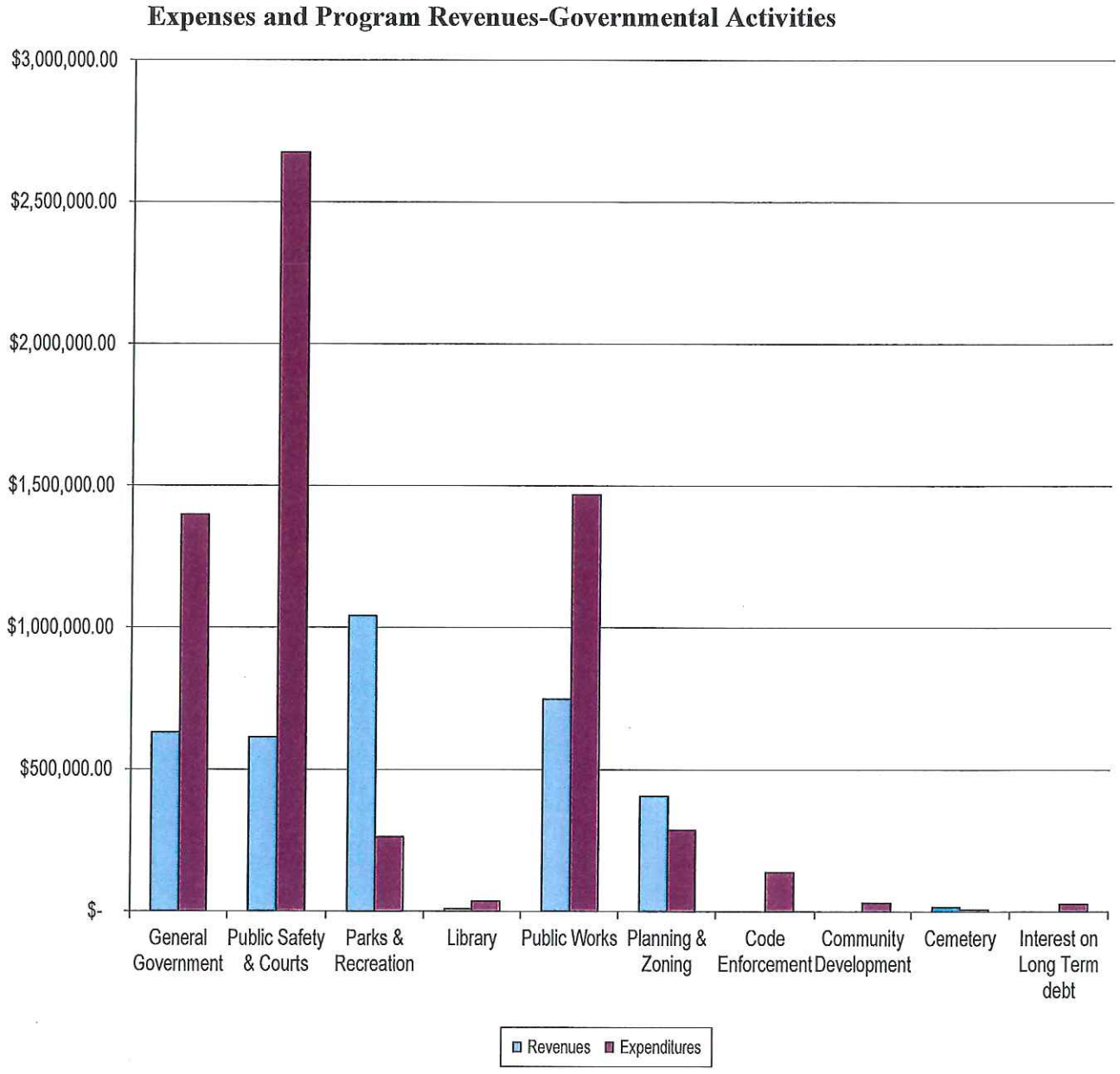
Governmental activities. Governmental activities increased the City of Senoia's net position by $1,271,944, thereby accounting for 69.3% of the total increase in the net position of the City of Senoia. Key elements of this increase are as follows:

City of Senoia's Change in Net Position
For The Years Ended December 31, 2022 and 2021

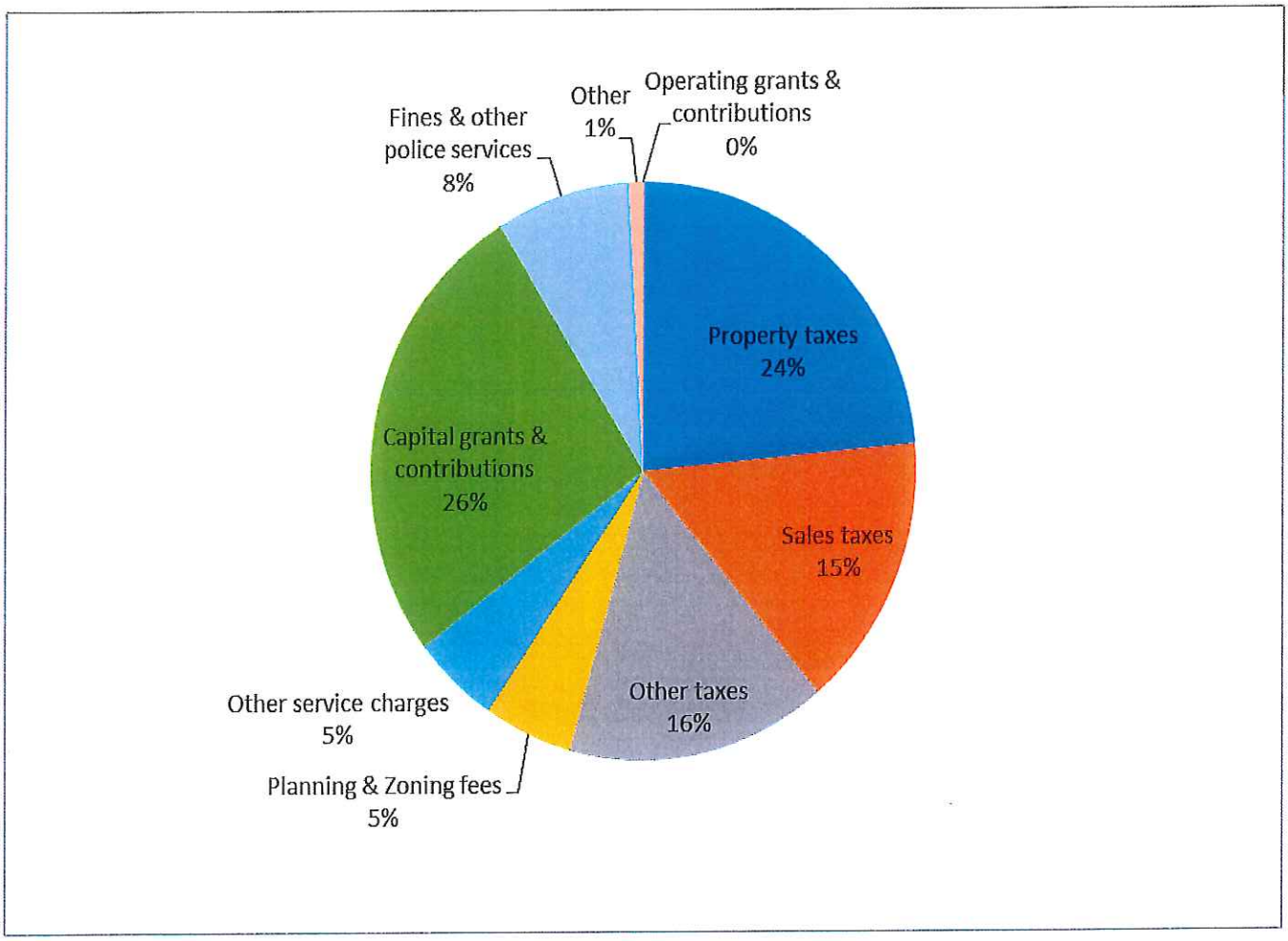
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program Revenues						
Charges for services	$ 1,415,686	$ 1,197,418	$ 3,573,252	$ 3,040,414	$ 4,988,938	$ 4,237,832
Operating grants and contributions	1,000	18,427	-	-	1,000	18,427
Capital grants and contributions	2,041,719	1,995,440	576,769	1,010,521	2,618,488	3,005,961
General Revenues						
Property taxes	1,818,801	1,618,602	-	-	1,818,801	1,618,602
Sales taxes	1,187,072	1,058,001	-	-	1,187,072	1,058,001
Other taxes	1,195,001	910,732	-	-	1,195,001	910,732
Intergovernmental	-	-	-	-	-	-
Interest	3,244	2,814	1,669	1,942	4,913	4,756
Other	68,656	211,701	-	1,878	68,656	213,579
	7,731,179	7,013,135	4,151,690	4,054,755	11,882,869	11,067,890
Expenses:						
General government	1,397,316	1,055,790	-	-	1,397,316	1,055,790
Public safety and courts	2,675,951	2,020,347	-	-	2,675,951	2,020,347
Public Works	1,467,191	774,433	-	-	1,467,191	774,433
Cemetery	5,773	3,365	-	-	5,773	3,365
Parks and recreation	260,981	87,488	-	-	260,981	87,488
Library	35,578	176,483	-	-	35,578	176,483
Planning and zoning	137,239	91,609	-	-	137,239	91,609
Code enforcement	285,950	344,402	-	-	285,950	344,402
Community Development	30,002	16,318	-	-	30,002	16,318
Interest on long-term debt	26,089	2,270	-	-	26,089	2,270
Water	-	-	1,656,565	1,542,814	1,656,565	1,542,814
Sewer	-	-	1,541,671	1,344,777	1,541,671	1,344,777
Solid waste	-	-	417,345	428,397	417,345	428,397
Stormwater	-	-	109,727	132,459	109,727	132,459
	6,322,070	4,572,505	3,725,308	3,448,447	10,047,378	8,020,952
Increase (decrease) in net assets before transfers	1,409,109	2,440,630	426,382	606,308	1,835,491	3,046,938
Transfers	(137,165)	(37,613)	137,165	37,613	-	-
Increase (decrease) in net position	1,271,944	2,403,017	563,547	643,921	1,835,491	3,046,938
Net position - beginning of year, adjusted	19,568,799	17,165,782	13,763,209	13,119,288	33,332,008	30,285,070
Net position - end of year	$ 20,840,743	$ 19,568,799	$ 14,326,756	$ 13,763,209	$ 35,167,499	$ 33,332,008

- Overall, governmental activities revenues increased $718,000 due to the following: 1) the increase in fines and police services fees of $272,000 which occurred because of the increase in manpower and school resource officer fees of approximately $40,000; 2) the increase in tax revenues of approximately $613,000 which is due to increase in property values and overall increase in economic activity; and 3) the increase in all categories of business licenses of $46,000 due to the increase in economic activity.

- Governmental activities expenses had a significant increase of $1,749,565. The increase was created by 1) the increase in manpower (salaries and benefits) in the police department totaling $317,000; 2) a change in the City's pension plan which resulted in an increase of approximately $245,000; and 3) the milling and resurfacing of various streets costing $620,000..

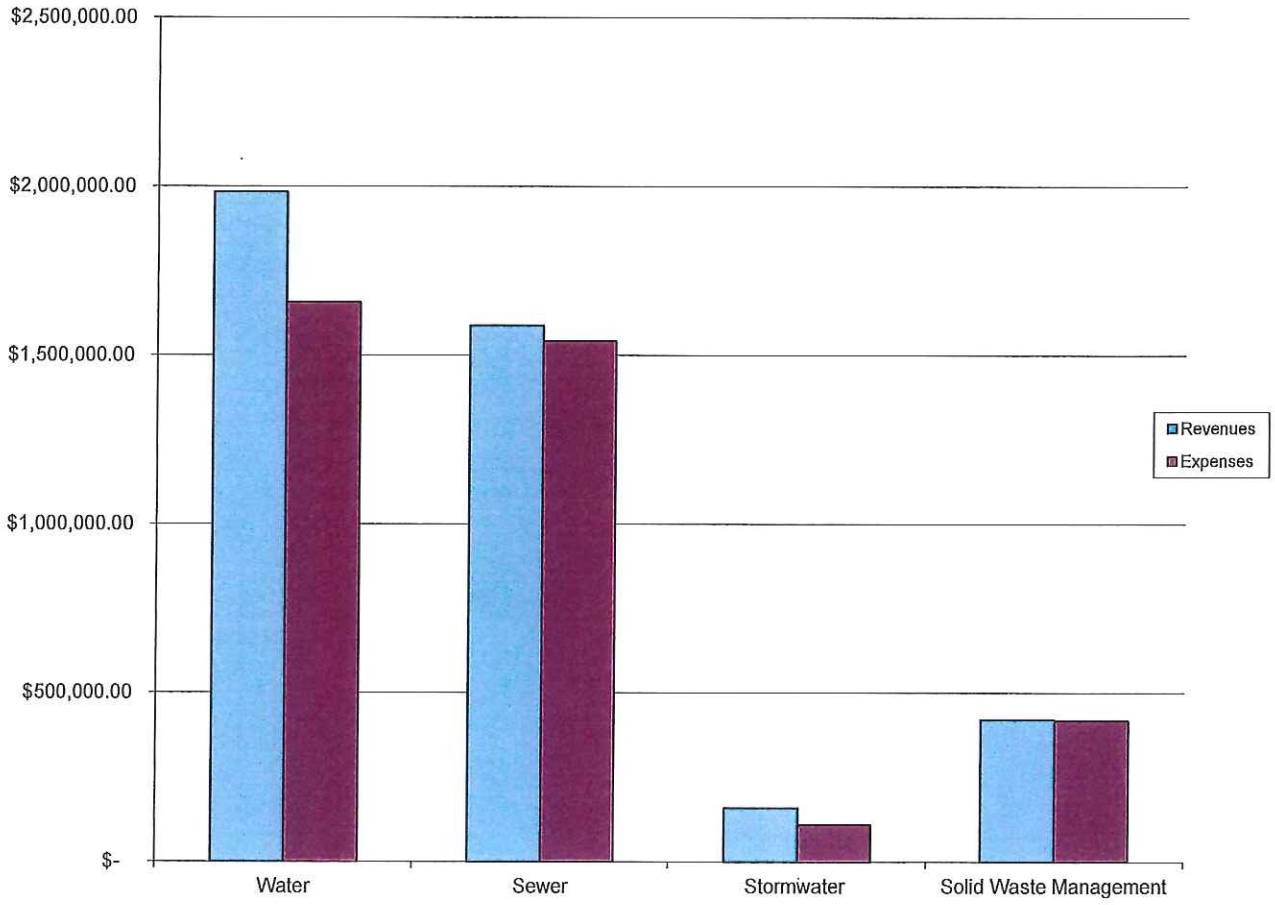


Revenue by Source-Governmental Activities



Business-type activities. Business-type activities increased the City's net position by $563,547 of which an increase of $467,955 was from Water activities, an increase of $47,843 was from Sewer activities and a decrease of $1,997 was from Solid Waste Management Activities. The City created the Stormwater Management Fund during f/y/e 12/31/2014 to account for the cost of setting up a stormwater management program, including the means of financing such a program. The Stormwater Management Fund had a positive change in net position for the year of $49,746. During FY 2018 the City began incurring engineering cost for studies to expand and improve the City's sewer system and a Main Street drainage system. The goal for these studies is to be able to improve the City's infrastructure so that current and future citizens of the City can be better served. The increase in net position of the Water and Sewer Funds were the result of a significant increase in development inside the City which led to capital contributions (tap fees) to the Water Fund of $230,746 and the Sewer Fund of $346,023. The Water Fund also recognized a capital contribution from the ARPA Fund in the amount of $141,737 for water improvements paid with ARPA grant monies.

Expenses and Program Revenues-Business-Type Activities



Financial Analysis of the Government's Funds

As noted earlier, the City of Senoia used fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds. The purpose of the City's governmental fund financial statements is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At December 31, 2022, the City's governmental funds reported combined ending fund balances of $9,247,011 an increase of $972,999 in comparison to the prior year. Of this amount, $5,376,202 (58.1 percent) is unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been committed 1) to pay for capital items most of which is funded by the proceeds of the Special Purpose Local Option Sales Tax and Development Impact Fees ($3,335,079); 2) for Police Activities ($2,643); 3) park and street improvements of $276,267; 4) nonspendable amounts for prepaid items which are not available for current government's spending discretion ($30,614) ; 5) specified grant purposes under the ARPA grant of $247; and 6) amounts assigned for the 2023 budget of $225,961.

The General Fund is the City's chief operating fund. At the end of the current fiscal year, unassigned fund balance of the general fund was $5,376,202 while the total fund balance totaled $5,909,042. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 97.8 percent of the total general fund expenditures, while total fund balance represents 107.5 percent of that same amount.

