



CITY OF
CONYERS, GEORGIA

Celebration of Community

Annual Comprehensive Financial Report

Year Ending June 30, 2021

www.conyersga.gov



CITY OF
CONYERS
Celebration of Community

City of Conyers, Georgia
Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2021

Prepared by:
Department of Finance & Administration

Chief Financial Officer: Isabel Rogers
CPA: Twan L. Leonard

**CITY OF CONYERS, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2021**

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INTRODUCTORY SECTION



**CITY OF
CONYERS**
Celebration of Community

TRANSMITTAL LETTER
CITY OF CONYERS
GEORGIA

November 22, 2021

To the Honorable Mayor, Members of the Governing Council, and Citizens of the City of Conyers:

Mayor
Vince Evans

City Council
Cleveland Stroud
Gerald Hinesley Sr.
Valyncia Smith
Connie Alsobrook

City Manager
Tony Lucas

Chief Financial Officer
Isabel Rogers

Chief of Operations
Brad Sutton

901 O'Kelly Street
Conyers, GA 30012
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State Law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the City of Conyers for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the City of Conyers. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Conyers has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Conyers' financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Conyers' comprehensive framework of internal controls, has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Conyers' financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Conyers for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Conyers' financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Conyers' MD&A can be found immediately following the report of the independent auditors.

Profile of the City

The City of Conyers is a municipal corporation created and existing under the laws of the State of Georgia. Conyers is located in the eastern edge of the Atlanta Metropolitan Area, approximately 24 miles east of the City of Atlanta. Conyers is the county seat of Rockdale County, and is the only incorporated city within Rockdale County. The City, originally chartered in 1854, presently has a land area of approximately 11.80 square miles. The City provides a full range of services to approximately 17,305 citizens. Included in these services are traditional municipal functions such as public police protection, sanitation services, security alarm monitoring and maintenance, culture and recreation, street maintenance, stormwater and environmental services.

Policy-making and legislative authority are vested in a governing council consisting of the mayor and five other members. The governing council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the city manager and the city attorney. The city manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. The council is elected on a non-partisan basis. Council members serve four-year staggered terms, with four council members elected every two years. The mayor is elected to serve a four-year term also. All of the council members are elected by district. The mayor is elected at large.

The annual budget serves as the foundation for the City's financial planning and control. The Chief Financial Officer may revise appropriations within each department; however, transfers of appropriations between departments and the appropriation of additional funds, require the special approval of the City Council in the form of a budget amendment.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Conyers operates.

Local economy: The City of Conyers currently has a stable economic environment and local indicators point to continued stability and growth. The region has a varied manufacturing and industrial base and the City's financial forecast for the next five years indicates stable economic growth. This analysis is based in large measure, on the financial trend analysis of key indicators such as taxable property values and population growth.

Tourism: Impact numbers provided by the U.S. Travel Association, who conduct an annual study for the Georgia Department of Economic Development (GDEcD), reflect that locally, tourists spent approximately \$136.86 million in Conyers and Rockdale County in fiscal year 2019. The county ranked 29th out of Georgia's 159 counties in the ranking of counties by tourists' expenditure levels.

Recent Development: The City continues to see growth in local development and commerce. Residential dwelling permits continue to be issued at a steady pace. Interest in redevelopment also continues. The completion of the new Conyers City Hall in 2020 is likely to be a catalyst for multi-use redevelopment in the areas of West Avenue, Hardin and O'Kelly streets and Olde Town Conyers.

Long Term Financial Planning

The City has developed a strategic plan that will focus on the following areas of priority: City Hall Master Plan, Community Identity, Quality of Life, Olde Towne, Transportation and Infrastructure, Recreation and Internal Operations. Public input was received to assist the City with developing this plan. The steps necessary for implementation have been developed and will serve as a guide to complete each area of priority.

Community Identity

Knowing who you are and determining how to tell that story to residents and visitors alike can be critical to community growth, development, and redevelopment. The “Celebration of Community” tagline and branding encourages citizens to celebrate its history and past, while embracing and celebrating the present and future. The first phase of new wayfinding signage was completed in the summer of 2019 that incorporates the “Celebration of Community” brand.

Quality of Life

The appearance of a community is where its story begins – what we see is our first impression and that contributes significantly to the quality of life of residents. Therefore, creating a high quality of life includes ensuring that existing codes to address issues such as blighted properties or litter are enforced equally and that other tools necessary to enhance quality of life are developed and implemented. Quality of life is also significantly enhanced if residents feel safe and secure in their homes, their neighborhoods, and within the larger community. Conyers code enforcement, working in cooperation with the Conyers Police Department, is aiding in enhancing quality of life for residents.

Olde Town

As one of the most attractive and well-known areas of Conyers, Olde Town has an identity that is worth protecting and growing. Olde Town Conyers is seeing a resurgence with the opening of new restaurants and businesses, the addition of overhead string lighting over Center and Commercial streets to create a welcoming ambiance, and popular signature events to attract residents and visitors to the downtown district.

Transportation and Infrastructure

Communities must constantly consider how to move people through and within their community and Conyers is no different. Whether by road, sidewalk, or trail; how it might connect to adjacent jurisdictions and what features and or amenities are necessary and needed along any given route all must be considered. These are not overnight projects, and great thought and planning must go into their complete execution. The City continues to identify various trail projects, traffic flow improvements, and infrastructure upgrades that will be implemented.

Recreation

Recreational opportunities in Conyers are certainly one of its greatest assets. The Olympic legacy of the Georgia International Horse Park (GIHP) and the amenities that have been added – such as the nature center and extensive trails – are certainly tourist attractions. However, it is important to maintain and update facilities as needed so that economic opportunities can be realized. Increasing awareness of the recreational opportunities offered at the GIHP can help develop and ensure the economic vitality of this outstanding resource. Other recreational assets of the community, such as Cherokee Run Golf Club, should also be enhanced to increase the opportunity for diversified economic activity.

Internal Operations

The tasks that are undertaken to ensure the smooth operation of the government itself take place behind the scenes and are often unknown and underappreciated. They are, however, no less important than other efforts. The City plans to create disaster recovery plans; develop and test mobile workforce model; and integrate new technologies.

Relevant Financial Policies

Throughout the years, the Finance Department administers the financial policies outlined by the council. These policies address fund balances, the use of onetime revenues, issuance of debt, purchasing and procurement, capital expenditures, cash and investment management, and accounting practices. In totality, these policies formulate the core criteria for which internal evaluations occur. Each year at the council retreat, the Chief Financial Officer is responsible for the reporting and addressing of the financial management of these policies.

Major Initiatives

Like most successful corporations and businesses, a municipality must have a strong, realistic budget and a budgeting process in place that lends itself to sound fiscal practices. The following are some of the projects that the mayor and council recognized as priorities for fiscal year 2022:

- Public Works and Transportation personnel continue to utilize SPLOST dollars and work closely with contractors on significant transportation improvement projects in the city limits. SPLOST funds are vital in funding projects, most notably in supplementing funding of a \$2.7 million resurfacing project on 11.89 miles of city streets. The department continues to successfully utilize funding from state agencies like the Georgia Department of Transportation's LMIG grant and apply funding to transportation projects.
- The Conyers Police Department continues to meet and exceed standards prescribed by the Commission on Accreditation for Law Enforcement Agencies (CALEA). In 2019, the CPD achieved CALEA reaccreditation with excellence. The department continues to see year-to-year decreases in crime and is working proactively to interact with the community through initiatives including neighborhood watch meetings, community clean-ups, bike rodeos, and more.
- With construction of the new Conyers City Hall at 901 O'Kelly Street complete and opened in December 2020, a construction management at risk request for proposal (CMAR RFQ) was issued for renovations to the Conyers Police Public Safety Complex. The complex renovations are expected to be completed in the spring of 2022.
- Several new residential developments and a long-awaited commercial redevelopment are underway that will change the face of Conyers. The Department of Planning and Inspection Services continues to work with developers on an apartment complex and a townhome development on the north side of the city limits, as well as residential developments including townhomes, single family homes and apartments on the south side of the city limits. Construction on Salem Gate Market, a commercial redevelopment with three retailers committed so far, is underway and expected to open in late 2021 or early 2022.

Awards and Acknowledgments

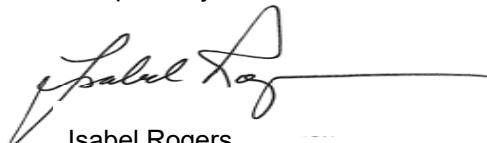
Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Conyers for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR), whose contents conform to program standards. Such ACFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City of Conyers has received a Certificate of Achievement for the last twenty-eight (28) consecutive years (fiscal years ended 1993-2020). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

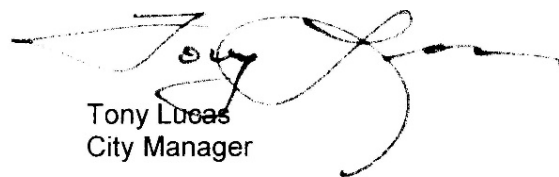
The Government Finance Officers Association of the United States and Canada (GFOA) presented an award for Distinguished Budget Presentation to the City of Conyers for its annual budget for the fiscal year ended June 30, 2021. The City of Conyers has received the Distinguished Budget award for the last twenty-nine (29) consecutive years, fiscal years beginning (1992-2021). In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communication device. The award is valid for a period of one year only. We believe our current budget continues to conform to program requirements and we have submitted it to GFOA to determine its eligibility for another award.