The City of Senoia received $1,069,525 in Special Purpose Local Option Sales Taxes in 2022. SPLOST funds were used during 2022 for street improvements and related costs in the amount of $663,898 and for the completion of the Ivey Ridge Trail Project and the Cumberland Trail Project totaling $623,600.

During 2022, the City received $823,800 in the final drawdown of the American Rescue Program Act (ARPA) grant monies. These monies can only be used for eligible projects specified under the grant agreement. The City used ARPA funds for water line improvements in the amount of $141,737 for the year ended December 31, 2022.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the proprietary funds at the end of the year were $527,382 of which the Water Fund had $375,643, the Sewer Fund had $6,245, the Stormwater Fund had $150,357 and the Solid Waste Management Fund had $(4,863). Other factors concerning the finances of proprietary funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The original General Fund budget of $4,633,508 was amended to $5,771,862 a difference of $1,138,354. The most significant budget amendments were for capital outlay in the police and public works departments to purchase fully equipped vehicles and for increase in personnel expenditures in the police department.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities at December 31, 2022 amounts to $36,679,766 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, automobiles and equipment, sidewalks, bridges and roads.

Major capital asset events during the current fiscal year included the following:

- $6,081,300 for engineering and construction of the Keg Creek sewer improvements
- $141,400 for a 2022 truck and crane
- $101,100 of water line improvements
- $224,000 for a street sweeper
- $799,300 for multi-use trails
- $156,300 for city hall improvements
- $539,000 for fully equipped police vehicles

Additional information on the City's capital assets can be found in note 7.

Long-term obligations. At the end of the current fiscal year, the City had $13,857,778 in outstanding long-term obligations consisting of the following:

City of Senoia's Outstanding Debt

	Balance
Governmental Activities -	
Accrued compensated absences	$ 136,432
Lease obligations	910,257
Net pension liability	578,828
Business-Type Activities -	
Revenue Bonds	4,840,324
GEFA notes payable	7,191,724
Net pension liability	200,213
Total	$ 13,857,778

The City's total debt (including compensated absences and net pension liability) increased by $5,926,005. During 2022, the City continued drawing down on GEFA loans to finance a new sewer plant and collection system. Total drawdowns for the year amounted to $4,387,7822. In addition, the City refunded debt in the Water and Sewer Funds in the amount of $4,762,326 by issuing revenue bonds in the amount of $4,350,000 with a issue premium of $596,247 Additional information on the City's long-term debt can be found in note 8.

Status of the City of Senoia's Economy

The City continues to have a healthy growth through building permits for residential and commercial facilities during the year. Currently the City is continuing to permit 144 residential units under existing developments and approximately 1,160 residential units under newly approved future developments for the City.

On the Commercial side there has been an Urgent Care Facility completed with an additional Out-Patient Facility to be added within the next 12 months. Multiple Convenient Stores, Restaurants, and Retail Stores are being built. A Manufacturing Facility has purchased 104 Acres of land to divide into 7 lots of additional light industrial growth within the city limits.

The City has also completed the installation of two Multi-Use Trails for added mobility to pedestrian and golf cart traffic and lessening the impact of vehicle use in the area helping to finalize the connectivity program.

The addition of Playground Shading to the City Park has also been completed making the park more desirable and providing additional protection from the sun for kids and parents visiting the playground.

The construction of the new Water Pollution Control Plant is near 70% completed with an expectation of winter 2023 to be final.

The City is planning phases of a Master Drainage Project and other water/sewer infrastructure projects being funded by the American Rescue Plan Act Funds.

Requests for Information

This financial report is designed to provide a general overview of the City of Senoia's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning this report or requests for additional information can be obtained by contacting the City at (770) 599-3679 or at the following address:

City of Senoia
Finance Department
P.O. Box 310
Senoia, GA 30276-0310

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2022

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Assets and Deferred Outflows					
Assets					
Cash and Cash Equivalents	$ 7,210,143	$ 335,685	$ 7,545,828	$ 120,550	$ 5,979
Receivables, Net					
Taxes	654,152	-	654,152	-	-
Intergovernmental	205,050	-	205,050	-	-
Fines	74,420	-	74,420	-	-
Accounts	24,185	322,358	346,543	-	-
Other	-	22,605	22,605	-	-
Internal balances	(1,080,941)	1,080,941	-	-	-
Due from Primary Government	250	-	250	-	-
Inventory	-	4,729	4,729	-	-
Prepaid Items	30,612	7,178	37,790	-	-
Restricted Assets -					
Cash	4,607,915	2,100,988	6,708,903	-	-
Investments	-	109,436	109,436	-	-
Non-Depreciable Capital Assets	2,204,174	11,194,662	13,398,836	1,000	-
Depreciable Capital Assets, Net	10,854,594	12,426,336	23,280,930	106,521	-
Total Assets	24,784,554	27,604,918	52,389,472	228,071	5,979
Deferred Outflows					
Deferred pension outflows	191,356	66,189	257,545	-	-
Total Assets and Deferred Outflows	24,975,910	27,671,107	52,647,017	228,071	5,979

See accompanying notes to the basic financial statements.

Continued

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2022

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Liabilities and Deferred Inflows					
Liabilities					
Accounts Payable					
Trade	$ 743,673	$ 53,626	$ 797,299	$ 270	$ -
Construction		740,000	740,000	-	-
Accrued Liabilities -					
Salaries	46,877	18,675	65,552	128	-
Compensated absences	-	43,322	43,322	-	-
Customer deposits	3,400	182,895	186,295	1,850	-
Interest	10,603	-	10,603	-	-
Due to primary government	-	-	-	-	250
Unearned Revenues	1,568,082	-	1,568,082	1,000	-
Payable From Restricted Assets-					
Revenue bonds	-	135,000	135,000	-	-
Notes payable	-	-	-	-	-
Capital lease	-	-	-	-	-
Accrued interest	-	26,179	26,179	-	-
Long-Term Liabilities -					
Debt Due Within One Year	204,771	-	204,771	-	-
Debt Due In More Than One Year	841,918	11,897,048	12,738,966	-	-
Net Pension Liability	578,828	200,213	779,041	-	-
Total Liabilities	3,998,152	13,296,958	17,295,110	3,248	250
Deferred Inflows					
Deferred Pension Inflows	137,015	47,393	184,408	-	-
Total Liabilities and Deferred Inflows	4,135,167	13,344,351	17,479,518	3,248	250
Net Position					
Net investment in capital assets	12,148,511	11,588,950	23,737,461	107,521	-
Restricted for -					
Police activities	2,643	-	2,643	-	-
Capital projects	3,335,079	-	3,335,079	-	-
Park and street improvements	276,267	-	276,267	-	-
Specified grant purposes	247	-	247	-	-
Veteran Memorial	-	-	-	-	-
Debt covenants	-	2,210,424	2,210,424	-	-
Unrestricted	5,077,996	527,382	5,605,378	117,302	5,729
Total Net Position, Adjusted	$ 20,840,743	$ 14,326,756	$ 35,167,499	$ 224,823	$ 5,729

See accompanying notes to the basic financial statements.

Concluded

CITY OF SENOIA, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 1,397,316	$ 360,254	$ 1,000	$ 267,966
Public Safety and Courts	2,675,951	613,204	-	-
Public Works	1,467,191	-	-	746,940
Cemetery	5,773	15,660	-	-
Parks and Recreation	260,981	21,500	-	1,018,434
Library	35,578	-	-	8,379
Planning and Zoning	137,239	405,068	-	-
Code Enforcement	285,950	-	-	-
Development Authorities	30,002	-	-	-
Interest on Long-Term Debt	26,089	-	-	-
Total Governmental Activities	6,322,070	1,415,686	1,000	2,041,719
Business-Type Activities:				
Water	1,656,565	1,751,640	-	230,746
Sewer	1,541,671	1,242,219	-	346,023
Solid Waste Management	417,345	419,920	-	-
Stormwater Management	109,727	159,473	-	-
Total Business-Type Activities	3,725,308	3,573,252	-	576,769
Total Primary Government	$ 10,047,378	$ 4,988,938	$ 1,000	$ 2,618,488
Component Unit:				
Downtown Development Authority	$ 102,703	$ 153,985	$ 4,320	$ -
Development Authority	250	-	-	-
Total Component Units	$ 102,953	$ 153,985	$ 4,320	$ -
General Revenues:				
Taxes:				
Property				
Franchise				
Local option sales				
Insurance premium				
Other				
Intergovernmental				
Investment earnings				
Gain on disposal of capital assets				
Other				
Total General Revenues				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position - Beginning of Year, Adjusted				
Net Position - End of Year				

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
$ (768,096)	$ -	$ (768,096)	$ -	$ -
(2,062,747)	-	(2,062,747)	-	-
(720,251)	-	(720,251)	-	-
9,887	-	9,887	-	-
778,953	-	778,953	-	-
(27,199)	-	(27,199)	-	-
267,829	-	267,829	-	-
(285,950)		(285,950)		
(30,002)	-	(30,002)		
(26,089)	-	(26,089)	-	-
(2,863,665)	-	(2,863,665)	-	-
-	325,821	325,821	-	-
-	46,571	46,571	-	-
-	2,575	2,575	-	-
-	49,746	49,746	-	-
-	424,713	424,713	-	-
(2,863,665)	424,713	(2,438,952)	-	-
-	-	-	55,602	-
-	-	-	-	(250)
-	-	-	55,602	(250)
1,818,801	-	1,818,801	-	-
452,172	-	452,172	-	-
1,187,072	-	1,187,072	-	-
429,790	-	429,790	-	-
313,039	-	313,039	-	-
-	-	-	-	-
3,244	1,669	4,913	6	-
31,307	-	31,307	-	-
37,349	-	37,349	-	-
4,272,774	1,669	4,274,443	6	-
(137,165)	137,165	-	-	-
4,135,609	138,834	4,274,443	6	-
1,271,944	563,547	1,835,491	55,608	(250)
19,568,799	13,763,209	33,332,008	169,215	5,979
$ 20,840,743	$ 14,326,756	$ 35,167,499	$ 224,823	$ 5,729

CITY OF SENOIA, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	General	Special Revenue Fund ARPA	Capital Project Funds SPLOST 5	Capital Project Funds SPLOST 6	Non-Major Funds	Total Governmental Funds
Assets						
Cash	$ 7,210,143	$ 1,511,110	$ 214,569	$ 2,250,422	$ 631,814	$ 11,818,058
Receivables-						
Accounts	24,185	-	-	-	-	24,185
Taxes	654,152	-	-	-	-	654,152
Fines	74,420	-	-	-	-	74,420
Intergovernmental	-	-	8,312	196,738	-	205,050
Due from other funds	24,128	-	-	54,995	-	79,123
Due from component unit	250	-	-	-	-	250
Prepaid items	30,612	-	-	-	-	30,612
Total assets	$ 8,017,890	$ 1,511,110	$ 222,881	$ 2,502,155	$ 631,814	$ 12,885,850
Liabilities						
Accounts payable -	$ 743,673	$ -	$ -	$ -	$ -	743,673
Accrued salaries and wages	46,877	-	-	-	-	46,877
Other accrued items	-	-	-	-	-	-
Due to other funds	1,135,936	5,000	3,850	-	15,278	1,160,064
Deposits	3,400	-	-	-	-	3,400
Unearned revenues	62,219	1,505,863	-	-	-	1,568,082
Total liabilities	1,992,105	1,510,863	3,850	-	15,278	3,522,096
Deferred Inflows of Resources						
Unavailable revenues	116,743	-	-	-	-	116,743
Fund balance						
Nonspendable	30,612	-	-	-	-	30,612
Restricted for -						
Capital projects	-	-	219,031	2,502,155	613,893	3,335,079
Police services	-	-	-	-	2,643	2,643
Specified grant purposes	-	247	-	-	-	247
Park and street improvements	276,267	-	-	-	-	276,267
Assigned for -						
Appropriation for next year's budget	225,961	-	-	-	-	225,961
Unassigned	5,376,202	-	-	-	-	5,376,202
Total fund balance	5,909,042	247	219,031	2,502,155	616,536	9,247,011
Total liabilities, deferred inflows of resources, and fund balance	$ 8,017,890	$ 1,511,110	$ 222,881	$ 2,502,155	$ 631,814	$ 12,885,850

See accompanying notes to the basic financial statements.

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

Amounts reported for governmental activities in the statement of net position are different because:	
Total fund balances -- total governmental funds	$ 9,247,011
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	13,058,768
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	116,743
Deferred inflows and outflows related to the net pension liability is not a current asset or liability:	
Deferred outflows	191,356
Deferred inflows	(137,015)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Long-term portion of compensated absences	(136,432)
Net pension liability	(578,828)
Lease obligation	(910,257)
Accrued interest payable	(10,603)
Net position of governmental activities.	$ 20,840,743

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

CITY OF SENOIA, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2022

	General	Special Revenue Fund	Capital Project Funds		Non-Major Funds	Total Governmental Funds
		ARPA	SPLOST 5	SPLOST 6		
REVENUES						
Taxes	$ 4,151,288	$ -	$ -	$ -	$ -	$ 4,151,288
Licenses and Permits	539,653	-	-	-	-	539,653
Fines, Fees and Forfeitures	533,826	-	-	-	-	533,826
Charges for Services	335,975	-	-	-	228,622	564,597
Intergovernmental	115,634	141,737	579,964	1,069,525	-	1,906,860
Interest	2,878	201	47	429	164	3,719
Rental income	21,500	-	-	-	-	21,500
Other	38,352	-	-	-	-	38,352
Total revenues	5,739,106	141,938	580,011	1,069,954	228,786	7,759,795
EXPENDITURES						
Current						
Governing Body	29,697	-	-	-	-	29,697
General Government	1,192,246	-	-	-	3,880	1,196,126
Government Buildings	78,204	-	-	-	-	78,204
Municipal Court	332,944	-	-	-	-	332,944
Public Safety	1,956,034	-	-	-	-	1,956,034
Highways and Streets	633,508	-	-	-	-	633,508
Cemetery	3,566	-	-	-	-	3,566
Parks	1,192	-	-	-	-	1,192
Planning and Zoning	130,737	-	-	-	-	130,737
Development Authorities	29,502	-	-	-	-	29,502
Code Enforcement	272,653	-	-	-	-	272,653
Debt Service -						
Principal	-	-	-	-	-	-
Interest	8,330	-	-	-	-	8,330
Capital Outlay	826,133	141,737	858,909	686,123	547,537	3,060,439
Total expenditures	5,494,746	141,737	858,909	686,123	551,417	7,732,932
Excess of revenues over (under) expenditures	244,360	201	(278,898)	383,831	(322,631)	26,863
Other financing sources (uses):						
Proceeds from lease obligations	910,257	-	-	-	-	910,257
Proceeds from disposition of capital assets	31,307	-	-	-	-	31,307
Transfers	4,572	-	-	-	-	4,572
Total other financing sources (uses):	946,136	-	-	-	-	946,136
Net change in fund balance	1,190,496	201	(278,898)	383,831	(322,631)	972,999
Fund balance - beginning, adjusted	4,718,546	46	497,929	2,118,324	939,167	8,274,012
Fund balance - ending	$ 5,909,042	$ 247	$ 219,031	$ 2,502,155	$ 616,536	$ 9,247,011

See accompanying notes to the basic financial statements.