Acknowledgements: The preparation of the Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Department of Administration. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. We would also like to thank the Mayor and City Council for the support they have given us in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Isabel Rogers
Chief Financial Officer



Tony Lucas
City Manager



Government Finance Officers Association

Certificate of Achievement for
Excellence in Financial Reporting

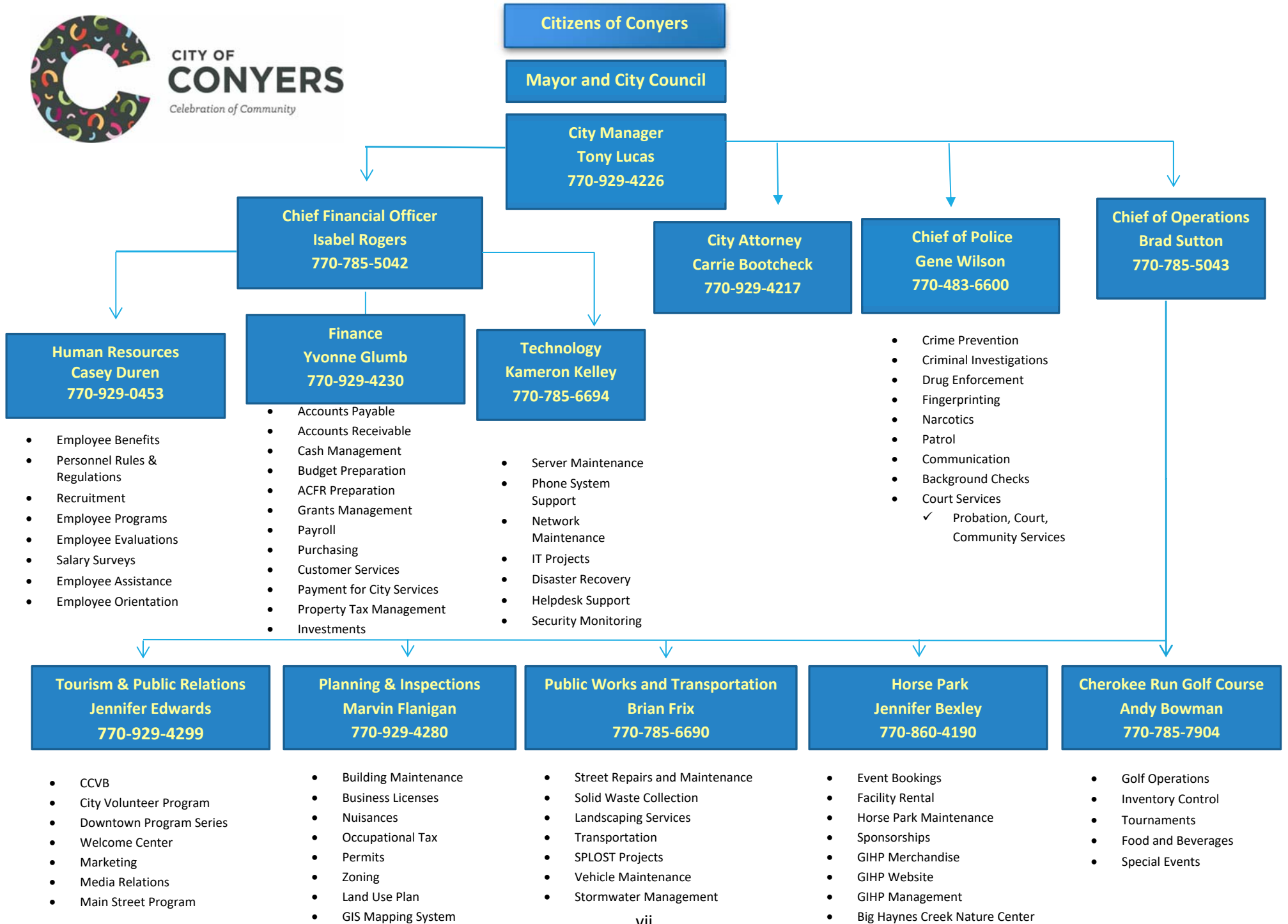
Presented to

City of Conyers, Georgia

For Its Comprehensive Annual Financial Report
For the Fiscal Year Ended, June 30, 2020

Christopher P. Morrill

Executive Director/CEO



- Employee Benefits
- Personnel Rules & Regulations
- Recruitment
- Employee Programs
- Employee Evaluations
- Salary Surveys
- Employee Assistance
- Employee Orientation

- Accounts Payable
- Accounts Receivable
- Cash Management
- Budget Preparation
- ACFR Preparation
- Grants Management
- Payroll
- Purchasing
- Customer Services
- Payment for City Services
- Property Tax Management
- Investments

- Server Maintenance
- Phone System Support
- Network Maintenance
- IT Projects
- Disaster Recovery
- Helpdesk Support
- Security Monitoring

- Crime Prevention
- Criminal Investigations
- Drug Enforcement
- Fingerprinting
- Narcotics
- Patrol
- Communication
- Background Checks
- Court Services
 - ✓ Probation, Court, Community Services

- CCVB
- City Volunteer Program
- Downtown Program Series
- Welcome Center
- Marketing
- Media Relations
- Main Street Program

- Building Maintenance
- Business Licenses
- Nuisances
- Occupational Tax
- Permits
- Zoning
- Land Use Plan
- GIS Mapping System

- Street Repairs and Maintenance
- Solid Waste Collection
- Landscaping Services
- Transportation
- SPLOST Projects
- Vehicle Maintenance
- Stormwater Management

- Event Bookings
- Facility Rental
- Horse Park Maintenance
- Sponsorships
- GIHP Merchandise
- GIHP Website
- GIHP Management
- Big Haynes Creek Nature Center

- Golf Operations
- Inventory Control
- Tournaments
- Food and Beverages
- Special Events

City of Conyers, Georgia
List of Elected and Appointed Officials
June 30, 2021

Elected Officials

Mayor
Council Member: District 1
Council Member: District 2 Post 1
Council Member: District 2 Post 2
Council Member: District 3
Council Member: District 4

Vince Evans
Cleveland Stroud
Vacant
Connie Alsobrook
Gerald Hinesley Sr.
Valyncia Smith

Appointed Officials

City Manager
Chief Financial Officer
Chief of Operations
City Attorney
Chief of Police
Director of Planning & Inspections
Director of Georgia International Horse Park
Director of Public Relations & Tourism
Director of Public Works & Transportation
Director of Human Resources
Director of Technology
Director of Golf/General Manager
Deputy Director of Finance
Deputy Director of Planning & Inspections
Deputy Chief of Police
City Clerk
CPA

Tony Lucas
Isabel Rogers
Brad Sutton
Carrie Bootcheck
Gene Wilson
Marvin Flanigan
Jennifer Bexley
Jennifer Edwards
Brian Frix
Casey Duren
Kameron Kelley
Andy Bowman
Yvonne Glumb
Scott Gaither
Scott Freeman
Christina Heyman
Twan Leonard

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

**To the Honorable Mayor and Members
of the City Council
Conyers, Georgia**

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

Opinions

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

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 14), the budgetary comparison information, infrastructure information, OPEB information, and pension information (on pages 69 through 77) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, balance sheet – component unit, statement of revenues, expenditures, and changes in fund balance – component unit, capital assets used in the operation of governmental funds – comparative schedules by source, capital assets used in the operation of governmental funds – schedule by function and activity, capital assets used in the operation of governmental funds – schedule of changes by function and activity, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia Annotated §48-8-121, and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

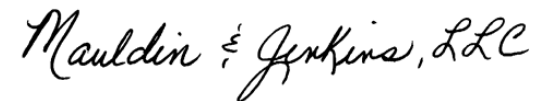
The combining and individual nonmajor fund financial statements and schedules, schedules of expenditures of special purpose local option sales tax proceeds, schedule of expenditures of federal awards, balance sheet – component unit, statement of revenues, expenditures, and changes in fund balance – component unit, capital assets used in the operation of governmental funds – comparative schedules by source, capital assets used in the operation of governmental funds – schedule by function and activity, and capital assets used in the operation of governmental funds – schedule of changes by function and activity are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, schedules of special purpose local option sales tax proceeds, schedule of expenditures of federal awards, balance sheet – component unit, statement of revenues, expenditures, and changes in fund balance – component unit, capital assets used in the operation of governmental funds – comparative schedules by source, capital assets used in the operation of governmental funds – schedule by function and activity, and capital assets used in the operation of governmental funds – schedule of changes by function and activity are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and the statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City's basic financial statements for the year ended June 30, 2020, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information in our report dated November 18, 2020. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The partial comparative information included in the capital assets used in the operation of governmental funds – comparative schedules by source for the year ended June 30, 2020, 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 2020 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 2020 partial comparative information included in the capital assets used in the operation of governmental funds – comparative schedules by source is 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 November 22, 2021, on our consideration of the City'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'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 the City's internal control over financial reporting and compliance.



Macon, Georgia
November 22, 2021

Management's Discussion and Analysis

As management of the City of Conyers, we offer readers of the City of Conyers' financial statements this narrative overview and analysis of the financial activities of the City of Conyers for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report.

Financial Highlights

- The City of Conyers total assets and deferred outflows exceeded its total liabilities and deferred inflows by \$32,148,344 (net position).
- The City's total net position decreased by \$692,438.
- As of the close of the current fiscal year, the City of Conyers' governmental funds reported combined ending fund balances of \$12,325,693 a decrease in fund balance of \$2,131,102 in comparison with the prior year.
- The City's long-term liabilities increased by \$4.3 million which is mainly due to the increase in the OPEB calculation.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Conyers' basic financial statements. The City of Conyers' basic financial statements comprise 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 Conyers' finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the City of Conyers' assets, liabilities, and deferred inflows/outflows of resources, with the difference 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 of Conyers 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 flow in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Conyers 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 Conyers include general government, public safety and communications, public works, and culture and recreation. The business-type activities of the City of Conyers include sanitation, stormwater, landfill, and golf operations. The government-wide financial statements can be found beginning on page 16 of this report.

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 of Conyers, 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 Conyers 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 *governmental funds* and *governmental activities*.

The City of Conyers maintains seven individual governmental 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 the general fund, the capital projects fund, and SPLOST capital project fund which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor

governmental funds is provided in the form of *combining statements* elsewhere in this report. The basic governmental fund financial statements can be found beginning on page 18 of this report.

Proprietary funds. The City of Conyers maintains only one type of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Conyers uses enterprise funds to account for its Sanitation, Stormwater, Landfill, and Golf operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sanitation, stormwater, landfill, and golf operations, all of which are considered to be major funds of the City of Conyers. The basic proprietary fund financial statements can be found beginning on page 24 of this report.

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. The notes to the financial statements can be found beginning on page 29 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. The City of Conyers adopts an annual appropriated budget for its governmental funds except the capital projects funds. The capital project fund budget is adopted on the project length basis. A budgetary comparison schedule has been provided for the governmental funds to demonstrate compliance with this budget. Information about the City's infrastructure assets reported using the modified approach is also presented. The City also presents information concerning the City of Conyers' progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning on page 68 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information about the City's infrastructure assets reported using the modified approach. Combining and individual fund statements and schedules can be found beginning on page 78 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Conyers, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$32,148,344 at the close of the most recent fiscal year.

By far the largest portion of the City of Conyers’ net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The City of Conyers uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Conyers’ investment in its 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.

City of Conyers’ Net Position

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
	Current and other assets	\$ 14,969,924	\$ 18,896,325	\$ 627,244	\$ 403,120	\$ 15,597,168
Capital assets	57,081,935	54,413,634	4,567,458	4,487,032	61,649,393	58,900,666
Total assets	72,051,859	73,309,959	5,194,702	4,890,152	77,246,561	78,200,111
Deferred Outflows of Resources	10,357,237	7,987,884	327,184	261,321	10,684,421	8,249,205
Long-term liabilities outstanding	49,665,854	45,429,297	1,050,053	979,769	50,715,907	46,409,066
Other liabilities	1,613,776	3,151,579	681,419	690,795	2,295,195	3,842,374
Total liabilities	51,279,630	48,580,876	1,731,472	1,670,564	53,011,102	50,251,440
Deferred Inflows of Resources	2,746,755	3,350,113	24,781	6,981	2,771,536	3,357,094
Net position:						
Net investment in capital assets	43,554,234	45,329,032	4,567,458	4,487,032	48,121,692	49,816,064
Restricted	5,582,267	9,380,985	-	-	5,582,267	9,380,985
Unrestricted	(20,753,790)	(25,343,163)	(801,825)	(1,013,104)	(21,555,615)	(26,356,267)
Total net position	\$ 28,382,711	\$ 29,366,854	\$ 3,765,633	\$ 3,473,928	\$ 32,148,344	\$ 32,840,782

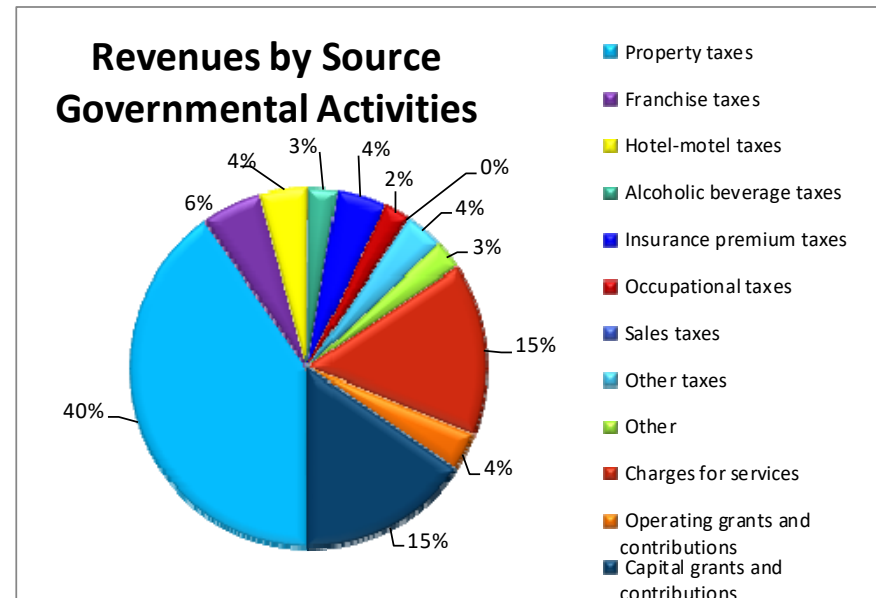
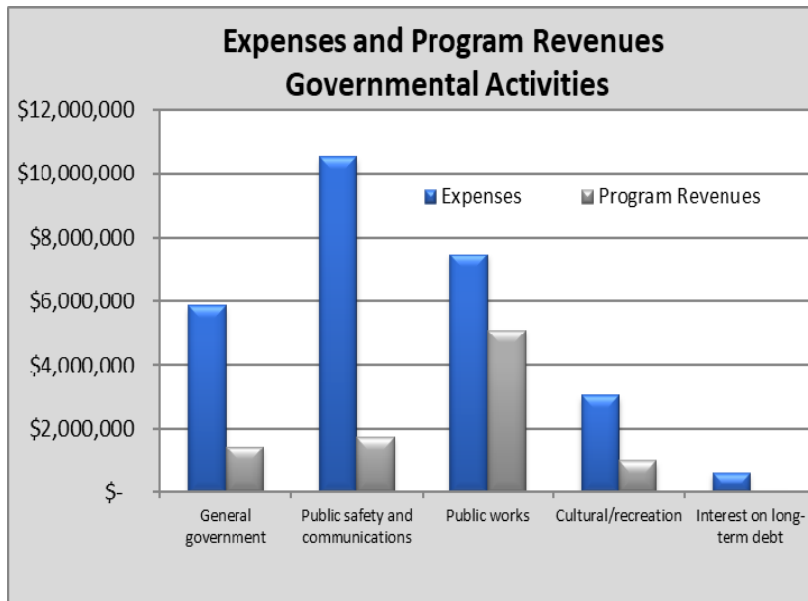
The net position of the City’s governmental activities decreased by 3.4% (\$28,382,711 compared to \$29,366,854). Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – changed from (\$25,343,163) at June 30, 2020 to (\$20,753,790) at the end of this year. The net position of our business-type activities increased by \$291,705 compared to an increase of \$167,612 in the prior year.

City of Conyers' Changes in Net Position

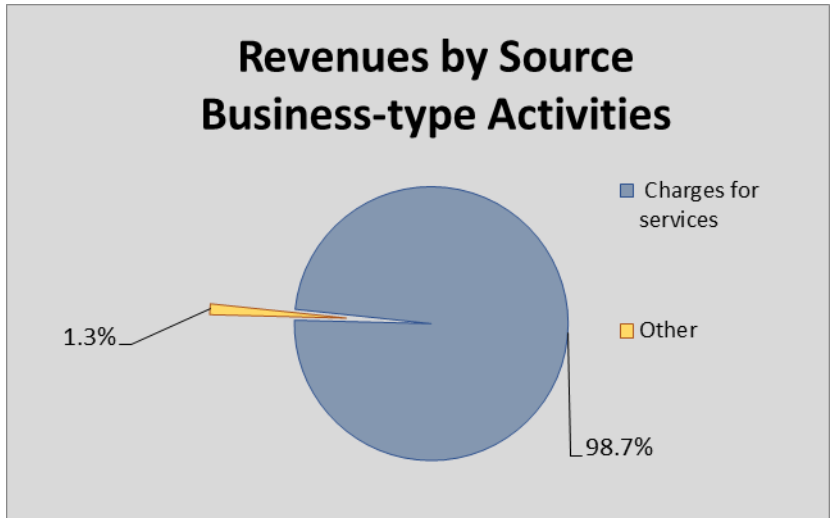
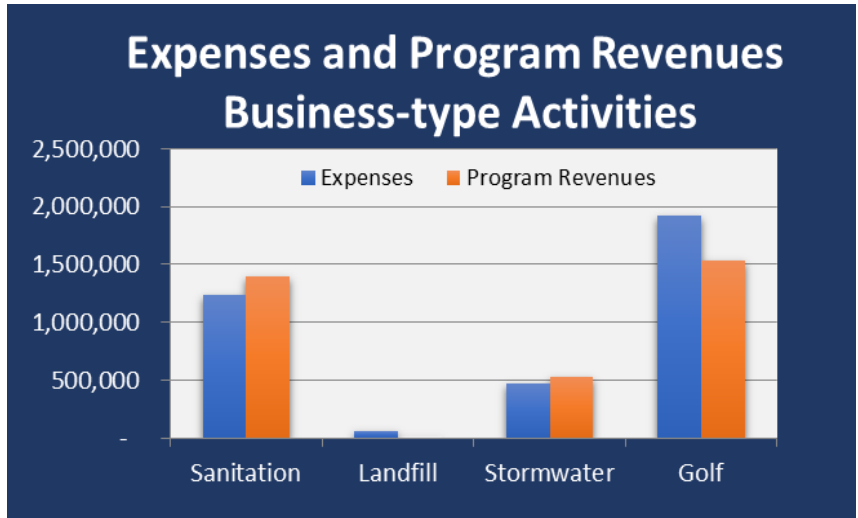
	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Revenues:						
Program revenues						
Charges for services	\$ 4,155,030	\$ 4,462,434	\$ 3,461,139	\$ 3,032,570	\$ 7,616,169	\$ 7,495,004
Operating grants and contributions	961,491	284,743	-	-	961,491	284,743
Capital grants and contributions	4,149,174	3,728,351	-	-	4,149,174	3,728,351
General revenues:						
Property taxes	10,867,088	10,126,572	-	-	10,867,088	10,126,572
Franchise taxes	1,497,924	1,534,359	-	-	1,497,924	1,534,359
Hotel-motel taxes	1,166,525	1,074,890	-	-	1,166,525	1,074,890
Alcoholic beverage taxes	694,947	625,864	-	-	694,947	625,864
Insurance premium taxes	1,223,786	1,160,370	-	-	1,223,786	1,160,370
Occupational taxes	628,678	596,820	-	-	628,678	596,820
Other taxes	965,865	776,722	-	-	965,865	776,722
Other	<u>710,573</u>	<u>926,636</u>	<u>44,438</u>	<u>27,684</u>	<u>755,011</u>	<u>954,320</u>
Total revenues	<u>27,021,081</u>	<u>25,297,761</u>	<u>3,505,577</u>	<u>3,060,254</u>	<u>30,526,658</u>	<u>28,358,015</u>
Expenses						
General government	5,862,866	5,288,058	-	-	5,862,866	5,288,058
Public safety and communications	10,527,661	8,165,317	-	-	10,527,661	8,165,317
Public works	7,462,777	2,886,864	-	-	7,462,777	2,886,864
Cultural/recreation	3,049,880	2,635,264	-	-	3,049,880	2,635,264
Interest on long-term debt	625,181	656,947	-	-	625,181	656,947
Sanitation	-	-	1,239,369	1,259,711	1,239,369	1,259,711
Landfill	-	-	63,365	39,479	63,365	39,479
Stormwater	-	-	467,321	323,211	467,321	323,211
Golf	-	-	1,920,676	1,756,921	1,920,676	1,756,921
Total expenses	<u>27,528,365</u>	<u>19,632,450</u>	<u>3,690,731</u>	<u>3,379,322</u>	<u>31,219,096</u>	<u>23,011,772</u>
Change in net position before transfers	(507,284)	5,665,311	(185,154)	(319,068)	(692,438)	5,346,243
Transfers	<u>(476,859)</u>	<u>(486,680)</u>	<u>476,859</u>	<u>486,680</u>	<u>-</u>	<u>-</u>
Change in net position	(984,143)	5,178,631	291,705	167,612	(692,438)	5,346,243
Net position beginning of the year	<u>29,366,854</u>	<u>24,188,223</u>	<u>3,473,928</u>	<u>3,306,316</u>	<u>32,840,782</u>	<u>27,494,539</u>
Net position ending of the year	<u>\$ 28,382,711</u>	<u>\$ 29,366,854</u>	<u>\$ 3,765,633</u>	<u>\$ 3,473,928</u>	<u>\$ 32,148,344</u>	<u>\$ 32,840,782</u>

The City's total revenues increased by 7.6% (\$2,168,643). The primary factor for the increase in revenues is related to the increase in the property taxes and the receipt of a federal grant for COVID-19 relief efforts. The total cost of all programs and services increased by 35.7% (\$8,207,324). The primary factor for the increase in programs and services is related to the increase in capital projects and the increase in OPEB calculations because of valuation assumption changes.

Governmental activities. Governmental activities decreased the City of Conyers' net position by \$984,143.



Business-type activities – Revenues for the City’s business-type activities increased by \$445,323 (\$3,505,577 in 2021 compared to (\$3,060,254 in 2020) and expenses increased by \$311,409 (\$3,690,731 in 2021 compared to \$3,379,322 in 2020). The increase in revenues is mainly due to increased golf revenues and the increase in expenses is mainly due to increased stormwater project expenses and golf expenses.