CITY OF SENOIA, 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, 2022

Net change in fund balances -- total governmental funds	$ 972,999
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 and reported as depreciation expense.	
Capital outlay	2,188,363
Depreciation	(463,564)
The net effect of other miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net position. This is the amount of net book value of assets disposed of during the current period:	
Sales or abandonment of assets	-
Contributions of capital asset to the Water Fund	(141,737)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between the beginning and ending deferred revenue balances related to timing differences.	
Unavailable revenues	(56,043)
Proceeds from long-term debt obligations provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
Proceeds from debt issues	(910,257)
Repayments of principal	-
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Change in net pension liability and related deferred items	(283,164)
Change in accrued interest payable	(10,601)
Change in long-term portion of accrued compensated absences	(24,052)
Change in net position of governmental activities.	$ 1,271,944

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

CITY OF SENOIA, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -- BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022

	BUDGET AMOUNTS			
	ORIGINAL	FINAL	ACTUAL	VARIANCE
REVENUES				
Taxes	$ 3,426,726	$ 3,628,647	$ 4,151,288	$ 522,641
Licenses and Permits	505,750	477,859	539,653	61,794
Intergovernmental Grants	68,000	68,000	115,634	47,634
Charges for Services	321,732	285,799	335,975	50,176
Fines, Fees and Forfeitures	280,200	370,200	533,826	163,626
Investment Income	2,200	2,200	2,878	678
Rents	8,900	8,900	21,500	12,600
Miscellaneous	20,000	20,000	38,352	18,352
Total revenues	4,633,508	4,861,605	5,739,106	877,501
EXPENDITURES				
Current				
Governing Body	36,836	38,506	29,697	8,809
Financial Administration	1,083,721	1,248,760	1,192,246	56,514
Government Buildings	89,800	89,800	78,204	11,596
Municipal Court	332,960	349,100	332,944	16,156
Public Safety	1,818,188	2,040,025	1,956,034	83,991
Public Works	655,200	655,200	633,508	21,692
Cemetery	4,000	4,000	3,566	434
Code Enforcement	278,395	282,382	272,653	9,729
Parks	3,000	3,000	1,192	1,808
Planning and Zoning	100,628	140,180	130,737	9,443
Development Authorities	39,759	42,579	29,502	13,077
Debt Service				
Principal	78,521	78,521	-	78,521
Interest	8,000	8,000	8,330	(330)
Capital Outlay	104,500	791,809	826,133	(34,324)
Total expenditures	4,633,508	5,771,862	5,494,746	277,116
Excess of revenues over (under) expenditures	-	(910,257)	244,360	1,154,617
Other financing sources (uses):				
Proceeds from lease obligations	-	910,257	910,257	-
Proceeds from disposition of capital assets	-	-	31,307	31,307
Transfers	-	-	4,572	4,572
Total other financing sources (uses):	-	910,257	946,136	35,879
Net change in fund balance	-	-	1,190,496	1,190,496
Fund balance - beginning	4,718,546	4,718,546	4,718,546	-
Fund balance - ending	$ 4,718,546	$ 4,718,546	$ 5,909,042	$ 1,190,496

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

CITY OF SENOIA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
ARPA FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts			
Revenues:	Original Budget	Final Budget	Actual	Variance
Intergovernmental	$ 823,800	$ 823,800	$ 141,737	$ (682,063)
Interest	-	-	201	201
Total Revenue	823,800	823,800	141,938	(681,862)
Expenditures:				
Current				
Administrative	-	-	-	-
Capital Outlay	823,800	823,800	141,737	682,063
Total Expenditures	823,800	823,800	141,737	682,063
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	-	201	201
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	-	201	201
Fund Balance - Beginning of Year, Adjusted	46	46	46	-
Fund Balance - End of Year	$ 46	$ 46	$ 247	$ 201

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

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2022

	Water	Sewer	Sanitation	Stormwater	Total
ASSETS					
Current assets					
Cash	$ 2,000	$ 333,685	$ -	$ -	$ 335,685
Receivables-					
Accounts (net)	167,552	116,358	27,441	11,007	322,358
Other	-	22,605	-	-	22,605
Prepaid items	-	7,178	-	-	7,178
Due from other funds	560,546	381,045	-	139,350	1,080,941
Inventory	4,729	-	-	-	4,729
Restricted assets					
Cash	91,874	2,009,114	-	-	2,100,988
Investments	109,436	-	-	-	109,436
Total current assets	936,137	2,869,985	27,441	150,357	3,983,920
Noncurrent assets					
Capital assets					
Land	45,647	1,430,674	-	175,461	1,651,782
Construction in progress	14,747	9,477,042	-	51,091	9,542,880
Buildings	289,955	-	-	-	289,955
Improvements other than buildings	5,828,259	10,426,388	-	834,917	17,089,564
Vehicles	35,150	334,102	-	-	369,252
Machinery and equipment	1,492,613	813,259	-	2,250	2,308,122
Accumulated depreciation	(3,266,850)	(4,244,017)	-	(119,690)	(7,630,557)
Capital assets (net of depreciation)	4,439,521	18,237,448	-	944,029	23,620,998
Total noncurrent assets	4,439,521	18,237,448	-	944,029	23,620,998
Total assets	5,375,658	21,107,433	27,441	1,094,386	27,604,918
Deferred items					
Deferred pension outflows	41,465	24,724	-	-	66,189
Total assets and deferred items	5,417,123	21,132,157	27,441	1,094,386	27,671,107

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2022

	Water	Sewer	Sanitation	Stormwater	Total
LIABILITIES					
Current liabilities					
Accounts payable -					
Trade	$ 21,322	$ -	$ 32,304	$ -	$ 53,626
Construction	-	740,000	-	-	740,000
Customer deposits	182,895	-	-	-	182,895
Due to other funds	-	-	-	-	-
Accrued compensated absences	30,283	13,039	-	-	43,322
Accrued salaries	11,033	7,642	-	-	18,675
Current liabilities payable from restricted assets -					-
Revenue bonds	-	135,000	-	-	135,000
Notes	-	-	-	-	-
Accrued interest	-	26,179	-	-	26,179
Total current liabilities	245,533	921,860	32,304	-	1,199,697
Long-term liabilities					
Revenue bonds	-	4,705,323	-	-	4,705,323
Notes payable	-	7,191,725	-	-	7,191,725
Net pension liability	125,426	74,787	-	-	200,213
Total long-term liabilities	125,426	11,971,835	-	-	12,097,261
Total liabilities	370,959	12,893,695	32,304	-	13,296,958
Deferred items					
Deferred pension outflows	29,690	17,703	-	-	47,393
Net Position					
Net investment in capital assets	4,439,521	6,205,400	-	944,029	11,588,950
Restricted for capital projects	-	-	-	-	-
Restricted under debt covenants	201,310	2,009,114	-	-	2,210,424
Unrestricted	375,643	6,245	(4,863)	150,357	527,382
Total Net Position	$ 5,016,474	$ 8,220,759	$ (4,863)	$ 1,094,386	$ 14,326,756

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2022

	Water	Sewer	Sanitation	Stormwater	Total
OPERATING REVENUES					
Charges for services -					
Sales and services	$ 1,666,815	$ 1,170,448	$ 419,920	$ 159,473	$ 3,416,656
Penalties and reconnect fees	46,048	-	-	-	46,048
Miscellaneous	38,777	71,771	-	-	110,548
Total operating revenues	1,751,640	1,242,219	419,920	159,473	3,573,252
OPERATING EXPENSES					
Purchase of product / service	208,410	-	381,778	-	590,188
Salaries and related cost	655,740	447,430	-	-	1,103,170
Supplies and materials	166,184	37,800	-	-	203,984
Repairs and maintenance	105,839	85,876	-	-	191,715
Utilities	43,525	116,285	-	-	159,810
Administrative fees	100,616	100,616	35,567	20,000	256,799
Depreciation and amortization	212,769	292,891	-	20,796	526,456
Other	161,568	47,409	-	68,931	277,908
Total operating expenses	1,654,651	1,128,307	417,345	109,727	3,310,030
Operating income (loss)	96,989	113,912	2,575	49,746	263,222
Non-operating revenues and (expenses)					
Interest earned	397	1,272	-	-	1,669
Gain (Loss) on sale of capital assets	-	-	-	-	-
Loan costs	-	(169,701)	-	-	(169,701)
Interest expense	(1,914)	(243,663)	-	-	(245,577)
Total non-operating revenues (expenses)	(1,517)	(412,092)	-	-	(413,609)
Income before transfers and capital contributions	95,472	(298,180)	2,575	49,746	(150,387)
Capital contributions -					
SPLOST Fund	-	-	-	-	-
ARPA Fund	141,737	-	-	-	141,737
Developers	230,746	346,023	-	-	576,769
Transfers	-	-	(4,572)	-	(4,572)
Change in net position	467,955	47,843	(1,997)	49,746	563,547
NET POSITION - BEGINNING	4,548,519	8,172,916	(2,866)	1,044,640	13,763,209
NET POSITION - ENDING	$ 5,016,474	$ 8,220,759	$ (4,863)	$ 1,094,386	$ 14,326,756

See accompanying notes to the basic financial statements.

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CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Water	Sewer	Sanitation	Stormwater	Total
Cash flows from operating activities:					
Cash received from customers and users	$ 1,758,226	$ 1,236,907	$ 420,492	$ 160,540	$ 3,576,165
Cash paid to suppliers for goods	(990,455)	(541,584)	(415,920)	(88,931)	(2,036,890)
Cash paid to employees	(443,525)	(313,521)	-	-	(757,046)
Net cash provided from operating activities	324,246	381,802	4,572	71,609	782,229
Cash flows from investing activities:					
Interest received	397	1,272	-	-	1,669
(Purchase) / redemption of investments	(287)	-	-	-	(287)
Net cash from investing activities	110	1,272	-	-	1,382
Cash flows from non-capital financing activities:					
Transfers	-	-	(4,572)	-	(4,572)
Change in net pension liability and related deferred items	61,360	36,586	-	-	97,946
Change in due to/from other funds	167,062	714,551	-	(56,719)	824,894
Net cash flows from non-capital financing activities	228,422	751,137	(4,572)	(56,719)	918,268
Cash flows from capital financing activities:					
Proceeds from long-term debt	-	9,334,030	-	-	9,334,030
Principal payments on long-term debt	(611,855)	(4,230,471)	-	-	(4,842,326)
Interest paid	(4,055)	(251,449)	-	-	(255,504)
Capital contributions	230,746	346,023	-	-	576,769
Purchase / construction of capital assets	-	(6,108,333)	-	(14,890)	(6,123,223)
Loan costs	-	(169,701)	-	-	(169,701)
Proceeds from sale of capital assets	(167,514)	-	-	-	(167,514)
Net cash flows from capital financing activities	(552,678)	(1,079,901)	-	(14,890)	(1,647,469)
Net cash flows	100	54,310	-	-	54,410
Cash and cash equivalents - beginning	93,774	2,288,489	-	-	2,382,263
Cash and cash equivalents - ending	$ 93,874	$ 2,342,799	$ -	$ -	$ 2,436,673

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	Water	Sewer	Sanitation	Stormwater	Total
Operating income (loss)	$ 96,989	$ 113,912	$ 2,575	$ 49,746	$ 263,222
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	212,769	292,891	-	20,796	526,456
(Increase) decrease in receivables	(7,924)	(5,312)	572	1,067	(11,597)
(Increase) decrease in inventory	-	-	-	-	-
(Increase) decrease in prepaid items	-	(7,178)	-	-	(7,178)
Increase (decrease) in accounts payable	(4,001)	(12,528)	1,425	-	(15,104)
Increase (decrease) in customer deposits	14,510	-	-	-	14,510
Increase (decrease) in accrued liabilities	11,903	17	-	-	11,920
Total adjustments	227,257	267,890	1,997	21,863	519,007
Net cash from operating activities	$ 324,246	$ 381,802	$ 4,572	$ 71,609	$ 782,229
Non-cash transactions -					
Contribution of system improvements from the ARPA Fund	$ 141,737	$ -	$ -	$ -	$ 141,737

See accompanying notes to the basic financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the City are discussed below.

B. The Reporting Entity

The City of Senoia, Georgia (the City) was established in 1866 and is located in Coweta County about 40 miles south of Atlanta. The City provides a full range of services to approximately 3,400 residents. These services are provided in whole by the City. These services include public safety, highways and streets, water and sewer, sanitation, public improvements, planning and zoning, parks and recreation, library, cemetery and general administrative services.

Governmental Accounting Standards Board Statement (GASB) No. 14, as amended by GASB No. 61 defines the reporting entity for determining which potential component units should be included in a primary government's financial statements. Inclusion is based on organization's for which the primary government is financially accountable. In addition, the primary government may determine, through exercise of management's professional judgment, that the inclusion of an organization that does not meet the financial accountability criteria is necessary in order to prevent the reporting entity's financial statements from being misleading. In such instances, the organization should be included as a component unit. The criteria for determining financial accountability includes appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits or to impose specific financial burdens on the City regardless of whether the organization has a separate elected or appointed governing board. Blended component units, although legally separate entities, are, in substance part of the government's operations and are reported with similar funds of the primary government. As a result the City has included the Downtown Development Authority and the Development Authority of the City of Senoia as discretely presented component units in the City's financial report. The City has excluded from the City's financial report the Senoia Housing Authority, a related party, since the City is not responsible for the Authority's financial burdens.

Aggregate discretely presented component units –

One of the component unit columns in the Government – Wide Financial Statements includes the financial data of City of Senoia, Georgia Downtown Development Authority. This component unit is reported in a separate column to emphasize that it is legally separate from the City. The City of Senoia, Georgia Downtown Development Authority was organized to develop and promote commerce, industry and general welfare within the downtown area of the City. The City appoints the Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and contributions from individuals and private companies. Separate financial statements for the Authority are not issued.

In 2013 the City created the Development Authority of the City of Senoia. This Authority is also included in the Government-Wide Financial Statements of the City of Senoia, Georgia as a discretely presented component unit. The Development Authority was created to develop and promote for the public good and general welfare trade, commerce, industry and employment opportunities in the City and to exercise the powers contained in the development authorities law of the State of Georgia. The City also appoints this Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and other resources approved under the development authorities law. Separate financial statements for the Authority are not issued.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

C. Basic Financial Statements—Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

The government-wide Statement of Net Position presents the financial condition of the governmental and business-type activities of the City at year end. The statement is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in three parts—net investment in capital assets, restricted net position; and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for business-type activities of the City. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. The City does not allocate indirect cost. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity self-financing or draws from the general revenues of the City.

The net costs (by function) are normally covered by general revenue (property, sales or use taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

D. Basic Financial Statements-Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises it assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds, if any, are aggregated and presented in a single column. The City considers the General Fund, the ARPA Fund and both SPLOST Capital Project Funds to be major funds. The Confiscated Asset Fund and the Development Impact Fee Fund are considered non-major funds.

Governmental Fund Types – Governmental funds are those through which most governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

General Fund – The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

American Rescue Plan Act (ARPA) Special Revenue Fund – This fund is used to account for the monies received and the related expenditures under the American Rescue Plan Act. Recipients may use award funds to cover eligible costs incurred during the period that begins March 3, 2022 and ends December 31, 2024.

The SPLOST Capital Projects Funds – These funds are used by the City to account for acquisition and construction of major capital facilities that were approved by the voters of Coweta County, Georgia through the special purpose local option sales tax referendums.

Proprietary Fund Type – Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

The Water Enterprise Fund – This fund is used to account for activities connected with the development, operation and maintenance of water in the City of Senoia and parts of Coweta County.

The Sewer Enterprise Fund – This fund is used to account for activities connected with the development, operation and maintenance of sewer in the City of Senoia and parts of Coweta County.

Solid Waste Management Enterprise Fund - The Solid Waste Management Enterprise Fund is used to account for the revenues generated from the charges for sanitation and recycling services provided to the residential and commercial users of the City.

Stormwater Utility Fund – This fund accounts for activities associated with the City's stormwater runoff. Stormwater activities are financed with stormwater charges that began to be assessed by the City during 2016.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

E. Measurement Focus

Government-wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus. All assets, liabilities, and deferred inflows and outflows of resources associated with the operation of the City are included on the statement of net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current liabilities and deferred inflows and outflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of government-wide financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide and the statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, liabilities and deferred inflows and outflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses, and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

On the proprietary funds financial statements, operating revenues are those that flow directly from the operations of the activity, i.e. charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide the goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

F. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

Government-wide financial statements are presented on the accrual basis of accounting; proprietary funds also use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

F. Basis of Accounting, continued

Those revenues susceptible to accrual are taxes, state and federal grants, fines, interest revenue and charges for services. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include licenses, penalties and miscellaneous revenues which are recorded as revenues when received in cash. Those revenues that are measurable but are not collected within 60 days after year end are recorded as unavailable revenues.

G. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. For purposes of the statement of cash flows, the Enterprise Funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

The City's investments consist of certificates of deposit with a maturity date greater than three months from the date of purchase. For reporting purposes, all investments are recorded at fair value.

In applying GASB Statement No. 31, the City utilized the following methods and assumptions as of December 31, 2022:

1. Fair value is based on quoted market prices as of the valuation date;
2. The investment portfolio did not hold investments in any of the following: a) items required to be reported at amortized costs; b) items subject to involuntary participation in an external pool; and, c) items associated with a fund other than the fund to which the income is assigned.

The City's policy is to hold investments until maturity.

H. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory, if any, in the General Fund consists of expendable supplies held for consumption. The cost is recorded as expenditure at the time individual inventory items are used, rather than in the period purchased. Reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Inventories of the Water and Sewer Funds, if any, consist of various repair parts and supplies.

I. Prepaid Expenses

Payments made to vendors for service that will benefit periods beyond December 31, 2022 are recorded as prepaid items and are expensed during the period benefited.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

J. Restricted Assets

Certain proceeds from the Water and Sewer Enterprise Fund's revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. The "revenue bond current debt service" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "debt service reserve fund" account is used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account.

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

Capital assets purchased or acquired with an original cost of $3,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30-50 years
Improvement other than buildings	25-50 years
Infrastructure	30-50 years
Office equipment	10-20 years
Furniture and fixtures	10-20 years
Vehicles	5-10 years
Machinery and equipment	5-10 years

The City only reports infrastructure assets purchased subsequent to December 31, 2003.