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the City of Conyers' governmental funds reported combined ending fund balances of \$12,325,693 a decrease in the fund balance of \$2,131,102 in comparison with the prior year. Of this amount, \$3,470,463 is unassigned fund balance. The remainder of fund balance is not available for new spending because it has already been restricted or assigned, or is nonspendable. The decrease in fund balance is mainly due to increased expenditures during the year.

The general fund is the chief operating fund of the City of Conyers. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3,470,463 while total fund balance reached \$6,743,426. As a measure of the general fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 37.5% of total general fund expenditures.

The fund balance of the City of Conyers' general fund increased by \$1,667,616 during the current fiscal year. The key factor in this increase is mainly due to the increase in property tax revenues.

The capital project fund accounts for acquisition and construction of the City's municipal complex. At fiscal year end, the fund balance was \$29,436. The entire balance is restricted for the completion of the City's municipal and public safety facilities. The decrease is due to the completion of the City's municipal building.

The SPLOST capital projects fund accounts for capital projects financed by a one percent sales and use tax. At fiscal year end, the fund balance was \$3,653,783, an increase of \$410,441. The main factor for the increase was increased SPLOST revenue. The entire balance is restricted to the completion of capital projects as established by the SPLOST committee and the mayor and council prior to approval of the 1% sales tax.

The emergency telephone system fund has a total fund balance of \$59,281. The net decrease in fund balance during the current year in the emergency telephone system fund was \$375.

The forfeited assets fund has a total fund balance of \$184,636. The net decrease in fund balance during the current year in the forfeited assets fund was \$71,455. The entire balance is restricted for public safety.

The hotel/motel fund has a total fund balance of \$1,642,531 which is restricted to promote tourism by developing the Big Haynes Creek Nature Center. The net increase in the fund balance during the current year in the hotel/motel fund was \$148,335. Of the 8% that the City collects from hotel/motel tax, 1 1/3 is dedicated to the development of a Nature Center.

The debt service fund has a total fund balance of \$12,600. The entire balance is restricted for the principal and interest on 2018 general obligation bonds.

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

Unrestricted net position of the sanitation fund at the end of the year amounted to (\$204,917), the landfill operations amounted to (\$14,198), the stormwater amounted to (\$225,433), and the golf amounted to (\$357,277). The total increase (decrease) in net position for all four funds was \$121,449, \$37,850, \$65,176 and \$67,230 respectively. Other factors concerning the finances of these four funds have already been addressed in the discussion of the City of Conyers' business-type activities.

General Fund Budgetary Highlights

Budget to actual variances within the General Fund occur due to unforeseen revenues or expenditures. The significant variances in 2021 include:

- Administration expenses increased due to expenses related to COVID-19 personal protection equipment and related expenses and increased fiscal agent fees.
- Technology expenses increased due to police technology and telephone expenses.
- Public safety expenses increased due to increased police equipment purchases.
- Planning and city services/inspections and GIHP administration expenses increased due to worker's compensation and liability insurance.

Capital Assets and Debt Administration

Capital assets. The City of Conyers' investment in capital assets for its governmental and business type activities as of June 30, 2021, amounts to \$61,649,393 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, and infrastructure acquired after July 1, 2003. The total change in the City of Conyers'

investment in capital assets for the current fiscal year was a \$2,668,301 increase for governmental activities and a \$80,426 increase for business-type activities.

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

- Administration incurred nearly \$3.7 million for completion of the City’s municipal complex.
- Construction in progress decreased by nearly \$16 million during the year due to the following reclassifications: \$5.7 million for the Hardin O’Kelley Street infrastructure project; \$9.3 million for the City’s municipal complex building; and \$1 million for the public safety software equipment.

City of Conyers’ Capital Assets
(net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land	\$ 13,004,483	\$ 12,812,443	\$ 1,915,577	\$ 1,915,577	\$ 14,920,060	\$ 14,728,020
Construction in progress	592,522	16,584,586	-	-	592,522	16,584,586
Buildings	16,655,860	3,519,865	806,255	893,005	17,462,115	4,412,870
Improvements other than buildings	13,824,169	13,342,845	-	-	13,824,169	13,342,845
Infrastructure	7,660,133	2,280,924	-	-	7,660,133	2,280,924
Equipment	5,344,768	5,872,971	320,807	130,532	5,665,575	6,003,503
Stormwater control	-	-	1,524,819	1,547,918	1,524,819	1,547,918.00
	<u>\$ 57,081,935</u>	<u>\$ 54,413,634</u>	<u>\$ 4,567,458</u>	<u>\$ 4,487,032</u>	<u>\$ 61,649,393</u>	<u>\$ 58,900,666</u>

As allowed by GASB Statement No. 34, the City has adopted an alternative process for recording depreciation expense on selected infrastructure assets. Under this alternative method, referred to as the modified approach, the City expenses certain maintenance and preservation costs and does not report depreciation expense. Assets accounted for under the modified approach include the City’s network of roads, signs, lighting, culverts, fencing, etc. The City is responsible for maintaining 144 lane miles of roads.

The City’s goal is to have no more than 15% of roads in “poor” or “very poor” condition. The most recent condition assessment, completed in March 2021, indicated that 3.9% of roads were considered poor or very poor.

In the City’s fiscal year 2021 capital outlay budget, estimated spending was \$2,000,000 for maintenance projects. More detailed information about the City’s capital assets is presented in Notes A.8 and E to the financial statements.

Long-term debt

	City of Conyers’ Outstanding Debt					
	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
GMA COP capital leases	3,555,000	3,555,000	-	-	3,555,000	3,555,000
2018 General obligation bonds	12,005,000	12,510,000	-	-	12,005,000	12,510,000
Bond premium	627,614	691,523	-	-	627,614	691,523
OPEB	24,835,766	19,809,825	-	-	24,835,766	19,809,825
Net pension liability	7,135,054	7,131,959	792,783	620,170	7,927,837	7,752,129
Compensated absences	842,135	859,919	57,270	59,599	899,405	919,518
Capital leases	665,285	871,071	-	-	665,285	871,071
Landfill postclosure care liability	-	-	200,000	300,000	200,000	300,000
	<u>\$ 49,665,854</u>	<u>\$ 45,429,297</u>	<u>\$ 1,050,053</u>	<u>\$ 979,769</u>	<u>\$ 50,715,907</u>	<u>\$ 46,409,066</u>

The City of Conyers’ total long-term debt increased by \$4,306,841 during the current fiscal year. The increase is mainly due to the OPEB liability.

Additional information on the City of Conyers’ long-term debt can be found in note F to the financial statements.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for the City of Conyers is currently 3.7%, versus 9.2% a year ago. This compares to the state’s average unemployment rate of 3.5% and the national average rate of 5.2%.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the City of Conyers’ budget for the 2021 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City of Conyers’ finances for all those with an interest in the City’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Conyers Administration Office, 901 O’Kelly Street, Conyers, Georgia 30012.

BASIC FINANCIAL STATEMENTS

City of Conyers, Georgia
STATEMENT OF NET POSITION
June 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	The Conyers Downtown Development Authority
ASSETS				
Cash and cash equivalents	\$ 9,101,837	\$ 313,030	\$ 9,414,867	\$ 200,505
Investments	2,666,987	-	2,666,987	-
Receivables (net)	1,691,627	215,968	1,907,595	-
Inventory	-	79,612	79,612	-
Prepaid items	196,406	38,561	234,967	367
Internal balances	19,927	(19,927)	-	-
Assets held for resale	418,046	-	418,046	171,348
Fair value of interest rate swap	875,094	-	875,094	-
Capital assets not being depreciated	15,877,929	1,915,577	17,793,506	-
Capital assets, net of accumulated depreciation	41,204,006	2,651,881	43,855,887	-
Total assets	<u>72,051,859</u>	<u>5,194,702</u>	<u>77,246,561</u>	<u>372,220</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension	2,944,660	327,184	3,271,844	-
OPEB	7,412,577	-	7,412,577	-
Total deferred outflows of resources	<u>10,357,237</u>	<u>327,184</u>	<u>10,684,421</u>	<u>-</u>
LIABILITIES				
Accounts payable and accrued liabilities	\$ 1,002,176	\$ 125,271	\$ 1,127,447	\$ -
Accrued salaries	538,510	37,344	575,854	-
Unearned revenue	73,090	518,804	591,894	-
Long-term liabilities				
Due within one year	939,113	114,317	1,053,430	6,396
Due in more than one year	48,726,741	935,736	49,662,477	380,233
Total liabilities	<u>51,279,630</u>	<u>1,731,472</u>	<u>53,011,102</u>	<u>386,629</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred change in fair value of hedging derivative instruments	875,094	-	875,094	-
Pension	223,039	24,781	247,820	-
OPEB	1,648,622	-	1,648,622	-
Total deferred inflows of resources	<u>2,746,755</u>	<u>24,781</u>	<u>2,771,536</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	43,554,234	4,567,458	48,121,692	-
Restricted for:				
Capital projects	3,683,219	-	3,683,219	-
Cultural/recreation	1,642,531	-	1,642,531	-
Debt service	12,600	-	12,600	-
Public safety	243,917	-	243,917	-
Unrestricted (deficit)	(20,753,790)	(801,825)	(21,555,615)	(14,409)
Total net position	<u>\$ 28,382,711</u>	<u>\$ 3,765,633</u>	<u>\$ 32,148,344</u>	<u>\$ (14,409)</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF ACTIVITIES

For the year ended June 30, 2021

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit The Conyers DDA
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Primary Government		Total	
					Governmental Activities	Business-Type Activities		
Primary government:								
Governmental activities:								
General government	\$ 5,862,866	\$ 570,085	\$ 863,451	\$ -	\$ (4,429,330)	-	\$ (4,429,330)	
Public safety and communications	10,527,661	1,681,012	70,168	-	(8,776,481)	-	(8,776,481)	
Public works	7,462,777	940,610	-	4,149,174	(2,372,993)	-	(2,372,993)	
Cultural/recreation	3,049,880	963,323	27,872	-	(2,058,685)	-	(2,058,685)	
Interest on long-term debt	625,181	-	-	-	(625,181)	-	(625,181)	
Total governmental activities	<u>27,528,365</u>	<u>4,155,030</u>	<u>961,491</u>	<u>4,149,174</u>	<u>(18,262,670)</u>	<u>\$ -</u>	<u>(18,262,670)</u>	
Business-type activities:								
Sanitation	1,239,369	1,390,818	-	-	-	\$ 151,449	\$ 151,449	
Landfill	63,365	-	-	-	-	(63,365)	(63,365)	
Stormwater	467,321	532,497	-	-	-	65,176	65,176	
Golf	1,920,676	1,537,824	-	-	-	(382,852)	(382,852)	
Total business-type activities	<u>3,690,731</u>	<u>3,461,139</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(229,592)</u>	<u>(229,592)</u>	
Total primary government	<u>\$ 31,219,096</u>	<u>\$ 7,616,169</u>	<u>\$ 961,491</u>	<u>\$ 4,149,174</u>	<u>(18,262,670)</u>	<u>(229,592)</u>	<u>(18,492,262)</u>	
Component unit:								
The Conyers DDA	\$ 11,415	\$ 39,193	\$ -	\$ -			27,778	
Total component unit	<u>\$ 11,415</u>	<u>\$ 39,193</u>	<u>\$ -</u>	<u>\$ -</u>			<u>27,778</u>	
General revenues:								
Taxes:								
Property taxes					10,867,088	-	10,867,088	
Franchise taxes					1,497,924	-	1,497,924	
Hotel-motel taxes					1,166,525	-	1,166,525	
Alcoholic beverage taxes					694,947	-	694,947	
Insurance premium taxes					1,223,786	-	1,223,786	
Occupational taxes					628,678	-	628,678	
Other taxes					965,865	-	965,865	
Interest and investment earnings					235,273	82	235,355	
Miscellaneous					475,300	44,356	519,656	
Transfers					(476,859)	476,859	-	
Total general revenues and transfers					<u>17,278,527</u>	<u>521,297</u>	<u>17,799,824</u>	
Change in net position					(984,143)	291,705	(692,438)	
Net position beginning of the year					29,366,854	3,473,928	32,840,782	
Net position ending of the year					<u>\$ 28,382,711</u>	<u>\$ 3,765,633</u>	<u>\$ 32,148,344</u>	
							<u>(14,409)</u>	

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2021

	<u>General</u>	<u>Hotel/ Motel</u>	<u>Capital Project</u>	<u>SPLOST Capital Project</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 3,738,305	\$ 1,600,166	\$ 30,597	\$ 3,528,538	\$ 204,231	\$ 9,101,837
Investments	2,666,987	-	-	-	-	2,666,987
Receivables - net of allowances for uncollectible accounts						
Accounts	212,271	-	-	-	73,944	286,215
Taxes	517,686	132,521	-	-	-	650,207
Police fines	85,055	-	-	-	-	85,055
Intergovernmental	1,305	-	-	668,845	-	670,150
Prepaid items	187,930	8,476	-	-	-	196,406
Due from other funds	242,356	-	-	-	5,136	247,492
Assets held for resale	418,046	-	-	-	-	418,046
	<u>418,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>418,046</u>
 Total assets	 <u>\$ 8,069,941</u>	 <u>\$ 1,741,163</u>	 <u>\$ 30,597</u>	 <u>\$ 4,197,383</u>	 <u>\$ 283,311</u>	 <u>\$ 14,322,395</u>

Continued

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

BALANCE SHEET - GOVERNMENTAL FUNDS - CONTINUED

June 30, 2021

	<u>General</u>	<u>Hotel/ Motel</u>	<u>Capital Project</u>	<u>SPLOST Capital Project</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 454,894	\$ 4,137	\$ 1,161	\$ 419,091	\$ 4,860	\$ 884,143
Accrued salaries	497,327	20,777	-	-	20,406	538,510
Unearned revenue	73,090	-	-	-	-	73,090
Due to other funds	27,810	73,718	-	124,509	1,528	227,565
Total liabilities	<u>1,053,121</u>	<u>98,632</u>	<u>1,161</u>	<u>543,600</u>	<u>26,794</u>	<u>1,723,308</u>
Deferred inflows of resources:						
Unavailable revenue-property taxes	273,394	-	-	-	-	273,394
Total deferred inflows of resources	<u>273,394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>273,394</u>
Fund balances:						
Nonspendable	605,976	8,476	-	-	-	614,452
Restricted	2,666,987	1,634,055	29,436	3,653,783	256,517	8,240,778
Unassigned	3,470,463	-	-	-	-	3,470,463
Total fund balances	<u>6,743,426</u>	<u>1,642,531</u>	<u>29,436</u>	<u>3,653,783</u>	<u>256,517</u>	<u>12,325,693</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,069,941</u>	<u>\$ 1,741,163</u>	<u>\$ 30,597</u>	<u>\$ 4,197,383</u>	<u>\$ 283,311</u>	<u>\$ 14,322,395</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

**RECONCILIATION OF THE FUND BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION**

June 30, 2021

Total governmental fund balance per Fund Balance Sheet	\$	12,325,693
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		57,081,935
Property taxes and intergovernmental revenue not received within 60 days of year end are not available to pay for current period expenditures and therefore are unavailable in the funds.		273,394
The derivative-effective hedge is an other asset which is not available to pay for current period expenditures and it is not reported in the funds.		(875,094)
The net pension liability is not payable from current financial resources, and is not reported in the funds.		(7,135,054)
Deferred outflows of resources related to the recording of the net pension liability are recognized as expense over time and, therefore, are not reported in the funds.		2,944,660
Deferred outflows of resources related to the recording of the OPEB liability are recognized as expense over time and, therefore, are not reported in the funds.		7,412,577
Deferred inflows of resources related to the recording of the net pension liability are not due and payable in the current period and, therefore, are not reported in the funds.		(223,039)
Deferred inflows of resources related to the recording of the OPEB liability are not due and payable in the current period and, therefore, are not reported in the funds.		(1,648,622)
Total other post employment benefits obligations are not due and payable in the current period and therefore are not reported in the funds.		(24,835,766)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		<u>(16,937,973)</u>
Total net position end of year	\$	<u>28,382,711</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

For the year ended June 30, 2021

	General	Hotel/ Motel	Capital Project	SPLOST Capital Project	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:						
Taxes	\$ 15,819,074	\$ 1,166,525	\$ -	\$ -	\$ -	\$ 16,985,599
Licenses, permits and fees	983,111	-	-	-	-	983,111
Fines and forfeitures	1,160,106	-	-	-	34,932	1,195,038
Charges for services	606,506	-	-	-	422,848	1,029,354
GIHP revenue	963,323	-	-	-	-	963,323
Other revenue	761,747	-	1,891	14,046	1,090	778,774
Contributions and donations	-	19,750	-	-	-	19,750
Intergovernmental	933,619	-	-	4,135,128	-	5,068,747
Total revenues	<u>21,227,486</u>	<u>1,186,275</u>	<u>1,891</u>	<u>4,149,174</u>	<u>458,870</u>	<u>27,023,696</u>
Expenditures						
Current						
General government	5,655,331	-	-	-	-	5,655,331
Public safety	8,074,828	-	-	-	937,930	9,012,758
Public works	2,606,470	-	-	-	-	2,606,470
Cultural/Recreation	1,494,523	1,037,940	-	-	-	2,532,463
Capital Outlay	-	-	4,020,997	3,499,977	-	7,520,974
Debt service						
Principal	-	-	-	205,786	505,000	710,786
Interest	168,862	-	-	32,970	492,308	694,140
Total expenditures	<u>18,000,014</u>	<u>1,037,940</u>	<u>4,020,997</u>	<u>3,738,733</u>	<u>1,935,238</u>	<u>28,732,922</u>
Excess (deficiency) of revenues over (under) expenditures	3,227,472	148,335	(4,019,106)	410,441	(1,476,368)	(1,709,226)

Continued

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS - CONTINUED

For the year ended June 30, 2021

	<u>General</u>	<u>Hotel/ Motel</u>	<u>Capital Project</u>	<u>SPLOST Capital Project</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals Governmental Funds</u>
Other financing sources (uses)						
Sale of capital assets	54,983	-	-	-	-	54,983
Transfers in	48,531	-	-	-	1,137,980	1,186,511
Transfers out	<u>(1,663,370)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,663,370)</u>
Total other financing sources (uses)	<u>(1,559,856)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,137,980</u>	<u>(421,876)</u>
Net change in fund balances	1,667,616	148,335	(4,019,106)	410,441	(338,388)	(2,131,102)
Fund balance, beginning of year	<u>5,075,810</u>	<u>1,494,196</u>	<u>4,048,542</u>	<u>3,243,342</u>	<u>594,905</u>	<u>14,456,795</u>
Fund balance, end of year	<u>\$ 6,743,426</u>	<u>\$ 1,642,531</u>	<u>\$ 29,436</u>	<u>\$ 3,653,783</u>	<u>\$ 256,517</u>	<u>\$ 12,325,693</u>

The accompanying notes are an integral part of this statement.

City of Conyers, 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 June 30, 2021

Net change in fund balances - total governmental funds	\$ (2,131,102)
Amounts reported for governmental activities in the Statement of Activities are different because (See Note B):	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.	2,669,311
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, donations) is to decrease assets.	(1,010)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	2,435
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, government funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of net activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	774,695
Total other post employment benefits obligations did not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(2,109,860)
The net pension liability did not require the use of current financial resources and therefore is not reported as expenditures in governmental funds.	(206,396)
Long-term compensated absences & miscellaneous unearned revenue 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.	<u>17,784</u>
Change in net position	<u>\$ (984,143)</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS

June 30, 2021

	Business-type Activities-Enterprise Funds				
	Sanitation	Landfill	Stormwater	Golf	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ 81,038	\$ 31,464	\$ 131,717	\$ 68,811	\$ 313,030
Receivables - net of allowance for uncollectible accounts					
Accounts	47,314	-	11,565	-	58,879
Intergovernmental	-	55,625	-	-	55,625
Due from other funds	6,197	-	16,477	-	22,674
Inventory	-	-	-	79,612	79,612
Prepaid items	31,250	-	3,213	4,098	38,561
Total current assets	<u>165,799</u>	<u>87,089</u>	<u>162,972</u>	<u>152,521</u>	<u>568,381</u>
Noncurrent assets					
Capital assets:					
Land	-	-	-	1,915,577	1,915,577
Buildings	-	-	-	1,735,006	1,735,006
Improvements	-	-	2,393,847	-	2,393,847
Equipment	494,696	-	262,920	849,421	1,607,037
Less accumulated depreciation	(494,696)	-	(1,059,795)	(1,529,518)	(3,084,009)
Capital assets, net	-	-	1,596,972	2,970,486	4,567,458
Intergovernmental receivable - long-term	-	101,464	-	-	101,464
Total long-term assets	<u>-</u>	<u>101,464</u>	<u>1,596,972</u>	<u>2,970,486</u>	<u>4,668,922</u>
Total assets	<u>165,799</u>	<u>188,553</u>	<u>1,759,944</u>	<u>3,123,007</u>	<u>5,237,303</u>
DEFERRED OUTFLOWS OF RESOURCES					
Pensions	32,718	-	65,437	229,029	327,184
Total deferred outflows of resources	<u>32,718</u>	<u>-</u>	<u>65,437</u>	<u>229,029</u>	<u>327,184</u>

The accompanying notes are an integral part of this statement.