L. Bond Premiums, Discounts and Issuance Cost

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types and government-wide financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method while issuance costs are expensed in the year incurred. Bonds payable are reported at their unpaid balance.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

M. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as liability in the fund financial statements only to the extent that they are due for payment during the current year. Long-term loans are recognized as a liability on the governmental fund financial statements when due.

N. Revenues

Substantially all governmental fund revenues are accrued. When applicable, property taxes are billed and collected within the same period in which the taxes are levied. In applying GASBS No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

O. Expenditures

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

P. Compensated Absences

The City accrues accumulated unpaid vacation and sick leave benefits, which will be paid to employees upon separation from service, when earned (or estimated to be earned) by the employee. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations. In accordance with the provisions of Statement No. 16 of the Governmental Accounting Standards Board, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Q. Interfund Activity

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

R. Encumbrances

Encumbrances accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

S. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow 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 (expense / expenditures) until then. The City has one item that qualifies for reporting in this category as of December 31, 2022 which is deferred pension outflows recognized in the Statement of Net Position.

In addition to liabilities, the statement of financial position will sometimes report 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 government has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, probation fines, and intergovernmental revenues. In addition, the City recognizes deferred pension inflows in its Statement of Net Position under governmental activities.

T. Fund Balance – Governmental Funds

As of December 31, 2022, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of City of Senoia's Council. Senoia's Council is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through ordinances approved by City Council prior to end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken to remove or revise the limitation.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Only the City Council may assign amounts for specific purposes through passage of a resolution. Unlike commitments, assignments generally only exist temporarily and do not normally have to have an additional action taken for their removal.

Unassigned – all other spendable amounts.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

T. Fund Balance – Governmental Funds, Continued

As of December 31, 2022, fund balances are composed of the following:

	Non-Spendable - Prepaids	Restricted: Capital Outlay	Restricted: Park & Street Improvements	Restricted: Other Restricted	Assigned: 2023 Budget	Unassigned
General Fund	$ 30,612	$ -	$ 276,267	$ -	$ 225,961	$ 5,376,202
ARPA Fund	-	-	-	247	-	-
SPLOST Fund #5	-	219,031	-	-	-	-
SPLOST Fund #6	-	2,502,155	-	-	-	-
Non-Major Funds	-	613,893	-	2,643	-	-
Total	$ 30,612	$ 3,335,079	$ 276,267	$ 2,890	$ 225,961	$ 5,376,202

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions.

U. Net Position

Net position represents the difference between assets plus deferred outflows and liabilities plus deferred inflows. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The City's government-wide statement of net position reports $5,824,660 in restricted net position, of which $3,337,969 is restricted by enabling legislation.

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

V. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, tap-on fees to the extent they exceed the cost of connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

W. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

X. Budgets and Budgetary Accounting

The City Council adopts an annual budget for all of the City's funds. Public hearings are conducted to obtain taxpayer comments. The operating budget includes proposed expenditures and the means of financing them. The budget is legally enacted by the passage of a resolution. Any revisions that alter the total expenditures of any department must be approved by City Council. Formal budgetary integration is employed as a management control device during the year.

Governmental fund type budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) at the legal level of budgetary control which is the department level. Expenditures may not exceed the appropriations within a fund. Final budgets amounts, as reported in the financial statements, are amended in August, 2023. All annual appropriations lapse at year end.

Y. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City of Senoia Retirement Plan (SRP) and additions to/deductions from SRP's fiduciary net position have been determined on the same basis as they are reported in the SRP. For this purpose, benefit payments (including refunds of employee contributions, if applicable) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Z. Leasing Activities

During 2022, the City implemented a new accounting standard GASB Statement No. 87 "Leases". The new standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under the Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

As of December 31, 2022, the City has no significant lease agreements that are required to be reported under the new standard as a lessor. The City's lease agreements as a lessee is discussed in Note 8 to the financial statements.

2. CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City follows the State's requirement for all deposits in excess of Federal Deposit Insurance be collateralized by securities equal to at least 110% of the excess deposits. As of December 31, 2022, $13,995,904 of the government's bank balance of $14,495,904 was exposed to custodial credit risk as follows:

The City's deposits are classified as follows at December 31, 2022:

Uninsured and uncollateralized	$ -
Collateralized with securities held by pledging financial institution or its agent	13,995,904
Total	$ 13,995,904

(See Independent Auditor's Report).

2. CASH AND INVESTMENTS, Continued

Investments

Investments - Statutes authorize the City to invest in obligations of the United States and of its agencies and instrumentalities, bonds of the State of Georgia and its agencies, instrumentalities and political subdivisions, and certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations.

Investments as of December 31, 2022, consisted of certificates of deposits and are included in the above-mentioned bank balances. Investments are stated at cost plus accrued interest, which approximates fair value.

3. PROPERTY TAX

Property taxes were levied on August 16, 2022 and are due 60 days after the receipt of the tax notice. Property taxes attach as an enforceable lien on the property as of January 1. A local option sales tax is in force. Proceeds from this tax are remitted to the City on a monthly basis and are utilized to give property tax owners tax relief. The City has obtained the service of Coweta County to bill and collect the City's property taxes. The County remits monies collected to the City on a semi-monthly basis. Property taxes receivable at December 31, 2022 amounted to $107,287.

4. INTERGOVERNMENTAL REVENUES AND RECEIVABLES

Intergovernmental revenues and receivables reported in the fund financial statements for the year ended December 31, 2022 consist of the following:

	Revenue	Receivable
General Fund		
LMIG	$ 115,634	$ -
ARPA Fund		
ARPA Grant	141,737	-
SPLOST 5 Fund		
Georgia Department of Transportation - Street Improvements	82,747	-
Georgia Department of Transportation - Trail Construction	497,217	8,312
SPLOST 6 Fund		
Coweta County, Georgia - SPLOST Agreement	1,069,525	196,738
Total Capital Contributions from grants	$ 1,906,860	$ 205,050

(See Independent Auditor's Report)

5. RECEIVABLES

Receivables at year end, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Funds

	General	SPLOST 5	SPLOST 6	Non-Major	Total
Taxes	$ 654,152	$ -	$ -	$ -	$ 654,152
Fines	106,320	-	-	-	106,320
Accounts	24,185	-	-	-	24,185
Intergovernmental	-	8,312	196,738	-	205,050
Gross Receivables	784,657	8,312	196,738	-	989,707
Less: Allowance for Uncollectibles	(31,900)	-	-	-	(31,900)
Net Total Receivables	$ 752,757	$ 8,312	$ 196,738	$ -	$ 957,807

Proprietary Funds

	Water	Sewer	Solid Waste Management	Stromwater Management	Total
Accounts	$ 202,552	$ 168,963	$ 43,441	$ 13,507	$ 428,463
Less: Allowance for Uncollectibles	(35,000)	(30,000)	(16,000)	(2,500)	(83,500)
Net Total Receivable	$ 167,552	$ 138,963	$ 27,441	$ 11,007	$ 344,963

6. INTER-FUND TRANSACTIONS

Individual fund interfund receivable and payable balances at December 31, 2022 were as follows:

		Payable From			
Payable To	General	ARPA	SPLOST 5	Non-Major	Totals
General	$ -	$ 5,000	$ 3,850	$ 15,278	$ 24,128
SPLOST 6	54,995	-	-	-	54,995
Stormwater	139,350	-	-	-	139,350
Water	560,546	-	-	-	560,546
Sewer	381,045	-	-	-	381,045
Totals	$ 1,135,936	$ 5,000	$ 3,850	$ 15,278	$ 1,160,064

(See Independent Auditor's Report)

6. INTER-FUND TRANSACTIONS, Continued

The City's General Fund's operating bank account receives all deposits from the General Fund, and from the Water, Sewer, and Stormwater Fund's operations. All monies collected for the Water, Sewer and Stormwater Funds and all expenditures paid for the Water, Sewer and Stormwater Funds are made through the General Fund's operating bank account. The cumulative net amount over the years (receipts over expenditures) is either due to or due from the Water, Sewer and Stormwater Funds. The amount due to SPLOST 6 from the General Fund is for reimbursement of LMIG funds deposited into the General Fund but were used for a SPLOST project. The amount due from the ARPA Fund to the General Fund is due to an error in the amount transferred to the ARPA Fund.

Individual fund interfund transfers for the year ended December 31, 2022 were as follows:

Transfer To	Transfer From: Solid Waste	Transfer From: General	Totals
General	$ 4,572	$ -	$ 4,572
Solid Waste	-	-	-
Total	$ 4,572	$ -	$ 4,572

During the fiscal year ended December 31, 2022, the Solid Waste Fund transferred $4,572 to the General Fund as a result of net cash flows. Transfers reported in the Government-Wide Statement of Activities nets the transfers of $4,572 with the transfer of the Water System improvements from the ARPA Fund in the amount of $141,737 to a net balance of $137,165.

(See Independent Auditor's Report)

7. PROPERTY, PLANT AND EQUIPMENT

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 1,721,287	$ 70,607	$ -	$ 1,791,894
Construction in progress	1,178,309	878,875	(1,644,904)	412,280
Total	2,899,596	949,482	(1,644,904)	2,204,174
Capital assets being depreciated:				
Buildings and improvements	2,592,648	218,790	(19,150)	2,792,288
Improvements other than buildings	433,577	24,800	-	458,377
Infrastructure	6,662,162	1,845,637	(141,737)	8,366,062
Machinery and equipment	1,001,329	50,880	-	1,052,209
Office equipment	99,529	-	-	99,529
Vehicles, including related equipment	1,286,427	762,828	-	2,049,255
Furniture and fixtures	114,712	-	-	114,712
Total capital assets being depreciated	12,190,384	2,902,935	(160,887)	14,932,432
Less accumulated depreciation for:				
Buildings and improvements	819,265	67,202	-	886,467
Improvements other than buildings	192,285	14,408	-	206,693
Infrastructure	897,142	185,220	-	1,082,362
Machinery and equipment	626,741	76,110	-	702,851
Office equipment	87,710	4,751	-	92,461
Vehicles, including related equipment	897,977	112,442	-	1,010,419
Furniture and other equipment	93,154	3,431	-	96,585
Total accumulated depreciation	3,614,274	463,564	-	4,077,838
Total capital assets being depreciated, net	8,576,110	2,439,371	(160,887)	10,854,594
Governmental capital assets, net	$ 11,475,706	$ 3,388,853	$ (1,805,791)	$ 13,058,768

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

General Government	42,643
Police	160,746
Highways and Streets	175,384
Planning and Zoning	-
Cemetery	2,207
Parks and Recreation	75,107
Library	7,477
Total depreciation expense	$ 463,564

See Independent Auditor's Report)

7. PROPERTY, PLANT AND EQUIPMENT – (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital assets, not being depreciated:				
Land	$ 1,651,782	$ -	$ -	$ 1,651,782
Construction in progress	3,461,496	6,081,384	-	9,542,880
Total	5,113,278	6,081,384	-	11,194,662
Capital assets being depreciated:				
Buildings and improvements	270,317	19,638	-	289,955
Improvements other than buildings	16,866,807	222,757	-	17,089,564
Vehicles	227,836	141,417	-	369,253
Machinery and equipment	2,147,556	160,566	-	2,308,122
Total capital assets being depreciated	19,512,516	544,378	-	20,056,894
Less accumulated depreciation for:				
Buildings and improvements	93,397	6,840	-	100,237
Improvements other than buildings	6,105,059	356,038	-	6,461,097
Vehicles	156,790	23,318	-	180,108
Machinery and equipment	748,856	140,260	-	889,116
Total capital assets being depreciated	7,104,102	526,456	-	7,630,558
Total capital assets being depreciated, net	12,408,414	17,922	-	12,426,336
Business-Type Activities capital assets, net	$ 17,521,692	$ 6,099,306	$ -	$ 23,620,998

Depreciation expense was charged to functions/programs as follows:

Water	$ 212,769
Sewer	292,891
Stormwater	20,796
Total depreciation expense	526,456
Added through transfer from governmental funds	-
Total	$ 526,456

(See Independent Auditor's Report)

8. LONG-TERM DEBT

Changes in Long-Term Debt

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended December 31, 2022:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental Activities					
Leases	$ -	$ 910,257	$ -	$ 910,257	$ 154,771
Accrued Compensated Absences	112,379	135,277	(111,224)	136,432	50,000
Total Governmental Activity Long-Term Debt	$ 112,379	$ 1,045,534	$ (111,224)	$ 1,046,689	$ 204,771
Business-Type Activities					
Revenue Bonds - Rural Dev	$ 4,150,471	$ -	$ (4,150,471)	$ -	$ -
Revenue Bonds - Refunding	-	4,350,000	(80,000)	4,270,000	135,000
Refunding Bonds Premium, net	-	596,247	(25,923)	570,324	-
GEFA Notes Payable	3,415,797	4,387,782	(611,855)	7,191,724	-
Total Business-Type Activity Long-Term Debt	$ 7,566,268	$ 9,334,029	$ (4,868,249)	$ 12,032,048	$ 135,000

The City's General Fund is typically used to liquidate all governmental activity long-term liabilities.

The Water Enterprise Fund is used to liquidate the revenue bonds – GMAC a GEFA Note. The Sewer Fund is used to liquidate the revenue bonds – Rural Development and a GEFA Note.

Governmental Activities Long-Term Debt –

Lease Obligations –

Equipment –

The City has entered into lease obligation agreements for the purchase of ten fully equipped police vehicles and other equipment. The City intends to continue to abide by the terms of the lease agreement and eventually own the assets. The assets and related liability are recorded at the present value of future payments due under the lease. The original cost of the assets amounted to $910,257 and had $15,561 of depreciation expense recorded for the year. Accumulated depreciation on the equipment amounted to $15,561 as of December 31, 2022. The interest rate associated with the lease agreement is between 2.35% and 2.71%.

(See Independent Auditor's Report)

8. LONG-TERM DEBT - (Continued)

Business-Type Activities Long-Term Debt –

The City issues revenue bonds and enters into construction note agreements with the Georgia Environmental Facilities Authority where in both types of debt the government pledges income derived from the acquired or constructed assets to pay debt service. Amounts outstanding at the end of the current fiscal year related to bonds and notes issued in prior years and the current year to finance construction projects to improve the City's water distribution and wastewater treatment facilities.

Water and Sewer Long-Term Debt – Continued
Water and Sewer Enterprise Fund long-term liabilities outstanding at year end are as follows:

Water and Sewer Revenue Refunding Bonds in the amount of $4,350,000 with interest between 3.0% and 4.0%, annual principal and interest payments ranging from$213,200 to $288,050 until December 2044.	$ 4,270,000
Water note payable to the Georgia Environmental Facilities Authority, in the amount of $1,014,166, interest at 4%, matures in 2031	-0-
Sewer construction note payable to GEFA, in the amount of $14,900,000, interest at 2.52%. draw-downs as of December 31, 2022 amounted to	6,176,463
Sewer construction note payable to GEFA, in the amount of $3,000,000, interest at .85%. draw-downs as of December 31, 2022 amounted to	1,015,261
Sewer Revenue Bonds in the amount of $5,430,300, interest at 4.375%, payable in monthly installments of $24,200, matures June 2044 – refunded in 2022	-0-
Total Business-Type Activities Long-Term Debt	$11,461,724

The City is using the above mentioned construction notes to finance a new sewer treatment facility and a collection system. Total cost of the new improvements are expected to be approximately $19,000,000 and will be financed with additional increases in the GEFA note.

The City issued $4,350,000 of Water and Sewer revenue bonds in January 2022. The proceeds of the issue provided resources to pay off the principal balance and interest due on one of the three Georgia Environmental Finance Authority notes totaling $611,855 as of January 27, 2022 and the two USDA loans of $4,150,471. As a result, the refunded debt is considered defeased and the liabilities have been removed from the Water and Sewer Funds' statement of net position. The remaining proceeds from the bonds were used to pay for the issuance cost of the bonds of $169,701.

The refunding was undertaken to reduce future debt service payments. The reacquisition price of the old debt was equal to the net carry amount. The transaction also resulted in a net present value savings of $818,000 and a reduction of $882,000 in future debt service payments.