Continued

City of Conyers, Georgia

STATEMENT OF FUND NET POSITION
 PROPRIETARY FUNDS - CONTINUED

June 30, 2021

Business-type Activities-Enterprise Funds

	Sanitation	Landfill	Stormwater	Golf	Total
LIABILITIES					
Current liabilities					
Accounts payable	\$ 75,484	\$ 2,751	\$ 822	\$ 46,214	\$ 125,271
Due to other funds	-	-	-	42,601	42,601
Accrued salaries	6,754	-	8,213	22,377	37,344
Unearned revenue	223,274	-	276,525	19,005	518,804
Compensated absences - current	4,041	-	1,192	9,084	14,317
Current portion of landfill postclosure care liability	-	100,000	-	-	100,000
Total current liabilities	<u>309,553</u>	<u>102,751</u>	<u>286,752</u>	<u>139,281</u>	<u>838,337</u>
Long-term liabilities					
Net pension liability	79,278	-	158,557	554,948	792,783
Compensated absences-long term portion	12,125	-	3,577	27,251	42,953
Landfill postclosure care liability	-	100,000	-	-	100,000
Total long-term liabilities	<u>91,403</u>	<u>100,000</u>	<u>162,134</u>	<u>582,199</u>	<u>935,736</u>
Total liabilities	<u>400,956</u>	<u>202,751</u>	<u>448,886</u>	<u>721,480</u>	<u>1,774,073</u>
DEFERRED INFLOWS OF RESOURCES					
Pension	<u>2,478</u>	<u>-</u>	<u>4,956</u>	<u>17,347</u>	<u>24,781</u>
NET POSITION (DEFICIT)					
Net investment in capital assets	-	-	1,596,972	2,970,486	4,567,458
Unrestricted	<u>(204,917)</u>	<u>(14,198)</u>	<u>(225,433)</u>	<u>(357,277)</u>	<u>(801,825)</u>
Total net position (deficit)	<u>(204,917)</u>	<u>(14,198)</u>	<u>1,371,539</u>	<u>2,613,209</u>	<u>3,765,633</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS

For the year ended June 30, 2021

	Business-type Activities-Enterprise Funds				
	Sanitation	Landfill	Stormwater	Golf	Total
Operating revenues:					
Charges for sales and services:					
Sanitation fees	\$ 1,390,818	\$ -	\$ -	\$ -	\$ 1,390,818
Golf fees	-	-	-	1,537,824	1,537,824
Stormwater fees	-	-	532,497	-	532,497
Total operating revenues	<u>1,390,818</u>	<u>-</u>	<u>532,497</u>	<u>1,537,824</u>	<u>3,461,139</u>
Operating expenses:					
Cost of sales and service	1,239,369	63,365	375,164	1,774,463	3,452,361
Depreciation	-	-	92,157	146,213	238,370
Total operating expenses	<u>1,239,369</u>	<u>63,365</u>	<u>467,321</u>	<u>1,920,676</u>	<u>3,690,731</u>
Operating income (loss)	<u>151,449</u>	<u>(63,365)</u>	<u>65,176</u>	<u>(382,852)</u>	<u>(229,592)</u>
Nonoperating income (expense):					
Investment earnings	-	-	-	82	82
Intergovernmental	-	44,356	-	-	44,356
Total nonoperating income (expense)	<u>-</u>	<u>44,356</u>	<u>-</u>	<u>82</u>	<u>44,438</u>
Income (loss) before transfers	151,449	(19,009)	65,176	(382,770)	(185,154)
Transfers in	-	105,390	-	450,000	555,390
Transfers out	<u>(30,000)</u>	<u>(48,531)</u>	<u>-</u>	<u>-</u>	<u>(78,531)</u>
Change in net position	121,449	37,850	65,176	67,230	291,705
Total net position (deficit) beginning of year	<u>(326,366)</u>	<u>(52,048)</u>	<u>1,306,363</u>	<u>2,545,979</u>	<u>3,473,928</u>
Total net position (deficit) end of year	<u>\$ (204,917)</u>	<u>\$ (14,198)</u>	<u>\$ 1,371,539</u>	<u>\$ 2,613,209</u>	<u>\$ 3,765,633</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS

For the year ended June 30, 2021

	Business-type Activities-Enterprise Funds				
	Sanitation	Landfill	Stormwater	Golf	Total
Cash flows from operating activities:					
Receipts from customers and users	\$ 1,398,330	\$ -	\$ 548,172	\$ 1,533,194	\$ 3,479,696
Payments to suppliers	(1,043,550)	(175,390)	(60,468)	(691,252)	(1,970,660)
Payments to employees	(217,127)	-	(258,275)	(999,945)	(1,475,347)
Payments/receipts for interfund services provided	(26,615)	-	(48,325)	2,711	(72,229)
Net cash provided by (used in) operating activities	<u>111,038</u>	<u>(175,390)</u>	<u>181,104</u>	<u>(155,292)</u>	<u>(38,540)</u>
Cash flows from noncapital financing activities:					
Receipts from intergovernmental agreement	-	118,531	-	-	118,531
Transfers in	-	105,390	-	450,000	555,390
Transfers out	(30,000)	(48,531)	-	-	(78,531)
Net cash provided by (used in) noncapital financing activities	<u>(30,000)</u>	<u>175,390</u>	<u>-</u>	<u>450,000</u>	<u>595,390</u>
Cash flows from capital and related financing activities:					
Purchases of capital assets	-	-	(54,867)	(263,931)	(318,798)
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>(54,867)</u>	<u>(263,931)</u>	<u>(318,798)</u>
Cash flows from investing activities:					
Interest on investments	-	-	-	82	82
Net cash provided by investing financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>82</u>	<u>82</u>
Net increase (decrease) in cash and cash equivalents	81,038	-	126,237	30,859	238,134
Cash and equivalents, at the beginning of year	<u>-</u>	<u>31,464</u>	<u>5,480</u>	<u>37,952</u>	<u>74,896</u>
Cash and equivalents, at the end of year	<u>\$ 81,038</u>	<u>\$ 31,464</u>	<u>\$ 131,717</u>	<u>\$ 68,811</u>	<u>\$ 313,030</u>

The accompanying notes are an integral part of this statement.

Continued

City of Conyers, Georgia

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS - CONTINUED

For the year ended June 30, 2021

	Business-type Activities-Enterprise Funds				
	Sanitation	Landfill	Stormwater	Golf	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 151,449	\$ (63,365)	\$ 65,176	\$ (382,852)	\$ (229,592)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	-	-	92,157	146,213	238,370
(Increase) decrease in:					
Accounts receivable	3,384	-	3,002	-	6,386
Inventory	-	-	-	(8,120)	(8,120)
Prepaid items	10,417	-	3,037	344	13,798
Deferred outflow of resources-pension	32,612	-	(32,772)	(65,703)	(65,863)
Increase (decrease) in:					
Accounts payable	2,671	(12,025)	(5,337)	(24,081)	(38,772)
Deferred inflow of resources-pension	733	-	4,083	12,984	17,800
Net pension liability	(75,765)	-	81,036	167,342	172,613
Due to other funds	(26,615)	-	(48,325)	2,711	(72,229)
Accrued salaries	3,101	-	4,110	10,018	17,229
Unearned revenue	4,128	-	12,672	(4,631)	12,169
Compensated absences	4,923	-	2,265	(9,517)	(2,329)
Postclosure care liability	-	(100,000)	-	-	(100,000)
Net cash provided by (used in) operating activities	<u>\$ 111,038</u>	<u>\$ (175,390)</u>	<u>\$ 181,104</u>	<u>\$ (155,292)</u>	<u>\$ (38,540)</u>

The accompanying notes are an integral part of this statement.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Conyers, Georgia (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units.

1. Reporting Entity

The City operates under a council/manager form of government and provides the following services to its citizens: public safety, street maintenance and construction, solid waste collection and disposal, parks and recreation, public improvements, security monitoring, environmental services, and general and administrative services.

As required by generally accepted accounting principles, these financial statements include the activities of the City and the following component units for which the City is considered to be financially accountable. The blended component unit, although a legally separate entity, is, in substance, part of the City's operations and is included as part of the primary government. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the City.

Blended Component Unit

The Development Authority of Conyers, Georgia (the "Authority") was established to finance certain capital projects for the City. The Authority is governed by a seven member board appointed by the City's mayor and council. The Authority is included in these financial statements as a blended component unit since its only activity has been to act as a financing mechanism for the City. The proceeds from the sale of the Authority's bonds were received by the City's General Fund and were therefore accounted for in the General Fund. Separate financial statements are not prepared for the Authority. At June 30, 2020, the Authority had no assets, liabilities, or fund equity. In addition, during 2020, the Authority had no revenues or expenses. Further, the Authority does not participate in the City's pension plan or OPEB plan.

Discretely Presented Component Unit

The Conyers Downtown Development Authority (the "DDA") was established to be a catalyst for revitalization, promotion, development and redevelopment of Old Town Conyers. The DDA is governed by a six member board appointed by the City's mayor and council. The City, by virtue of its appointments and the presence of the mayor on the board, controls a majority of the DDA's governing body positions, and can impose its will on the DDA. Separate financial statements are not prepared for the DDA. In addition, the DDA does not participate in the City's pension plan or OPEB plan.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

2. Government-wide and Fund Financial Statements

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

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

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

3. Measurement Focus, Basis of Accounting and Basis of Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues to be available if they are collected within 90 days (60 days for property tax) after year-end. Expenditures are recorded when the related liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to certain compensated absences, are recorded only when payment is due.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. **Measurement Focus, Basis of Accounting and Basis of Presentation - Continued**

Property taxes, franchise taxes, alcoholic and hotel-motel taxes, licenses, police fines, confiscated assets, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Other receipts and taxes become measurable and available when cash is received by the City, and are recognized as revenue at that time. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The City reports the following major governmental funds:

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

The *hotel/motel fund* accounts for the occupancy tax collected by the City from area hotels and motels, and distributed based upon state statute. The City is currently collecting this tax at a rate of 8%.

The *capital project fund* accounts for acquisition and construction of the City's municipal complex.

The *SPLOST capital projects fund* accounts for capital projects financed by a one percent sales and use tax.

The City reports the following major proprietary funds:

The *sanitation fund* accounts for the collection and disposal of solid waste.

The *landfill fund* accounts for postclosure care costs related to the solid waste landfill which was closed in 1993.

The *stormwater fund* accounts for the Department of Environmental Services' cost to implement the Stormwater Management Plan and the National Pollution Elimination System Phase II compliance program.

The *golf fund* accounts for all of the activities at the Cherokee Run Golf Course.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Measurement Focus, Basis of Accounting and Basis of Presentation -Continued

The City reports the following nonmajor special revenue funds:

The *emergency telephone fund* accounts for revenues received from users of the Emergency 911 System. Revenues received from the City are paid directly from wired or wireless telecommunication providers, with expenditures occurring to maintain and run the system within the City.

The *forfeited assets fund* (formerly known as confiscated assets fund) accounts for funds received from the enforcement of drug laws and shared revenues resulting from the confiscation of property from drug offenders' arrests.

Additionally, the City reports the following fund type:

The *debt service fund* is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term debt obligations.

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

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

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

4. Cash, Cash Equivalents and Investments

The City's cash and cash equivalents includes cash on hand, amounts in demand deposits, and investments with original maturities of three months or less from the date of acquisition.