(See Independent Auditor's Report)

8. LONG-TERM DEBT - (Continued)

Annual repayment requirements to amortize all long-term obligations, except for the construction notes which are not yet closed, as they mature are as follows:

F/Y/E December 31,	Water & Sewer Funds Revenue Bonds Principal	Water & Sewer Funds Revenue Bonds Interest	General Fund Lease Obligations Principal	General Fund Lease Obligations Interest	Total Principal	Total Interest
2023	$ 135,000	$ 149,750	$ 154,771	$ 22,699	289,771	172,449
2024	140,000	145,700	158,656	18,814	298,656	164,514
2025	145,000	141,500	162,639	14,831	307,639	156,331
2026	150,000	137,150	166,723	10,747	316,723	147,897
2027	150,000	132,650	170,909	6,561	320,909	139,211
2028	160,000	126,650	96,559	2,269	256,559	128,919
2029	165,000	120,250	-	-	165,000	120,250
2030	170,000	113,650	-	-	170,000	113,650
2031	175,000	106,850	-	-	175,000	106,850
2032	185,000	99,850	-	-	185,000	99,850
2033	190,000	92,450	-	-	190,000	92,450
2034	200,000	84,850	-	-	200,000	84,850
2035	205,000	78,850	-	-	205,000	78,850
2036	210,000	72,700	-	-	210,000	72,700
2037	220,000	66,400	-	-	220,000	66,400
2038	225,000	59,800	-	-	225,000	59,800
2039	235,000	53,050	-	-	235,000	53,050
2040	240,000	46,000	-	-	240,000	46,000
2041	245,000	38,800	-	-	245,000	38,800
2042	255,000	29,000	-	-	255,000	29,000
2043	265,000	18,800	-	-	265,000	18,800
2044	205,000	8,200	-	-	205,000	8,200
2045	-	-	-	-	-	-
	$ 4,270,000	$ 1,922,900	$ 910,257	$ 75,921	$ 5,180,257	$ 1,998,821

(See Independent Auditor's Report

9. UNAVAILABLE REVENUES

Unavailable revenues as of December 31, 2022, reported in the Governmental Fund's balance sheet, consisted of the following revenue items which had been earned and were measurable but were not received within 60 days after year end and therefore were not considered available:

Property taxes	$ 56,882
Fines and forfeitures	59,861
Intergovernmental	-
Total unavailable revenues - Governmental Funds	$ 116,743

10. RELATED ORGANIZATION

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

The City of Senoia Housing Authority is considered a related organization. The Authority operates a multi-family housing facility which is located within the city limits. The citizens who serve as the governing board are appointed by the Mayor and Council. The City has no significant influence over the management budget or policies of the Authority

11. JOINT VENTURES

Three Rivers Regional Commission

Under Georgia law, the City, in conjunction with other cities and counties in the Metro Atlanta area, is a member of the Three Rivers Regions Commission. Membership in this organization is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the Commission in Georgia. The Board's membership includes the chief elected official of each county and four representatives from each member county. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the Center. Separate financial statements may be obtained from:

Three Rivers Regional Commission
13273 Hwy 34 East,
P.O. Box 1600
Franklin, Georgia 30217

(See Independent Auditor's Report)

12. RISK MANAGEMENT

The City of Senoia 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 is a member of Georgia Interlocal Risk Management Agency. This membership allows the City to share liability, crime, motor vehicle and property damage risks.

Coverages are as follows:

Coverage Description – Property:	
Buildings and contents – (Blanket)	$11,958,991
Automobile physical damage	Per Application on file with GIRMA
Coverage Description – Casualty:	
Comprehensive general liability	$1,000,000
Automobile liability	$1,000,000
Errors and omissions (Public Officials)	$1,000,000
Employee benefits liability	$1,000,000
Pollution liability	$1,000,000
Coverage Description – Crime:	
Blanket bond – employees required to be bonded	$500,000
Blanket bond – all other employees	$500,000
Depositors forgery	$500,000
Money and securities – loss inside and outside premises	$500,000
Deductible:	
All coverages are subject to a per occurrence deductible of	$1,000

Coverage Exceptions:

Coverage Subject to a Retroactive Date:

Public officials and employee benefits liability coverages are subject to a retroactive date of 1/1/1989.

Chapter 85 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 more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government.

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

During the year ended December 31, 2022, the City paid no claims. The City has not compiled a record of the claims paid up to the $1,000 deductible for the prior years. The City is not aware of any claims which the City is liable for (up to the $1,000) which were outstanding and unpaid at December 31, 2022. No provisions have been made in the financial statements for the year ended December 31, 2022 for any estimate of potential unpaid claims.

(See Independent Auditor's Report)

12. Risk Management (continued)

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City of Senoia became a member of the Georgia Municipal Associated Workers' Compensation Self Insurance Fund. The liability of the fund to the employees of any employer (City of Senoia) 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 prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, 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 litigation arising out of any claim made against the City within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

13. CONTINGENCIES

Amounts received or receivable from grant agencies are subject to audit and adjustments by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

There were no lawsuits or complaints as of December 31, 2022 that management believes will have a material effect on the financial condition of the City.

14. EMPLOYEE BENEFIT PENSION PLANS

Defined Benefit Plan -

Plan Description

The City, as authorized by the City Council, has established a defined benefit pension plan (The City of Senoia Retirement Plan) covering all full-time employees. The City's pension plan is affiliated with the Georgia Municipal Employee Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS for investment purposes. The City does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan -

Plan Description, continued

As provided by State law, benefit provisions for Participants in GMEBS are established and amended by the respective employers. As authorized by the City Council, the Plan provides pension benefits and death and disability benefits for Plan members and beneficiaries. All employees, excluding elected officials, who work thirty hours or more per week, are eligible to participate immediately upon hiring. Benefits vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 2.00% of final average earnings in excess of covered compensation. An employee may elect early retirement at age 55 provided he or she has a minimum of 25 years total credited service to receive full benefits, otherwise early retirement may be elected after only 10 years of service for reduced benefits. Ten years of service is required for nonservice related disability benefits. Disability benefits are paid out at 20% of an employee's current salary. Death benefits are calculated using an actuarial reserve.

At July 1, 2022, the date of the most recent actuarial valuation, there were 86 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	12
Terminated vested participants not yet receiving benefits	33
Active employees - vested	23
Active employees - nonvested	18
Total	86

Contributions

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standard law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Plan which meets State minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan is to contribute an amount equal to or greater than the recommended contribution described below. For fiscal year 2022, the actuarially determined contribution rate was 7.04% of covered payroll.

For fiscal year ended December 31, 2022, the City's recommended and actual contribution was $125,381 which was actuarially determined and is expected to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The amount of employer contributions recognized in the actuarial report date July 1, 2022 and recognized as an expense in the Government-Wide Statement of Activity was $498,144.

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

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

At December 31, 2022, the City reported a liability of $779,041 for its net pension liability. The net pension liability was measured as of March 31, 2022 and was determined by an actuarial valuation as of July 1, 2022. The changes in the Net Pension Liability for the year ended March 31, 2022 (the measurement date) were as follow:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at beginning of year	$ 2,151,243	$1,898,117	$ 253,126
Changes for the year-			
Service cost	79,871	-	79,871
Interest	161,555	-	161,555
Differences between expected and actual experience	114,215	-	114,215
Contributions - Employer	-	113,264	(113,264)
Net investment income	-	115,563	(115,563)
Benefit payments, including refunds of employee contributions	(81,067)	(81,067)	-
Administrative expense	-	(9,990)	9,990
Other - plan changes	389,111	-	389,111
Net Changes	663,685	137,770	525,915
Balance at end of year	$ 2,814,928	$2,035,887	$ 779,041

Effective July 1, 2018, the Plan was amended to provide for immediate participation for Employees. This change has no impact on service credited under the Plan and has no impact on benefits. As a result of this change, all Employees are now included in the valuation. This change has minimal impact on the Plan's liability.

Effective March 7, 2022, the benefit multiplier was increased from 1.5 % to 2.0%

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

For the year ended December 31, 2022, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	$ 79,871
Interest on The Pension Liability (TPL)	161,555
Administrative expenses	9,990
Expected return on assets	(140,805)
Expensed portion of current year period differences between expected and actual experience in TPL	28,553
Expensed portion of current year period assumption changes	-
Expensed portion of current year period differences between projected and actual investment earnings	5,050
Current year plan changes	389,111
Current year recognition of deferred inflows and outflows established in prior years	(35,181)
Total expense	$ 498,144

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

$94,036 reported as deferred outflows of resources related to pensions resulting from the City's contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

F/Y/E December 31,	Deferred Outflows	Deferred Inflows
2023	$ 68,545	$ (43,561)
2024	53,931	(53,372)
2025	41,033	(92,523)
2026	-	5,048
2027	-	-
	$ 163,509	$ (184,408)

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Outstanding balances of deferred outflows/inflows of resources related to pensions as of December 31, 2022 are as follow:

	Outflows	Inflows
Contributions subsequent to the measurement date	$ 94,036	$ -
Demographic	160,173	-
Investment	-	(182,684)
Assumption change	3,336	(1,724)
Total	$ 257,545	$ (184,408)

Actuarial Assumptions

The total pension liability in the July 1, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions:

Net Investment Rate of Return	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost of Living Adjustments	N/A
Mortality Rates -	
Healthy	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with multiplier of 1.25
Disabled	Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with multiplier of 1.25
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study conducted in November and December 2019.

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

The long-term rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 31, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	45.00%	6.55%
International equity	20.00%	7.30%
Domestic fixed income	20.00%	40.00%
Real estate	10.00%	3.65%
Global fixed income	5.00%	0.50%
Cash	0.00%	0.00%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.375 percent. The projection of cash flows used to determine the discount rate assumed that contributions from the City will be made at the actuarially determined contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability
To Changes in the Discount Rate

The following presents the City's net pension liability calculated using the discount rate of 7.375 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease 6.375%	Current Rate 7.375%	1% Increase 8.375%
Net Pension Liability	$ 1,208,156	$ 779,042	$ 426,863

Pension Plan Net Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued City of Senoia Retirement Plan financial report.

(See Independent Auditor's Report)

15. RESTRICTED ASSETS

Pursuant to the Water and Sewer Revenue Bonds, the City was required to create various funds and accounts. Balances in these bond restricted funds and other various restricted funds and accounts as of December 31, 2022 are as follows:

Revenue Bond Restricted Assets -	
Debt service account	$ 144,912
Debt service reserve fund	553,339
Renewal and extension fund	1,512,173
Capital projects-	
Special purpose local option sales funds	2,464,991
Development impact fee funds	629,171
ARPA Fund	1,511,110
Confiscated asset funds	2,643
	$ 6,818,339

16. CONDUIT DEBT OBLIGATION

In June 2014 the Development Authority of the City of Senoia, Georgia issued $11,905,000 aggregate principal amount of Charter School Revenue Bonds Series 2014A and $580,000 aggregate principal amount of Charter School Taxable Revenue Bonds Series 2014B. Proceeds from the sale of the Series 2014 Bonds was loaned to Georgia Charter Educational Foundation, Inc., a Georgia Nonprofit Corporation in accordance with the terms of the loan agreement dated June 1, 2014. The proceeds will be used for the purpose of acquiring the charter school building and all other ancillary structures, improvements etc… on approximately 11.2 acres of land. The Series 2014 Bonds do not constitute a debt, moral obligation, liability, or a loan, or credit or pledge of full faith and credit of the taxpayers of the City of Senoia, Georgia. Accordingly, the bonds have not been reported as liabilities in the accompanying financial statements. As of December 31, 2022, $11,295,000 was outstanding under the bond issues. During 2021, the Development Authority approved a reissuance of the Series 2014A Bonds to: (1) change the term of, and applicable interest rates; (2) reduce the Bond Reserve Requirement; and (3) Modify certain financial covenants of the Borrower.

17. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures, as a part of the combined statements - overview, of certain information concerning individual funds including-

A) Deficit fund balances or net position balances of individual funds – As of December 31, 2022, the City's Sanitation Fund had a deficit net position balance of $4,863 which is expected to be funded through future additional revenues.

B) Excess expenditures over budget – None of the City's Funds had expenditures that materially (if over 5 percent and greater than $5,000) exceeded its corresponding appropriations at the department level (the legal level of control).

(See Independent Auditor's Report)

18. DOWNTOWN DEVELOPMENT AUTHORITY DISCLOSURES

Capital Assets –
Capital asset activity for the year ended December 31, 2022 for the Authority was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	$ 1,000	$ -	$ -	$ 1,000
Construction in progress	-	-	-	-
Total	1,000	-	-	1,000
Capital assets being depreciated:				
Buildings and improvements	137,812	-	-	137,812
Furniture and fixtures	10,379	-	-	10,379
Machinery and equipment	38,773	2,030	-	40,803
Total capital assets being depreciated	186,964	2,030	-	188,994
Less accumulated depreciation for:				
Buildings and improvements	42,780	4,694	-	47,474
Furniture and fixtures	10,379	-	-	10,379
Machinery and equipment	22,133	2,487	-	24,620
Total capital assets being depreciated	75,292	7,181	-	82,473
Total capital assets being depreciated, net	111,672	(5,151)	-	106,521
Capital assets, net	$ 112,672	$ (5,151)	$ -	$ 107,521

Long-Term Debt –
In June 2012 the Authority borrowed $85,000 to help finance improvements to the Welcome Center. The note has been renewed several times and currently bears interest at the rate of 5.95% and is due in equal monthly installments of $594.11 until December 2022. A summary of changes in long-term debt for the Authority for the year ended December 31, 2022 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Note payable	$ 28,282	$ -	$ (28,282)	$ -	$ -

(See Independent Auditor's Report)

19. PRIOR PERIOD ADJUSTMENT

During fiscal year ended December 31, 2021, the City recognized monies received under the American Rescue Plan Act as revenue when the money was received and reported the remaining monies as restricted net position / fund balance. After further analysis of the grant agreement, it was determined that the grant should be recognized as revenue when the funds are expended i.e. when they are earned. Unspent or unappropriated funds as of December 31, 2024 must be returned to the granting agency. The City has made the following prior period adjustment to properly record the remaining ARPA grant funds as of December 31, 2021 as unearned revenues:

	Governmental Activities	Governmental Funds
Net Position (Net Assets)-		
Beginning of the year	$ 20,392,599	$ 9,097,812
To correct fund balance in the ARPA Fund since the revenue under this grant is earned when the funds are expended.	(823,800)	(823,800)
Beginning of the year, adjusted	$ 19,568,799	$ 8,274,012

(See Independent Auditor's Report)

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CITY OF SENOIA, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS

	Fiscal Year End									
	2022	2021	2020	2019	2018	2017	2016	2015	2014*	2013*
Total Pension Liability										
Service cost	$ 79,871	$ 79,596	$ 75,855	$ 73,097	$ 71,138	$ 67,336	$ 69,310	$ 56,627		
Interest	161,555	145,414	132,758	119,656	100,745	97,991	90,242	79,906		
Differerences between expected and actual experience	114,215	62,395	45,103	23,262	67,668	(98,300)	(26,937)	33,025		
Other - plan changes	389,111	-	(4,309)	-	20,016	-	-	(571)		
Benefit payments	(81,067)	(56,552)	(46,530)	(41,639)	(32,721)	(30,260)	(35,013)	(36,222)		
Net changes in total pension liability	663,685	230,853	202,877	174,376	226,846	36,767	97,602	132,765		
Total pension liability - beginning	2,151,243	1,920,390	1,717,513	1,543,137	1,316,291	1,279,524	1,181,922	1,049,157		
Total pension liability - ending	$ 2,814,928	$ 2,151,243	$ 1,920,390	$ 1,717,513	$ 1,543,137	$ 1,316,291	$ 1,279,524	$ 1,181,922		
Plan Fiduciary Net Position										
Contributions - employer	$ 113,263	$ 105,276	$ 96,619	$ 81,063	$ 91,124	$ 74,837	$ 75,746	$ 73,462		
Net investment income	115,563	583,303	(98,676)	46,155	135,577	117,810	2,967	75,669		
Benefit payments	(81,067)	(56,552)	(46,530)	(41,639)	(32,721)	(30,260)	(35,013)	(36,222)		
Administrative expense	(9,990)	(7,453)	(9,295)	(7,759)	(7,575)	(7,649)	(4,937)	(4,414)		
Other	-	-	-	-	-	-	-	-		
Net change in fiduciary net position	137,769	624,574	(57,882)	77,820	186,405	154,738	38,763	108,495		
Plan fiduciary net position - beginning	1,898,117	1,273,543	1,331,425	1,253,605	1,067,200	912,462	873,699	765,204		
Plan fiduciary net position - ending	$ 2,035,886	$ 1,898,117	$ 1,273,543	$ 1,331,425	$ 1,253,605	$ 1,067,200	$ 912,462	$ 873,699		
Net Pension Liability										
Net pension liability	$ 779,042	$ 253,126	$ 646,847	$ 386,088	$ 289,532	$ 249,091	$ 367,062	$ 308,223		
Plan's fiduciary net position as a percentage of the total pension liability	72.32%	88.23%	66.32%	77.52%	81.24%	81.08%	71.31%	73.92%		
Covered-employee payroll	2,132,992	1,761,945	1,763,048	$ 1,612,946	$ 1,630,233	$ 1,525,090	$ 1,509,140	$ 1,412,558		
Net pension liability as a percentage of covered payroll	36.52%	14.37%	36.69%	23.94%	17.76%	16.33%	24.32%	21.82%		

* Historical information prior to implementation of GASB 67/68 is not required.

CITY OF SENOIA, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS

	Fiscal Year End									
	2022	2021	2020	2019	2018	2017	2016	2015	2014*	2013*
Actuarially determined contributions	125,381	120,355	100,249	93,875	76,792	86,311	80,603	74,127		
Contributions in relation to the actuarially determined contribution	(125,381)	(120,355)	(100,249)	(93,875)	(76,792)	(86,311)	(80,603)	(74,127)		
Contribution deficiency (excess)	-	-	-	-	-	-	-	-		
Covered-employee payroll	2,132,992	1,761,945	1,763,048	1,612,946	1,630,233	1,525,090	1,412,528	1,285,779		
Contributions as a percentage of covered-employee payroll	5.88%	6.83%	5.69%	5.82%	4.71%	5.66%	5.71%	5.77%		

* Historical information prior to implementation of GASB 67/68 is not required.

CITY OF SENOIA, GEORGIA

NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

Note 1

Significant methods and assumptions used in calculating the actuarially determined calculations are as follow:

Methods and assumptions used to determine contribution rates:

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

Actuarial Assumptions:

Net Investment Rate of Return	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost of Living Adjustments	0.00%
Mortality Rates -	
Healthy	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with multiplier of 1.25
Disabled	Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with multiplier of 1.25
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

Benefit Changes:

Amounts reported for fiscal years ending in 2022 and later reflect that effective March 7, 2022, the benefit multiplier was increased from 1.5o% to 2.00%.

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CITY OF SENOIA, GEORGIA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	SPECIAL REVENUE	CAPITAL PROJECTS	Total Non-Major Governmental Funds
	Confiscated Fund	Development Impact Fee Fund	
ASSETS			
Cash	$ 2,643	$ 629,171	$ 631,814
Receivables -			
Intergovernmental	-	-	-
Due from other funds	-	-	-
Total Assets	$ 2,643	$ 629,171	$ 631,814
LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY			
Liabilities:			
Accounts payable	$ -	$ -	-
Due to other funds	-	15,278	15,278
Total Liabilities	-	15,278	15,278
Deferred Inflows:			
Unavailable revenues	-	-	-
Fund Balance:			
Restricted -			
Police activities	2,643	-	2,643
Capital outlay	-	613,893	613,893
Unassigned	-	-	-
Total Fund Equity	2,643	613,893	616,536
Total Liabilities, Deferred Outflows and Fund Balance	$ 2,643	$ 629,171	$ 631,814

CITY OF SENOIA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	SPECIAL REVENUE	CAPITAL PROJECTS	Total
	Confiscated Fund	Development Impact Fee Fund	Non-Major Governmental Funds
Revenues:			
Impact fees	$ -	$ 228,622	$ 228,622
Intergovernmental	-	-	-
Forfeitures	-	-	-
Interest	-	164	164
Miscellaneous	-	-	-
Total Revenue	-	228,786	228,786
Expenditures:			
Current			
Contract services	-	3,880	3,880
Supplies	-	-	-
Capital Outlay	-	547,537	547,537
Total Expenditures	-	551,417	551,417
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	(322,631)	(322,631)
Other Sources and (Uses)			
Proceeds from disposal of capital assets	-	-	-
Proceeds from debt issue	-	-	-
Excess of Revenues Over (Under) Expenditures and Other Uses	-	(322,631)	(322,631)
Fund Balance - Beginning of Year	2,643	936,524	939,167
Fund Balance - End of Year	$ 2,643	$ 613,893	$ 616,536

CITY OF SENOIA, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash	$ 7,210,143	$ 5,944,125
Receivables:		
Taxes	654,152	847,406
Fines	74,420	32,523
Other	24,185	3,165
Due from other funds	24,128	33,000
Due from component unit	250	-
Prepaid expenses	30,612	157,752
Total Assets	$ 8,017,890	$ 7,017,971
LIABILITIES		
Accounts payable	$ 743,673	$ 89,074
Accrued expenses		
Salaries and wages	46,877	27,414
Other	-	-
Due to other funds	1,135,936	2,028,498
Deposits	3,400	4,100
Unearned revenues	62,219	62,495
Total Liabilities	1,992,105	2,211,581
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenues	116,743	87,844
FUND BALANCE:		
Nonspendable	30,612	157,752
Restricted - park and street improvements	276,267	276,267
Assigned for next year's budget	225,961	-
Unassigned	5,376,202	4,284,527
Total Fund Balance	5,909,042	4,718,546
Total Liabilities, Deferred Inflows of Resources and Fund Balance	$ 8,017,890	$ 7,017,971

CITY OF SENOIA, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
REVENUES		
Taxes	$ 4,151,288	$ 3,516,626
Licenses and permits	539,653	587,812
Intergovernmental grants	115,634	80,278
Charges for services	335,975	339,529
Fines, fees and forfeitures	533,826	336,904
Investment income	2,878	2,430
Rental income	21,500	11,950
Miscellaneous	38,352	38,859
Total revenues	5,739,106	4,914,388
EXPENDITURES		
Current		
Governing Body	29,697	28,391
Financial Administration	1,192,246	923,000
Government Buildings	78,204	77,345
Municipal Court	332,944	276,151
Public Safety	1,956,034	1,573,061
Highways and Streets	633,508	524,190
Cemetery	3,566	1,157
Parks	1,192	2,365
Planning and Zoning	130,737	94,758
Development Authorities	29,502	15,953
Code Enforcement	272,653	344,029
Debt Service		
Principal	-	149,124
Interest	8,330	7,289
Capital Outlay	826,133	405,708
Total expenditures	5,494,746	4,422,521
Excess of revenues over (under) expenditures	244,360	491,867
Other financing sources (uses):		
Proceeds from lease obligations	910,257	-
Proceeds from disposal of capital assets	31,307	260,534
Transfers	4,572	(37,613)
Total other financing sources (uses):	946,136	222,921
Net change in fund balance	1,190,496	714,788
Fund balance - beginning	4,718,546	4,003,758
Fund balance - ending	$ 5,909,042	$ 4,718,546

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2021

	2022			
	FINAL BUDGET	ACTUAL	VARIANCE	2021
REVENUES				
Taxes				
Property taxes	$ 1,552,326	$ 1,562,990	$ 10,664	$ 1,387,401
Motor vehicle	200,000	260,250	60,250	216,190
Franchise	379,200	452,173	72,973	389,022
Local option sales	1,033,430	1,187,072	153,642	1,058,001
Alcohol beverage	138,700	222,190	83,490	150,271
Premium	282,000	429,790	147,790	282,580
Hotel / Motel	10,426	11,906	1,480	-
Intangible	25,000	19,409	(5,591)	25,844
Transfer	6,300	4,289	(2,011)	6,052
Other	1,265	1,219	(46)	1,265
Total taxes	3,628,647	4,151,288	522,641	3,516,626
Licenses and permits				
Business licenses and permits	477,859	539,653	61,794	587,812
Intergovernmental	68,000	115,634	47,634	80,278
Charges for services				
Planning and Zoning fees	14,000	17,476	3,476	20,595
Convenience fees	-	-	-	8,470
Police services	1,000	46,040	45,040	4,062
Cemetery fees	12,000	15,660	3,660	13,700
Administration fees - other funds	258,799	256,799	(2,000)	292,702
Total charges for services	285,799	335,975	50,176	339,529
Fines and forfeitures	370,200	533,826	163,626	336,904
Interest	2,200	2,878	678	2,430
Rents	8,900	21,500	12,600	11,950
Miscellaneous				
Contributions	-	4,688	4,688	6,220
Other	20,000	33,664	13,664	32,639
Total miscellaneous	20,000	38,352	18,352	38,859
Total Revenues	$ 4,861,605	$ 5,739,106	$ 877,501	$ 4,914,388

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2021

	2022			
	FINAL BUDGET	ACTUAL	VARIANCE	2021
EXPENDITURES				
Current				
GOVERNING BODY				
Personal services and benefits	$ 27,506	$ 27,634	$ (128)	$ 25,836
Purchased/contracted services	11,000	2,063	8,937	2,555
Total Governing Body	38,506	29,697	8,809	28,391
FINANCIAL ADMINISTRATION				
Personal services and benefits	636,782	623,460	13,322	472,241
Purchased/contracted services	581,778	534,703	47,075	421,455
Supplies	30,200	34,083	(3,883)	29,304
Total Financial Administration	1,248,760	1,192,246	56,514	923,000
GOVERNMENT BUILDINGS				
Personal services and benefits	-	-	-	-
Purchased/contracted services	30,500	55,217	(24,717)	55,014
Supplies	59,300	22,987	36,313	22,331
Total Government Buildings	89,800	78,204	11,596	77,345
MUNICIPAL COURT				
Personal services and benefits	145,887	134,665	11,222	127,823
Purchased/contracted services	66,700	59,517	7,183	43,700
Supplies	2,600	2,587	13	5,227
Other costs	133,913	136,175	(2,262)	99,401
Total Municipal Court	349,100	332,944	16,156	276,151

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2021

	2022			
	FINAL BUDGET	ACTUAL	VARIANCE	2021
PUBLIC SAFETY				
POLICE SERVICES				
Personal services and benefits	$ 1,525,575	$ 1,482,206	$ 43,369	$ 1,181,536
Purchased/contracted services	379,250	341,910	37,340	280,417
Supplies	135,200	131,918	3,282	111,108
Total Police Services	2,040,025	1,956,034	83,991	1,573,061
FIRE SERVICES				
Purchased/contracted services	-	-	-	-
Total Fire Services	-	-	-	-
Total Public Safety	2,040,025	1,956,034	83,991	1,573,061
HIGHWAYS AND STREETS				
Personal services and benefits	359,400	294,683	64,717	242,530
Purchased/contracted services	148,000	206,744	(58,744)	169,381
Supplies	147,800	132,081	15,719	112,279
Total Highways and Streets	655,200	633,508	21,692	524,190
CEMETERY				
Purchased/contracted services	4,000	3,566	434	1,157
Total Cemetery	4,000	3,566	434	1,157
LIBRARY				
Purchased/contracted services	-	-	-	-
Total Library	-	-	-	-
PARKS				
Purchased/contracted services	3,000	1,192	1,808	2,365
Total Parks	3,000	1,192	1,808	2,365

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2021

	2022			
	FINAL BUDGET	ACTUAL	VARIANCE	2021
PLANNING AND ZONING				
Personal services and benefits	$ 78,678	$ 71,339	$ 7,339	$ 91,654
Purchased/contracted services	60,802	58,445	2,357	2,778
Supplies	700	953	(253)	326
Total Planning and Zoning	140,180	130,737	9,443	94,758
DEVELOPMENT AUTHORITIES				
Personal services and benefits	36,559	25,091	11,468	15,953
Purchased/contracted services	4,820	4,411	409	-
Supplies	1,200	-	1,200	-
Total Community Development	42,579	29,502	13,077	15,953
CODE ENFORCEMENT				
Personal services and benefits	70,382	68,548	1,834	57,293
Purchased/contracted services	208,300	199,144	9,156	283,773
Supplies	3,700	4,961	(1,261)	2,963
Total Code Enforcement	282,382	272,653	9,729	344,029
DEBT SERVICE:				
Principal	78,521	-	78,521	149,124
Interest	8,000	8,330	(330)	7,289
Total Debt Service	86,521	8,330	78,191	156,413
CAPITAL OUTLAY				
Financial Administration	5,500	3,037	2,463	71,608
Court	-	-	-	270
Police Services	505,269	589,742	(84,473)	91,368
Highways and Streets	274,040	226,354	47,686	241,663
Parks	7,000	7,000	-	799
Code Enforcement	-	-	-	-
Planning and Zoning	-	-	-	-
Total Capital Outlay	791,809	826,133	(34,324)	405,708
Total Expenditures	$ 5,771,862	$ 5,494,746	$ 277,116	$ 4,422,521

CITY OF SENOIA, GEORGIA
ARPA FUND
BALANCE SHEET
DECEMBER 31, 2022

	2022	2021
ASSETS		
Cash	$ 1,511,110	$ 856,846
Total Assets	$ 1,511,110	$ 856,846
LIABILITIES AND FUND EQUITY		
Liabilities:		
Unearned revenues	$ 1,505,863	$ 823,800
Due to other funds	5,000	33,000
Total Liabilities	1,510,863	856,800
Fund Equity:		
Restricted for specified grant purposes, Ajusted	247	46
Total Fund Equity	247	46
Total Liabilities and Fund Equity	$ 1,511,110	$ 856,846

CITY OF SENOIA, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
ARPA FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts			
Revenues:	Original Budget	Final Budget	Actual	Variance
Intergovernmental	$ 823,800	$ 823,800	$ 141,737	$ (682,063)
Interest	-	-	201	201
Total Revenue	823,800	823,800	141,938	(681,862)
Expenditures:				
Current				
Administration	-	-	-	-
Capital Outlay	823,800	823,800	141,737	682,063
Total Expenditures	823,800	823,800	141,737	682,063
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	-	201	201
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	-	201	201
Fund Balance - Beginning of Year, Adjusted	46	46	46	-
Fund Balance - End of Year	$ 46	$ 46	$ 247	$ 201

CITY OF SENOIA, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash	$ 2,643	$ 2,643
Total Assets	$ 2,643	$ 2,643
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ -	$ -
Unearned revenues	-	-
Total Liabilities	-	-
Fund Equity:		
Restricted for police activities	2,643	2,643
Total Fund Equity	2,643	2,643
Total Liabilities and Fund Equity	$ 2,643	$ 2,643

CITY OF SENOIA, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
CONFISCATED ASSETS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts			
Revenues:	Original Budget	Final Budget	Actual	Variance
Forfeitures	$ 2,400	$ 2,400	$ -	$ (2,400)
Interest	50	50	-	(50)
Total Revenue	2,450	2,450	-	(2,450)
Expenditures:				
Current				
Police activity	2,450	2,450	-	2,450
Capital Outlay	-	-	-	-
Total Expenditures	2,450	2,450	-	2,450
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	-	-	-
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Fund Balance - Beginning of Year	2,643	2,643	2,643	-
Fund Balance - End of Year	$ 2,643	$ 2,643	$ 2,643	$ -

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash	$ 214,569	$ 486,485
Due from other governments	8,312	262,007
Due from other funds	-	120,132
Total assets	$ 222,881	$ 868,624
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ 285,756
Due to other funds	3,850	-
	3,850	285,756
Deferred inflows of resources		
Unavailable revenues	-	84,939
Fund balance		
Reserved for specified purposes	219,031	497,929
Total fund balance	219,031	497,929
Total liabilities and fund balance	$ 222,881	$ 868,624

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
REVENUES		
Intergovernmental - Coweta County	$ -	$ -
Intergovernmental - DOT	579,964	719,660
Interest	47	124
Total revenues	580,011	719,784
EXPENDITURES		
Administrative	-	-
Capital Outlay -		
Administrative	4,725	5,347
Public Safety	-	-
Road and street projects	76,148	462,746
Park and recreation projects	778,036	551,219
Total expenditures	858,909	1,019,312
Excess of revenues over (under) expenditures	(278,898)	(299,528)
Other financing sources (uses)		
Transfers	-	-
Net change in fund balance	(278,898)	(299,528)
Fund Balance -		
Beginning	497,929	797,457
Ending	$ 219,031	$ 497,929

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #5 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2022

PROJECTS	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
City Hall	$ 120,000	$ 5,766	$ 4,725	$ 10,491	8.7%
Public Safety	200,000	63,344	-	63,344	31.7%
Road, streets, bridges and sidewalks	1,250,000	4,691,523	76,148	4,767,671	381.4%
Parks and Recreationsl	1,250,000	1,264,879	778,036	2,042,915	163.4%
Public Works	300,000	-	-	-	0.0%
	$ 3,120,000	$ 6,025,512	$ 858,909	$ 6,884,421	

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CITY OF SENOIA, GEORGIA
SPLOST 6 CAPITAL PROJECTS FUND
BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Cash	$ 2,250,422	$ 1,938,989
Due from other governments	196,738	179,335
Due from other funds	54,995	-
Total assets	$ 2,502,155	$ 2,118,324
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ -
Due to other funds	-	-
	-	-
Deferred inflows of resources		
Unavailable revenues	-	-
Fund balance		
Reserved for specified purposes	2,502,155	2,118,324
Total fund balance	2,502,155	2,118,324
Total liabilities and fund balance	$ 2,502,155	$ 2,118,324