State of Georgia statutes authorize the City to invest in obligations of the U. S. Treasury or agencies, obligations of state and local governments, bankers' acceptances, repurchase agreements, local government investment pool sponsored by the State of Georgia and certificates of deposit in federally insured financial institutions.

Investments are recorded at fair value. Increases or decreases in the fair value during the year are recognized as a component of interest income.

5. Receivables and Payables

During the course of operations, transactions occur between individual funds for goods provided or services rendered. The receivables and payables which result from these transactions are classified as "due from other funds" or "due to other funds" on the balance sheet.

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 20 percent of outstanding property taxes at June 30, 2021.

Property taxes are levied based on a calendar year (January 1 through December 31). The property tax assessment is formally levied on September 1, based on property values as of the previous January 1. Tax bills are mailed in September. The billings are considered due upon receipt and become past due 60 days after they are mailed, at which time the applicable property is subject to lien, and penalties and interest are assessed.

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance classification in the applicable governmental fund to indicate that they are not available for appropriation and are not expendable available financial resources.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

6. Restricted Assets

Certain proceeds of the certificates of participation issued by the City, 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 covenants and agreements.

7. Inventories and Prepaid Items

The City utilizes the consumption method to report inventory and prepaid items. Under this method, items are expensed when consumed. At year end, the City had no significant unused inventory. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

8. Capital Assets

Capital assets, which include property, plant, and equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. In accordance with GASB 34, infrastructure assets acquired prior to July 1, 2003 are not reported in these financial statements since the City is a Phase III government (government with revenues less than \$10 million for the fiscal year ended June 30, 1999). Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized for the fiscal year ended June 30, 2021.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

8. Capital Assets-Continued

The City has elected to use the modified approach for accounting for its roads. Under this approach, the City has made the commitment to preserve and maintain these assets at levels established by the Department of Public Works and Transportation. No depreciation expense is reported for such assets, nor are amounts capitalized in connection with improvements that lengthen the lives of such assets unless the improvements also increase their service potential. The City maintains an inventory of these assets and performs periodic condition assessments to establish that the predetermined condition level is being maintained. In addition, the City makes annual estimates of the amounts that must be expended to preserve and maintain these assets at the predetermined condition levels. Refer to the Required Supplementary Information for additional information on infrastructure using the modified approach.

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

<u>Assets</u>	<u>Years</u>
Buildings	35
Improvements other than buildings	20
Infrastructure improvements (depreciable)	30
Furniture	20
Vehicles – trucks, vans, trailers	10
Vehicles – cars	5
Computer software	7
Computer hardware & office equipment	5

9. Compensated Absences

It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City, except when an employee retires from the City. The retiring employee is eligible to be paid for a maximum of 720 hours. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as an outflow of resources in the reporting period in which they occurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

11. Fund Equity

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

Fund Balance- Generally, fund balance represents the differences between the current assets and current liabilities. Governmental funds will now report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

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

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

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

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

11. **Fund Equity-Continued**

Assigned- Fund balances are reported as assigned when amounts are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City's Chief Financial Officer to assign fund balances.

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

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

Net Position- Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e. the amount that the City has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other assets are reported as unrestricted.

The City's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

12. **Pension Plans**

The City provides a defined benefit pension plan to all eligible employees. It is the City's policy to fund this plan's normal cost annually, as determined by actuarial valuation. The City also provides a 457(b) deferred compensation plan and an employer matching defined contribution plan 401(a) to all eligible employees.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

13. Deferred Outflows/Inflows of Resources

GASB Statements No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities* established accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in the statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The City made contributions to the pension plan before year end but subsequent to the measurement date of the City's net pension liability which are reported as deferred outflows of resources.

In addition to liabilities, the statement of revenues, expenditures and changes in fund balance will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four types of items that qualify for reporting in this category. The item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. Another element relates to the offset of the fair market value of the City's derivative. As the derivative qualifies as an effective hedge, the change in fair market value occurs each year the asset and deferred inflow are adjusted.

Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains/losses result from periodic studies by the City's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains and losses are recorded as deferred outflows and inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows and inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period.

Certain changes in the OPEB liability are recognized as OPEB expense over time instead of all being recognized in the year of occurrence. Experience gains/losses result from periodic studies by the City's actuary which adjust the OPEB liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains and losses are recorded as deferred inflows of resources and are amortized into OPEB expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the OPEB liability are also recorded as deferred inflows of resources and are amortized into OPEB expense over the expected remaining service lives of plan members.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

13. Deferred Outflows/Inflows of Resources-Continued

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 Conyers Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The reconciliation of the fund balance of governmental funds to the statement of net position includes reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$16,937,973 difference are as follows:

Bonds payable	\$12,005,000
Bond premium (to be amortized over the life of the debt)	627,614
Accrued interest payable	118,033
GMA COPs lease pool	3,555,000
Fair value of interest rate swap	(875,094)
Compensated absences	842,135
Capital lease payable	<u>665,285</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net position- governmental activities</i>	<u>\$16,937,973</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS-CONTINUED

2. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlay 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.” The details of this \$2,669,311 difference are as follows:

Capital outlay	\$ 4,279,218
Depreciation expense	<u>(1,609,907)</u>
Net adjustment to increase <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 2,669,311</u>

Another element of that reconciliation states *the issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in that statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.* The detail of this (\$774,695) difference are as follows:

Debt issued or incurred:	
Amortization of bond premiums	\$ (63,909)
Principal repayments:	
GO bonds	(505,000)
Capital lease	<u>(205,786)</u>
Net adjustment to decrease <i>net changes in fund balances – total governmental funds</i> to arrive at <i>Changes in net position governmental activities</i>	<u>(\$ 774,695)</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE C - DEPOSITS AND INVESTMENT

Total deposits and investments as of June 30, 2021, are summarized as follows:

	2021
As reported in Statement of Net Position	
Cash and cash equivalents	\$ 9,414,867
Investments	2,666,987
	\$ 12,081,854
Cash/investments deposited with financial institutions	\$ 9,414,867
Investments in guaranteed investments contract	2,666,987
	\$ 12,081,854

Credit risk. State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker’s acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. It is the City’s policy to limit its investments to these type of investments. As of June 30, 2021, the City’s investment in the guaranteed investment contract was rated AA- by Standard & Poors.

At June 30, 2021, the City had the following investments:

Investment	Maturities	Fair Value
Guaranteed investment contract	June 1, 2028	\$ 2,666,987
		\$ 2,666,987

Interest rate risk. The City limits investment maturities to three years unless it is matched to a specific cash flow as a means of managing its exposure to fair value losses arising from increasing interest rates.

Fair value measurements. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The City’s interest rate swap agreement is classified as an other asset more fully described in Note F. The fair value of the interest rate swap agreement is classified as Level 2 in the fair value hierarchy, and is valued using an option-adjusted discounted cash flow model.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE C - DEPOSITS AND INVESTMENT-CONTINUED

Custodial credit risk – deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party.

At June 30, 2021, the City did not have any deposits which were uninsured and uncollateralized as defined by GASB pronouncements.

NOTE D – RECEIVABLES

Receivables as of year end for the City’s funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Hotel/Motel</u>	<u>SPLOST</u>	<u>Sanitation</u>	<u>Landfill</u>	<u>Stormwater</u>	<u>Total</u>
Receivables								
Accounts	\$ 223,171	\$ 73,944	\$ -	\$ -	\$ 53,154	\$ -	\$ 11,565	\$ 361,834
Taxes	578,067	-	132,521	-	-	-	-	710,588
Police fines	212,638	-	-	-	-	-	-	212,638
Intergovernmental	<u>1,305</u>	<u>-</u>	<u>-</u>	<u>668,845</u>	<u>-</u>	<u>157,089</u>	<u>-</u>	<u>827,239</u>
Total receivables	1,015,181	73,944	132,521	668,845	53,154	157,089	11,565	2,112,299
Allowance for uncollectible receivables	<u>(198,864)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,840)</u>	<u>-</u>	<u>-</u>	<u>(204,704)</u>
Net receivables	<u>\$ 816,317</u>	<u>\$ 73,944</u>	<u>\$ 132,521</u>	<u>\$ 668,845</u>	<u>\$ 47,314</u>	<u>\$ 157,089</u>	<u>\$ 11,565</u>	<u>\$ 1,907,595</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021 was as follows:

	<u>Balance June 30, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2021</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 12,812,443	\$ 193,050	\$ (1,010)	\$ 13,004,483
Construction in progress	16,584,586	13,160	(16,005,224)	592,522
Infrastructure	<u>2,280,924</u>	<u>-</u>	<u>-</u>	<u>2,280,924</u>
Total capital assets not being depreciated	31,677,953	206,210	(16,006,234)	15,877,929
Capital assets, being depreciated:				
Buildings	8,709,363	13,354,885	-	22,064,248
Improvements other than buildings	38,602,346	1,114,050	-	39,716,396
Infrastructure improvements	-	5,379,209	-	5,379,209
Equipment	<u>18,114,756</u>	<u>230,088</u>	<u>(451,779)</u>	<u>17,893,065</u>
Total capital assets being depreciated	65,426,465	20,078,232	(451,779)	85,052,918
Less accumulated depreciation for:				
Buildings	(5,189,498)	(218,890)	-	(5,408,388)
Improvements other than buildings	(25,259,501)	(632,726)	-	(25,892,227)
Equipment	<u>(12,241,785)</u>	<u>(758,291)</u>	<u>451,779</u>	<u>(12,548,297)</u>
Total accumulated depreciation	(42,690,784)	(1,609,907)	451,779	(43,848,912)
Total capital assets, being depreciated, net	<u>22,735,681</u>	<u>18,468,325</u>	<u>-</u>	<u>41,204,006</u>
Governmental activities capital assets, net	<u>\$ 54,413,634</u>	<u>\$ 18,674,535</u>	<u>\$ (16,006,234)</u>	<u>\$ 57,081,935</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE E - CAPITAL ASSETS – CONTINUED

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 1,915,577	\$ -	\$ -	\$ 1,915,577
Total capital assets not being depreciated	<u>1,915,577</u>	<u>-</u>	<u>-</u>	<u>1,915,577</u>
Capital assets, being depreciated:				
Road improvements	2,338,980	54,867	-	2,393,847
Buildings	1,735,006	-	-	1,735,006
Equipment	1,343,106	263,931	-	1,607,037
Total capital assets being depreciated	<u>5,417,092</u>	<u>318,798</u>	<u>-</u>	<u>5,735,890</u>
Less accumulated depreciation for:				
Road improvements	(791,062)	(77,966)	-	(869,028)
Buildings	(842,001)	(86,750)	-	(928,751)
Equipment	(1,212,574)	(73,656)	-	(1,286,230)
Total accumulated depreciation	<u>(2,845,637)</u>	<u>(238,372)</u>	<u>-</u>	<u>(3,084,009)</u>
Total capital assets, being depreciated, net	<u>2,571,455</u>	<u>80,426</u>	<u>-</u>	<u>2,651,881</u>
Business-type activities capital assets, net	<u>\$ 4,487,032</u>	<u>\$ 80,426</u>	<u>\$ -</u>	<u>\$ 4,567,458</u>