CITY OF SENOIA, GEORGIA
SPLOST 6 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
REVENUES		
Intergovernmental - Coweta County	$ 1,069,525	$ 950,239
Intergovernmental - DOT	-	-
Interest	429	351
Total revenues	1,069,954	950,590
EXPENDITURES		
Administrative	-	176
Capital Outlay -		
General Government	9	-
Public Safety	-	-
Public Works	29,524	-
Road and street projects	587,750	-
Park and recreation projects	68,840	305,000
Total expenditures	686,123	305,176
Excess of revenues over (under) expenditures	383,831	645,414
Other financing sources (uses)		
Transfers	-	-
Net change in fund balance	383,831	645,414
Fund Balance -		
Beginning	2,118,324	1,472,910
Ending	$ 2,502,155	$ 2,118,324

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #6 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2022

PROJECTS	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
City Hall	$ -	$ 6,021	$ 9	$ 6,030	#DIV/0!
Public Safety	699,132	-	-	-	0.0%
Road, streets, bridges and sidewalks	1,500,000	-	587,750	587,750	39.2%
Parks and Recreation	1,435,000	305,000	68,840	373,840	26.1%
Public Works	300,000	59,987	29,524	89,511	29.8%
	$ 3,934,132	$ 371,008	$ 686,123	$ 1,057,131	

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CITY OF SENOIA, GEORGIA
DEVELOPMENT IMPACT FEE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
Assets		
Cash	$ 629,171	$ 933,993
Due from other governments	-	-
Due from other funds	-	2,531
Total Assets	$ 629,171	$ 936,524
Liabilities Deferred Inflows of Resources and Fund Equity		
Liabilities:		
Accounts payable	$ -	$ -
Unearned revenues	-	-
Due to other funds	15,278	-
	15,278	-
Deferred inflows of resources		
Unavailable revenues	-	-
Fund equity:		
Restricted for capital outlay	613,893	936,524
Total Fund Equity	613,893	936,524
Total Liabilities and Fund Equity	$ 629,171	$ 936,524

CITY OF SENOIA, GEORGIA
DEVELOPMENT IMPACT FEE FUND
SCHEDULE OF REVENUES AND EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2021

	2022			
	FINAL BUDGET	ACTUAL	VARIANCE	2021
Revenues				
Impact fees	$ 553,319	$ 228,622	$ (324,697)	$ 339,637
Intergovernmental	-	-	-	-
Interest	500	164	(336)	191
Total Revenues	553,819	228,786	(325,033)	339,828
Expenditures				
Current				
Bank charges	-	-	-	-
Administrative fees	3,880	3,880	-	-
Capital outlay				
Administration			-	-
Police	32,348	32,347	1	79,814
Library	27,870	27,870	-	168,754
Parks	489,721	487,320	2,401	168,947
Total Expenditures	553,819	551,417	2,402	417,515
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	(322,631)	(322,631)	(77,687)
Other Sources and (Uses)				
Transfers	-	-	-	-
Net change in fund balance	-	(322,631)	(322,631)	(77,687)
Fund Balance - Beginning	936,524	936,524	-	1,014,211
Fund Balance - End of Year	$ 936,524	$ 613,893	$ (322,631)	$ 936,524

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Cash	$ 2,000	$ 2,000
Receivables-		
Accounts (net)	167,552	159,628
Inventory	4,729	4,729
Due to other funds	560,546	727,608
Restricted assets		
Cash	91,874	91,764
Investments	109,436	109,149
Total current assets	936,137	1,094,878
Noncurrent assets		
Capital assets		
Land	45,647	45,647
Construction in progress	14,747	14,747
Improvements other than buildings	5,828,259	5,618,142
Buildings	289,955	270,317
Machinery and equipment	1,492,613	1,413,127
Vehicles	35,150	35,150
Accumulated depreciation	(3,266,850)	(3,054,081)
Capital assets (net of depreciation)	4,439,521	4,343,049
Total noncurrent assets	4,439,521	4,343,049
Total assets	5,375,658	5,437,927
Deferred items		
Deferred pension outflows	41,465	33,505
Total assets and deferred items	5,417,123	5,471,432

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
LIABILITIES		
Current liabilities		
Accounts payable	$ 21,322	$ 25,323
Accrued expenses		
Customer deposits	182,895	168,385
Salaries	11,033	7,909
Compensated absences	30,283	21,504
Due to other funds	-	-
Current liabilities payable from restricted assets		
Revenue bonds	-	-
Notes	-	51,365
Capital lease	-	-
Accrued interest	-	2,141
Total current liabilities	245,533	276,627
Long-term liabilities		
Revenue bonds	-	-
Notes payable	-	560,490
Capital lease	-	-
Net pension liability	125,426	40,753
Total long-term liabilities	125,426	601,243
Total liabilities	370,959	877,870
Deferred items		
Deferred pension inflows	29,690	45,043
Net Position		
Net investment in capital assets	4,439,521	3,731,194
Restricted under debt ordinance	201,310	200,913
Unrestricted	375,643	616,412
Total Net Position	$ 5,016,474	$ 4,548,519

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
OPERATING REVENUES		
Sales and service	$ 1,666,815	$ 1,391,001
Penalties	46,048	36,183
Miscellaneous	38,777	13,729
Total operating revenues	1,751,640	1,440,913
OPERATING EXPENSES		
Purchase of product	208,410	229,533
Salaries and related cost	655,740	404,257
Supplies and materials	166,184	132,574
Repairs and maintenance	105,839	148,003
Utilities	43,525	41,424
Administrative fees	100,616	100,616
Depreciation and amortization	212,769	197,528
Other	161,568	181,088
Total operating expenses	1,654,651	1,435,023
Operating income (loss)	96,989	5,890
Non-operating revenues and (expenses)		
Interest earned	397	657
Gain (Loss) on sale of capital asset	-	1,878
Interest expense	(1,914)	(107,791)
Total non-operating revenues (expenses)	(1,517)	(105,256)
Income before transfers and capital contributions	95,472	(99,366)
Capital contributions -		
Developers	230,746	355,738
Others	141,737	-
Transfers	-	-
Change in net position	467,955	256,372
NET POSITION - BEGINNING	4,548,519	4,292,147
NET POSITION - ENDING	$ 5,016,474	$ 4,548,519

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CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Cash received from customers and users	$ 1,758,226	$ 1,424,049
Cash paid to suppliers for goods and services	(990,455)	(926,222)
Cash paid to employees	(443,525)	(321,186)
Net cash provided from operating activities	324,246	176,641
Cash flows from investing activities:		
Interest received	397	657
(Purchase) / redemption of investments	(287)	(491)
Net cash from investing activities	110	166
Cash flows from non-capital financing activities:		
Transfers	-	-
Change in net pension liability and related deferred items	61,360	(4,430)
Change in due to/from other funds	167,062	316,657
Net cash flows from non-capital financing activities	228,422	312,227
Cash flows from capital financing activities:		
Proceeds from long-term debt	-	-
Principal payments on long-term debt	(611,855)	(690,858)
Interest paid	(4,055)	(108,147)
Capital contributions	230,746	355,738
Proceeds from sale of capital assets	-	8,000
Purchase / construction of capital assets	(167,514)	(323,187)
Net cash flows from capital financing activities	(552,678)	(758,454)
Net cash flows	100	(269,420)
Cash and cash equivalents - beginning	93,774	363,194
Cash and cash equivalents - ending	$ 93,874	$ 93,774

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2022	2021
Operating income (loss)	$ 96,989	$ 5,890
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	212,769	197,528
(Increase) decrease in receivables	(7,924)	(37,086)
(Increase) decrease in inventory	-	-
Increase (decrease) in accounts payable	(4,001)	(4,773)
Increase (decrease) in customer deposits	14,510	20,212
Increase (decrease) in accrued liabilities	11,903	(5,140)
Total adjustments	227,257	170,741
Net cash from operating activities	$ 324,246	$ 176,631
Non-cash transactions -		
Contribution of system improvements from ARPA Fund	$ 141,737	$ -

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Cash	$ 333,685	$ 333,625
Receivables-		
Accounts (net)	116,358	133,651
Other	22,605	-
Prepaid items	7,178	-
Due from other funds	381,045	1,095,596
Restricted assets		
Cash	2,009,114	1,954,864
Total current assets	2,869,985	3,517,736
Noncurrent		
Capital assets		
Land	1,430,674	1,430,674
Construction in progress	9,477,042	3,395,658
Improvements other than buildings	10,426,388	10,426,388
Vehicles	334,102	192,685
Machinery and equipment	813,259	734,429
Accumulated depreciation	(4,244,017)	(3,951,126)
Capital assets (net of depreciation)	18,237,448	12,228,708
Total assets	21,107,433	15,746,444
Deferred items		
Deferred pension outflows	24,724	19,978
Total assets and deferred items	21,132,157	15,766,422

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
LIABILITIES		
Current liabilities		
Accounts payable		
Trade	$ -	$ 12,528
Construction	740,000	546,702
Accrued compensated absences	13,039	16,259
Accrued salaries	7,642	4,405
Current liabilities payable from restricted assets		
Revenue bonds	135,000	111,293
Accrued interest	26,179	8,041
Total current liabilities	921,860	699,228
Long-term liabilities		
Revenue bonds	4,705,323	4,039,178
Notes	7,191,725	2,803,942
Net pension liability	74,787	24,300
Total long-term liabilities	11,971,835	6,867,420
Total liabilities	12,893,695	7,566,648
Deferred items		
Deferred pension inflows	17,703	26,858
Net Position		
Net investments in capital assets	6,205,400	5,274,295
Restricted as to debt covenants	2,009,114	1,954,864
Unrestricted	6,245	943,757
Total Net Position	$ 8,220,759	$ 8,172,916

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
OPERATING REVENUES		
Sales and service	$ 1,170,448	$ 952,102
Miscellaneous	71,771	100,278
Total operating revenues	1,242,219	1,052,380
OPERATING EXPENSES		
Salaries and related cost	447,430	305,331
Supplies and materials	37,800	38,529
Repairs and maintenance	85,876	105,816
Utilities	116,285	107,016
Administrative fees	100,616	100,616
Depreciation and amortization	292,891	268,167
Other	47,409	62,236
Total operating expenses	1,128,307	987,711
Operating income (loss)	113,912	64,669
Non-operating revenues and (expenses)		
Interest earned	1,272	1,285
Loan costs	(169,701)	(149,000)
Interest expense	(243,663)	(208,066)
Total non-operating revenues (expenses)	(412,092)	(355,781)
Income before transfers and capital contributions	(298,180)	(291,112)
Capital contributions -		
Community Development Block Grant	-	-
Developers	346,023	654,783
Change in net position	47,843	363,671
NET POSITION - BEGINNING	8,172,916	7,809,245
NET POSITION - ENDING	$ 8,220,759	$ 8,172,916

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CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Cash received from customers and users	$ 1,236,907	$ 1,038,271
Cash paid to suppliers for goods	(541,584)	(482,958)
Cash paid to employees	(313,521)	(222,233)
Net cash provided from operating activities	381,802	333,080
Cash flows from investing activities:		
Interest received	1,272	1,285
Net cash from investing activities	1,272	1,285
Cash flows from non-capital financing activities:		
Change in net pension liability and related deferred items	36,586	(2,640)
Change in due to/from other funds	714,551	(764,676)
Net cash flows from non-capital financing activities	751,137	(767,316)
Cash flows from capital financing activities:		
Proceeds from long-term debt	9,334,030	2,803,942
Payments on long-term debt	(4,230,471)	(106,523)
Interest paid	(251,449)	(203,086)
Loan costs	(169,701)	(149,000)
Purchase / construction of capital assets	(6,108,333)	(2,572,598)
Proceeds from disposition of assets	-	6,122
Capital contributions from developers	346,023	654,783
Net cash flows from capital financing activities	(1,079,901)	433,640
Net cash flows	54,310	689
Cash and cash equivalents - beginning	2,288,489	2,287,800
Cash and cash equivalents - ending	$ 2,342,799	$ 2,288,489

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2022	2021
Operating income (loss)	$ 113,912	$ 64,669
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	292,891	268,167
(Increase) decrease in receivables	(5,312)	(14,109)
(Increase) decrease in prepaid items	(7,178)	
Increase (decrease) in accounts payable	(12,528)	720
Increase (decrease) in accrued liabilities	17	13,633
Total adjustments	267,890	268,411
Net cash from operating activities	$ 381,802	$ 333,080
Non-cash transactions -		
Contribution of land from a developer to be used for the construction site of a new sewer plant.	$ -	$ -

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ 27,441	$ 28,013
Total current assets	27,441	28,013
Total assets	27,441	28,013
LIABILITIES		
Current liabilities		
Accounts payable	32,304	30,879
Total current liabilities	32,304	30,879
Long-term liabilities	-	-
Total liabilities	32,304	30,879
NET POSITION		
Investment in capital assets	-	-
Unrestricted	(4,863)	(2,866)
Total Net Position	$ (4,863)	$ (2,866)

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2022 AND 2021

	2022	2021
OPERATING REVENUES		
Charges for services	$ 419,920	$ 391,498
Total operating revenues	419,920	391,498
OPERATING EXPENSES		
Purchase of product	381,778	354,462
Administrative charges	35,567	71,470
Other	-	2,465
Total operating expenses	417,345	428,397
Operating income (loss)	2,575	(36,899)
Transfers	(4,572)	37,613
Change in net position	(1,997)	714
NET POSITION - BEGINNING	(2,866)	(3,580)
NET POSITION - ENDING	$ (4,863)	$ (2,866)

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Cash received from customers and users	$ 420,492	$ 388,120
Cash paid to suppliers for goods	(415,920)	(425,733)
Cash paid to employees	-	-
Net cash provided from operating activities	4,572	(37,613)
Cash flows from investing activities:		
Other	-	-
Net cash from investing activities	-	-
Cash flows from non-capital financing activities:		
Transfers	(4,572)	37,613
Net cash flows from non-capital financing activities	(4,572)	37,613
Cash flows from capital financing activities:		
Purchase of capital assets	-	-
Net cash flows from capital financing activities	-	-
Net cash flows	-	-
Cash and cash equivalents - beginning	-	-
Cash and cash equivalents - ending	$ -	$ -

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2022	2021
Operating income (loss)	$ 2,575	$ (36,899)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	-	-
(Increase) decrease in receivables	572	(3,378)
Increase (decrease) in accounts payable	1,425	2,664
Total adjustments	1,997	(714)
Net cash from operating activities	$ 4,572	$ (37,613)

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ 11,007	$ 12,074
Due from other funds	139,350	82,631
Total current assets	150,357	94,705
Noncurrent assets		
Capital assets -		
Land	175,461	175,461
Construction in progress	51,091	51,091
Equipment	2,250	-
Improvements other than buildings	834,917	822,277
Accumulated depreciation	(119,690)	(98,894)
Capital assets (net of depreciation)	944,029	949,935
Total assets	1,094,386	1,044,640
LIABILITIES		
Current liabilities		
Accounts payable	-	-
Due to other funds	-	-
Total current liabilities	-	-
Long-term liabilities	-	-
Total liabilities	-	-
NET POSITION		
Investment in capital assets	944,029	949,935
Unrestricted	150,357	94,705
Total Net Position	$ 1,094,386	$ 1,044,640

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2022 AND 2021

	2022	2021
OPERATING REVENUES		
Charges for services	$ 159,473	$ 155,623
Total operating revenues	159,473	155,623
OPERATING EXPENSES		
Professional fees	68,844	81,270
Administrative fees	20,000	20,000
Other	87	10,995
Depreciation	20,796	20,194
Total operating expenses	109,727	132,459
Operating income (loss)	49,746	23,164
Capital contributions -		
General and SPLOST Funds	-	-
Transfers	-	-
Change in net position	49,746	23,164
NET POSITION - BEGINNING	1,044,640	1,021,476
NET POSITION - ENDING	$ 1,094,386	$ 1,044,640

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Cash received from customers and users	$ 160,540	$ 153,420
Cash paid to suppliers for goods	(88,931)	(115,377)
Cash paid to employees	-	-
Net cash provided from operating activities	71,609	38,043
Cash flows from investing activities:		
Other	-	-
Net cash from investing activities	-	-
Cash flows from non-capital financing activities:		
Transfers	-	-
Increase in due to other funds	(56,719)	(19,469)
Net cash flows from non-capital financing activities	(56,719)	(19,469)
Cash flows from capital financing activities:		
Purchase of capital assets	(14,890)	(18,574)
Net cash flows from capital financing activities	(14,890)	(18,574)
Net cash flows	-	-
Cash and cash equivalents - beginning	-	-
Cash and cash equivalents - ending	$ -	$ -

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2022	2021
Operating income (loss)	$ 49,746	$ 23,164
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	20,796	20,194
(Increase) decrease in receivables	1,067	(2,203)
Increase (decrease) in accounts payable	-	(3,112)
Total adjustments	21,863	14,879
Net cash from operating activities	$ 71,609	$ 38,043
Non-cash transactions -		
Transfers of a completed capital project from Governmental-Type Funds to the Stormwater Fund.	$ -	$ -

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
Assets		
Assets:		
Cash	$ 120,550	$ 63,929
Accounts receivable	-	950
Due from primary government		
Restricted cash	-	23,227
Total Assets	$ 120,550	$ 88,106
Liabilities and Fund Equity		
Liabilities:		
Accounts payable	$ 270	$ 1,289
Accrxued expenditures	128	-
Unearned revenues	1,000	-
Customer deposits	1,850	1,850
Total Liabilities	3,248	3,139
Fund equity:		
Fund Balance -		
Restricted - Veteran purposes	36,237	23,227
Unassigned	81,065	61,740
Total Fund Equity	117,302	84,967
Total Liabilities and Fund Equity	$ 120,550	$ 88,106

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Revenues:		
Intergovernmental	$ 4,320	$ -
Events and promotions	131,369	94,340
Rents	22,200	22,200
Miscellaneous	422	-
Total Revenues	158,311	116,540
Expenditures:		
Salaries and wages	3,539	-
Purchased / contracted services	31,298	20,578
Supplies	842	5,338
Capital outlay	2,030	10,275
Event expenditures	57,562	37,252
Contributions	1,100	-
Debt service -		
Principal	28,282	5,250
Interest	1,423	1,880
Total Expenditures	126,076	80,573
Excess of revenues over (under) expenditures	32,235	35,967
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	32,235	35,967
Fund Balance - Beginning of year	84,967	49,000
Fund Balance - End of year	$ 117,202	$ 84,967

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2022 AND 2021

	2022	2021
Assets		
Assets:		
Cash	$ 5,979	$ 5,979
Accounts receivable	-	-
Note receivable	-	-
Total Assets	$ 5,979	$ 5,979
Liabilities and Fund Equity		
Liabilities:		
Due to primary government	$ 250	$ -
Total Liabilities	250	-
Fund equity:		
Fund Balance - Unassigned	5,729	5,979
Total Fund Equity	5,729	5,979
Total Liabilities and Fund Equity	$ 5,979	$ 5,979

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Revenues:		
From Primary Government	$ -	$ 320
Commissions	-	3,500
Total Revenues	-	3,820
Expenditures:		
Purchased / contracted services	250	320
Supplies	-	130
Payments to others - Façade Grants	-	-
Capital outlay	-	-
Debt service -		
Principal	-	-
Interest	-	-
Total Expenditures	250	450
Excess of revenues over (under) expenditures	(250)	3,370
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	(250)	3,370
Fund Balance - Beginning of year	5,979	2,609
Fund Balance - End of year	$ 5,729	$ 5,979

COMPLIANCE SECTION

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #5 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2022

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
City Hall	$ 120,000	$ 5,766	$ 4,725	$ 10,491	0.0%
Public Safety	200,000	63,344	-	63,344	31.7%
Roads, streets, bridges and sidewalks	1,250,000	4,691,523	76,148	4,767,671	381.4%
Parks and Recreation	1,250,000	1,264,879	778,036	2,042,915	163.4%
Public Works	300,000	-	-	-	0.0%
	$ 3,120,000	$ 6,025,512	$ 858,909	$ 6,884,421	

Note - Above expenditures include $3,239,037 of prior year and $579,964 of current year expenditures paid with grant funds.

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #6 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2022

PROJECT	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
Administrative	$ -	$ 6,021	$ 9	$ 6,030	0.0%
Public Safety	699,132	-	-	-	0.0%
Roads, streets, bridges and sidewalks	1,500,000	-	587,750	587,750	39.2%
Parks and Recreation	1,435,000	305,000	68,840	373,840	26.1%
Public Works	300,000	59,987	29,524	89,511	29.8%
	$ 3,934,132	$ 371,008	$ 686,123	$ 1,057,131	

CITY OF SENOIA, GEORGIA
SCHEDULE OF DEVELOPMENT IMPACT FEES
FOR THE YEAR ENDED DECEMBER 31, 2022

	LIBRARY	POLICE	PARKS	CIE COST RECOVERY	ADMIN	TOTAL
Receipts -						
Prior years	$ 434,986	$ 344,081	$ 1,778,473	$ 17,097	$ 75,767	$ 2,650,404
Current year	8,383	77,892	133,198	2,497	6,816	228,786
Total receipts	443,369	421,973	1,911,671	19,594	82,583	2,879,190
Expenditures -						
Prior years	415,499	283,506	950,747	8,940	55,188	1,713,880
Current year	27,870	32,347	487,320	-	3,880	551,417
Total expenditures	443,369	315,853	1,438,067	8,940	59,068	2,265,297
Balance at end of year	$ -	$ 106,120	$ 473,604	$ 10,654	$ 23,515	$ 613,893

Note - Expenditures are net of Federal and State grant revenues and interfund transfers / reimbursements of expenditures.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Mayor and Members of City Council
City of Senoia, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of City of Senoia, Georgia, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Senoia's basic financial statements and have issued our report thereon dated September 11, 2023.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses. We consider the deficiencies described as items 2022.001 and 2022.002 in the accompanying schedule of findings and questioned costs to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Senoia, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under Government Auditing Standards and described in the accompanying schedule of findings and questioned costs as item 2021.003.

City of Senoia, Georgia's Response to Findings

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

Purpose of this Report

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

James L. Whitaker, P.C.

Snellville, Georgia
September 11, 2023

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor and Members of City Council
City of Senoia, Georgia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Senoia, Georgia's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on City of Senoia, Georgia's major federal program for the year ended December 31, 2022. City of Senoia, Georgia's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Senoia, Georgia complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2022.

Basis for Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Senoia, Georgia and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on compliance for its major federal program. Our audit does not provide a legal determination of City of Senoia, Georgia's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City of Senoia, Georgia's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Senoia, Georgia's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Senoia, Georgia's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Senoia, Georgia's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Senoia, Georgia's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Senoia, Georgia's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022.002 to be a material weakness.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance, Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on City of Senoia, Georgia's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. City of Senoia, Georgia's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

James L. Whitaker, P.C.

Snellville, Georgia
September 11, 2023

CITY OF SENOIA, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures
U.S. Department of Transportation			
Passed through the Georgia Department of Transportation			
Highway Planning and Construction Cluster			
Federal-Aid Highway Program	20.205	P.I. #0012879	$ 497,217
Total Highway Planning and Construction Cluster			497,217
Total U.S. Department of Transportation			**497,217**
U.S. Environmental Protection Agency			
Passed through the Georgia Environmental Facilities Authority			
Clean Water State Revolving Fund Cluster			
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW2018001	4,398,944
Passed through the Georgia Environmental Facilities Authority			
Clean Water State Revolving Fund Cluster			
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW2022010	1,282,493
Total Clean Water State Revolving Fund Cluster			5,681,437
Total U.S. Environmental Protection Agency			**5,681,437**
U.S. Department of Treasury			
Georgia Governor's Office of Planning & Budget			
COVID-19 - American Rescue Plan	21.019	0010157	141,737
Total U.S. Department of Treasury			**141,737**
Total expenditures of federal awards			**$ 6,320,391**

See accompanying notes to schedule of expenditures of federal awards.

CITY OF SENOIA, GEORGIA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of City of Senoia, Georgia under programs of the federal government for the year ended December 31, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of City of Senoia, Georgia, it is not intended to and does not present the financial position, changes in net assets, or cash flows of City of Senoia, Georgia.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The City elected not to utilize the 10% de minimus indirect cost rate.

CITY OF SENOIA, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COST
FOR THE YEAR ENDED DECEMBER 31, 2022

SECTION I

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited weree prepared in accordance with GAAP	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	yes
Significant deficiency(ies) identified?	no
Noncompliance material to financial statements noted?	yes

Federal Awards

Internal Control over major federal programs:	
Material weakness(es) identified	yes
Significant deficiency(ies) identified?	no
Type of auditor's report issued on compliance for major federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	yes

Identification of major programs:

CFDA NUMBER	Name of Federal Program or Cluster
66.458	Capitalization Grants for Clean Water State Revolving Funds

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000
Auditee qualified as low-risk auditee	no

CITY OF SENOIA, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022

SECTION II

B. FINDINGS--FINANCIAL STATEMENT AUDITS		QUESTIONED COST
2021.003	**LMIG FUNDS TO BE TRANSFERRED TO THE SPLOST FUND WHERE RELATED EXPENDITURES WERE INCURRED**	
Condition:	Eligible expenditures for LMIG projects were paid out of the SPLOST 5 bank account. However, the LMIG monies were deposited into the General Fund bank account, therefore, the General Fund owes the SPLOST 5 fund $120,132 as of December 31, 2021. The same situation occurred in the SPLOST 6 Fund during f/y 2022 and as of December 31, 2022 the General Fund owed the SPLOST 6 Fund $54,995.	N/A
Criteria:	LMIG grant funds should be deposited into the fund that will be financing the eligible LMIG projects.	
Effect:	The General Fund owed the SPLOST 5 fund $120,132 as of December 31, 2021 and the SPLOST 6 Fund $54,995 as of December 31, 2022.	
Cause:	Supervisory personnel were not keeping track of LMIG funding and the related expenditures as to the proper fund accounting.	
Recommendation:	Management should implement controls over grant contracts and the related accounting to ensure transactions are being accounted for in proper funds of the City.	
View of responsible officials and planned corrective action:	Management agrees with the finding. Management will implement accounting controls over grant contracts to insure that the related grant funds received by the City and the related expenditures are recorded in the same fund.	
2022.001	**RECORDING OF VOIDED CHECKS**	
Condition:	A check prepared by the City during f/y 2022 was not properly voided in f/y 2022 when another check for the same invoice was prepared and mailed. The check was not voided until f/y 2023.	N/A
Criteria:	A check should be voided in the same fiscal year when it is determined to have been prepared in error and another check has been prepared to replace it.	
Effect:	The City operating bank account was understated by the amount of the check that should have been voided in the amount of $396,521. Construction in progress was overstated by the same amount.	
Cause:	A review of outstanding checks during the bank reconciliation process was not performed by accounting personnel.	
Recommendation:	Management should emphasize the importance of verifying the propriety of significant outstanding items on the bank reconciliations to its accounting personnel. In addition, training should be provided for the City's accounting staff for properly voiding of items to ensure the voided items are voided in the proper period.	
View of responsible officials and planned corrective action:	Management agrees with the finding. Management will provide accounting personnel with appropriate training on voiding bank items.	

CITY OF SENOIA, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022

SECTION II

B. FINDINGS--FINANCIAL STATEMENT AUDITS		QUESTIONED COST
2022.002	ERRORS IN LOAN REIMBURSEMENT REQUESTS	
Condition:	The City has two sewer system projects that are being financed through loans with the Georgia Environmental Facilities Authority (GEFA). The second project began construction before the "Notice of No Significant Impact (NONSI) was received and therefore drawdowns under the loan were only for the portion that was not affected by the NONSI. In May 2023, the City's engineering firm which prepares the reimbursement request, prepared a reimbursement request for the items that were not requested under previous requests due to the NONSI issue. The request was overstated by $19,000. In addition, various invoices related to the second project were included on reimbursement request under the first project totaling approximately $70,000. All of these errors were corrected prior to year end either by GEFA during their review of the reimbursement or by the City on subsequent reimbursement requests.	N/A
Criteria:	Reimbursement requests should be for eligible costs under the appropriate loan related project. The reimbursement requests should be prepared by the City designated employee or agent and reviewed and approved by management prior to being sent to GEFA for their review and reimbursement.	
Effect:	Even though all errors had been corrected prior to year end, several errors were made on the reimbursement request that eventually made its way to GEFA and were reimbursed to the City.	
Cause:	The errors were made either by the awarding contractors on these projects and/or by the engineering firm employed by the City to manage all aspects of the projects including all submittals, record keeping, invoicing and preparing the reimbursement request. In addition, the errors were not caught by city personnel that were charged with oversight of the project.	
Recommendation:	Management should provide continuing education for personnel to help with the procedures of reviewing and approving loan reimbursement requests.	
View of responsible officials and planned corrective action:	Management agrees with the finding. Management will ensure that employees responsible for reviewing and approving loan reimbursement requests are properly trained on eligible costs under each loan project. Management did take swift action in correcting the mistakes that were made.	

CITY OF SENOIA, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022

SECTION III

FEDERAL AWARDS FINDINGS AND QUESTIONED COST

		QUESTIONED COST
U.S. Environmental Protection Agency		
2022.002	**ERRORS IN LOAN REIMBURSEMENT REQUESTS**	
Condition:	The City has two sewer system projects that are being financed through loans with the Georgia Environmental Facilities Authority (GEFA). The second project began construction before the "Notice of No Significant Impact (NONSI) was received and therefore drawdowns under the loan were only for the portion that was not affected by the NONSI. In May 2023, the City's engineering firm which prepares the reimbursement request, prepared a reimbursement request for the items that were not requested under previous requests due to the NONSI issue. The request was overstated by $19,000. In addition, various invoices related to the second project were included on reimbursement request under the first project totaling approximately $70,000. All of these errors were corrected prior to year end either by GEFA during their review of the reimbursement or by the City on subsequent reimbursement requests.	N/A
Criteria:	Reimbursement requests should be for eligible costs under the appropriate loan related project. The reimbursement requests should be prepared by the City designated employee or agent and reviewed and approved by management prior to being sent to GEFA for their review and reimbursement.	
Effect:	Even though all errors had been corrected prior to year end, several errors were made on the reimbursement request that eventually made its way to GEFA and were reimbursed to the City.	
Cause:	The errors were made either by the awarding contractors on these projects and/or by the engineering firm employed by the City to manage all aspects of the projects including all submittals, record keeping, invoicing and preparing the reimbursement request. In addition, the errors were not caught by city personnel that were charged with oversight of the project.	
Recommendation:	Management should provide continuing education for personnel to help with the procedures of reviewing and approving loan reimbursement requests.	
View of responsible officials and planned corrective action:	Management agrees with the finding. Management will ensure that employees responsible for reviewing and approving loan reimbursement requests are properly trained on eligible costs under each loan project. Management did take swift action in correcting the mistakes that were made.	

CITY OF SENOIA, GEORGIA
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2022

2006.001 Receivable Reconciliation and Revenue Recognition

Condition: The City does not reconcile its receivables from such items as property taxes, probation fines and utility billings which could lead to errors and irregularities going undetected by employees in the normal course of performing their duties.

Context: During our audit work, significant adjustments have had to be made to adjust the general ledger balances in various receivable accounts to the detail subsidiary ledger listings.

Status: During 2022 the City made progress in implementing reconciliation procedures over its significant receivable balances. Utility billings and probation fines receivable currently have systems in place that provide reconciliation procedures. The City also has worked with Coweta County who has agreed to provide reports that will assist the City in determining the reasonableness of property taxes receivable.

2021.001 Material Amounts of Accounts Payable Not Recorded on the City's Books at Year End

Condition: The City did not record $947,869 of accounts payable owed by the City as of year end, of which, $829,706 were related to federal assistance programs.

Context: During our testing of the City's accounts payable, we noted significant invoices that had not been properly recorded as liabilities on the City's books. This understatement of accounts payable was due to a newly hired employee that had not been properly trained and was also not properly supervised.

Status: During 2022, our test of unrecorded liabilities proved that the City had made substantial improvement in the recording of accounts payable. No significant items were found to be unrecorded as of year-end. The accounting clerk responsible for accounts payable had receive training and was being properly supervised.

CITY OF SENOIA, GEORGIA
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2021

2021.002 Loan Cost Recorded in The Wrong Fund

Condition: Loan costs in the amount of $136,000 were recorded in the Water Fund instead of the Sewer Fund for which the related loan was incurred.

Context: During our testing of long-term debt issued in the Sewer Fund during 2021, we identified loan costs assessed by GEFA were recorded in the Water Fund when the loans were actually for sewer projects.

Status: Management has communicated with accounting personnel the importance of recording cost in the proper fund. With the hiring of an experienced finance director during 2020, the frequency of such errors is expected to diminish. Loan costs were recorded in the proper fund during f/y 2022.

2021.003 LMIG Funds To Be Transferred To The SPLOST Fund Where Related Expenditures Were Incurred

Condition: Eligible expenditures for LMIG projects were paid out of the SPLOST 5 bank account. However, the LMIG monies were deposited into the General Fund bank account, therefore, the General Fund owes the SPLOST 5 Fund $120,132 as of December 31, 2021.

Context: During our test of grant revenue and related expenditures, we noted that the LMIG funds that were deposited into the General Fund had not been used to help finance a street maintenance project that was paid for out of SPLOST 5 Fund monies.

Status: During the 2022 audit, we noticed that the same situation occurred in the SPLOST 6 Fund where the fund paid for a street maintenance project that was to be partially financed with an LMIG grant that was deposited into the General Fund bank account. Therefore, the General Fund owed the SPLOST 6 Fund $54,995 as of December 31, 2022.

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