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

Governmental activities:	
General government	\$ 57,681
Public safety	603,456
Public works	700,344
Cultural/recreation	<u>248,426</u>
Total depreciation expense-governmental activities	<u>\$ 1,609,907</u>
Business-type activities:	
Golf	\$ 146,213
Stormwater	<u>92,157</u>
Total depreciation expense-business-type activities	<u>\$ 238,370</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE F - LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2021, was as follows:

	<u>Balance June 30, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2021</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
2018 General obligation bonds	\$ 12,510,000	\$ -	\$ (505,000)	\$ 12,005,000	\$ 515,000
Premium	691,523	-	(63,909)	627,614	-
GMA certificates of participation lease pool	<u>3,555,000</u>	-	-	<u>3,555,000</u>	-
Total bonds payable	16,756,523	-	(568,909)	16,187,614	515,000
OPEB	19,809,825	5,298,344	(272,403)	24,835,766	-
Net pension liability	7,131,959	2,726,732	(2,723,637)	7,135,054	-
Compensated absences	859,919	720,529	(738,313)	842,135	210,538
Capital leases	<u>871,071</u>	-	<u>(205,786)</u>	<u>665,285</u>	<u>213,575</u>
Governmental activity					
Long-term liabilities	<u>\$ 45,429,297</u>	<u>\$ 8,745,605</u>	<u>\$ (4,509,048)</u>	<u>\$ 49,665,854</u>	<u>\$ 939,113</u>
Business-type activities					
Net pension liability	620,170	475,239	(302,626)	792,783	-
Compensated absences	59,599	45,964	(48,293)	57,270	14,317
Landfill postclosure care liability	<u>300,000</u>	-	<u>(100,000)</u>	<u>200,000</u>	<u>100,000</u>
Business-type activity					
Long-term liabilities	<u>\$ 979,769</u>	<u>\$ 521,203</u>	<u>\$ (450,919)</u>	<u>\$ 1,050,053</u>	<u>\$ 114,317</u>

The General Fund has typically been used to liquidate the liability for compensated absences, OPEB liability, net pension liability, and other long-term liabilities.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE F - LONG-TERM DEBT – CONTINUED

1. Certificates of Participation

In June 1998, the City entered into a lease pool agreement with the Georgia Municipal Association (the "Association"). The funding of the lease pool was provided by the issuance of \$150,126,000 Certificates of Participation by the Association. The Association passed the net proceeds through to the participating municipalities with the City's participation totaling \$3,555,000. The lease pool agreement with the Association provides that the City owns their portion of the assets invested by the pool and is responsible for the payment of their portion of the principal and interest of the Certificates of Participation. The principal is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year. The City draws from the investment to lease equipment from the Association. The lease pool agreement requires the City to make lease payments back into its investment account to fund the principal and interest requirements of the 1998 GMA Certificates of Participation.

As part of the issuance of the certificates of participation, the City entered into an interest rate swap agreement. Under the Swap Agreement, the City is required to pay (1) a semiannual (and beginning July 1, 2003, a monthly) floating rate of interest based on the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index (plus a 31 basis points spread) to, or on behalf of, the Swap Counterparty (the "Swap Payment"); and the Swap Counterparty will pay to, or on behalf of, the City a semi-annual payment based on a rate equal to the fixed rate on the certificates of participation (4.75%) times a notional amount specified in the Swap Agreement, but generally equal to the outstanding unpaid principal portion of such Contract, less the amount originally deposited in the Reserve Fund relating to the Contract, and (ii) a one-time Swap Premium to be paid on the effective date of the Swap Agreement. The semiannual payments from the Swap Counterparty with respect to the City are structured, and expected, to be sufficient to make all interest payments due under the Contract, and related distributions of interest on the Certificates. Monthly interest payments between the City, the holders of the Certificates of Participation, and the Swap Counterparty can be made in net settlement form as part of this agreement. Under the Swap Agreement, the City's obligation to pay floating payments to the Swap Counterparty in any calendar year may not exceed an amount equal to the SIFMA Municipal Swap Index plus 5% to be determined on the first business day of December in the preceding year. This agreement matures on June 1, 2028, at the same time of the certificates of participation. This derivative qualifies as a fair market hedge.

In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the City would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the City executed this agreement with counterparties of appropriate credit strength, with the counterparty being rated Aa3 by Moody's. At June 30, 2021, the floating rate being paid by the City is .34% and the market value of this agreement is \$875,094 an increase of \$259,931 from the market value at the end of the previous fiscal year. The market value of the hedge was determined using settlement prices at the end of the day on June 30, 2021 based on the derivative contract. This market value is reported as an asset in the statement of net position. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal year end) is deferred and reported as deferred inflow in the statement of net position.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE F - LONG-TERM DEBT – CONTINUED

2. General Obligation Bonds

In August 2018, the City issued \$13,000,000 of Series 2018 general obligation bonds. The proceeds from the bonds will be used to acquire, construct, refurbish and equip City administrative and public safety facilities. The bonds bear interest at rates from 3.0% to 5.0%, and will mature on April 1, 2039.

Annual debt service requirements to maturity on the City’s outstanding general obligation bonds were as follows at June 30, 2021:

<u>Year</u>	<u>2018 General Obligation Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2022	515,000	472,137	987,137
2023	530,000	451,537	981,537
2024	540,000	435,637	975,637
2025	555,000	414,037	969,037
2026	570,000	386,286	956,286
2027-2031	3,125,000	1,549,887	4,674,887
2032-2036	3,660,000	935,657	4,595,657
2037-2039	2,510,000	189,779	2,699,779
	<u>\$ 12,005,000</u>	<u>\$ 4,834,957</u>	<u>\$ 16,839,957</u>

3. Compensated Absences

Earned and vested paid time off is recorded as a liability in the government-wide statement of net position and the proprietary fund statement of net position. The compensated absences have been paid in prior years mainly from the General Fund.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE F - LONG-TERM DEBT – CONTINUED

4. Capital Leases

The City has entered into lease agreements as a lessee for financing the acquisition of various equipment. The lease agreements qualify as capital leases for accounting purposes (title transfers at the end of the lease term) and have been recorded at the present value of the future minimum lease payments as of the date of inception. The governmental activities lease is being serviced by the SPLOST Fund with an annual interest rate of 1.69% and 3.785%.

The carrying value of assets subject to capital leases is as follows:

	Governmental Activities
Assets:	
Equipment	\$ 3,940,673
Less: Accumulated depreciation	(550,551)
Total	\$ 3,390,122

The City reported \$95,711 of depreciation expense related to the above capital leases as of June 30, 2021.

The following is a schedule of the future minimum lease payments required under these capital lease obligations and the present value of minimum lease payments at June 30, 2021:

	Governmental Activities
Year ending June 30,	
2022	238,757
2023	238,756
2024	238,756
Total minimum lease payments	716,269
Less amount representing interest	(50,984)
Present value of future minimum lease payments	\$ 665,285

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE F - LONG-TERM DEBT – CONTINUED

5. Future Debt Service Requirements

Annual debt service requirements to maturity on the City’s outstanding certificates of participation were as follows at June 30, 2021:

<u>Year</u>	<u>GMA Certificates of Participation Capital Lease Pool</u>	
	<u>Principal</u>	<u>Interest</u>
2022	-	168,863
2023	-	168,863
2024	-	168,863
2025	-	168,863
2026	-	168,863
2027-2028	<u>3,555,000</u>	<u>337,726</u>
	<u>\$ 3,555,000</u>	<u>\$ 1,182,041</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE G - INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2021, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Golf	\$ 42,601
General	SPLOST	124,509
General	Hotel/Motel	73,718
General	Nonmajor Governmental Funds	1,528
		<u>\$ 242,356</u>
Sanitation	General Fund	\$ 6,197
Stormwater	General Fund	16,477
		<u>\$ 22,674</u>
Nonmajor Governmental Funds	General Fund	<u>\$ 5,136</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

	<u>Transfer In:</u>				
	<u>General Fund</u>	<u>Nonmajor Governmental Fund</u>	<u>Golf Fund</u>	<u>Landfill Fund</u>	<u>Total</u>
Transfer out:					
General Fund	\$ -	\$ 1,137,980	\$ 450,000	\$ 75,390	\$ 1,663,370
Landfill Fund	48,531	-	-	-	48,531
Sanitation Fund	-	-	-	30,000	30,000
Total transfers out	<u>\$ 48,531</u>	<u>\$ 1,137,980</u>	<u>\$ 450,000</u>	<u>\$ 105,390</u>	<u>\$ 1,741,901</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE G - INTERFUND RECEIVABLES AND PAYABLES-CONTINUED

Transfers are used to (1) move revenues from the fund that the budget requires to collect them to the fund that the budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The General Fund and Sanitation Fund transfer funds to the Emergency Telephone Fund and Landfill Fund, respectively, to cover operating deficits.

NOTE H - PENSION PLANS

Defined Benefit Pension Plan

Plan Description

The City, as authorized by the City Council, has established a non-contributory defined benefit pension plan (The City of Conyers 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, SW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

As provided by state law, benefit provisions for participants in GMEBS are established by the respective employers. As authorized by City Council, the plan provides pension benefits and death and disability benefits for all employees that have been employed full time for one year. Members may retire on reaching the age of 65, depending on their classification. Early retirement is possible on reaching the age of 55, depending on the member's classification. In addition, police officers can retire at age 55 and 10 years of service with full benefits. Benefits are calculated at 1.75% to 2.00% of the average monthly earnings for the period of the five highest years' earnings prior to retirement. Effective August 1, 2015, the City adopted the Rule of 85 for all eligible employees. An employee can retire with full benefits if years of service plus age equals at least 85.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE H - PENSION PLANS-CONTINUED

As of January 1, 2021, the plan membership included the following categories of participants.

Retirees and beneficiaries receiving benefits	89
Terminated vested participants not yet receiving benefits	69
Active participants	183
Total membership	341

Contributions. The plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards 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 the recommended contribution described below. For 2021, the actuarially determined contribution rate was 14.89% of covered payroll. For 2021, the City’s contribution to the plan totaled \$1,415,204.

Net Pension Liability of the City

Effective July 1, 2014, the City implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68*, which significantly changed the City’s accounting for pension amounts. The information disclosed below is presented in accordance with these new standards.

The City’s net pension liability was measured as of September 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as January 1, 2020 with update procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2020.

Actuarial assumptions. The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%	
Salary increases	2.25% plus service based merit increases	
Investment rate of return	7.375 %, net of pension plan investment expense, including inflation	

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE H - PENSION PLANS-CONTINUED

Mortality rates were based on the Pri-2012 head-count weighted Healthy Retiree Mortality Table multiplied by 1.25 with sex-distinct rates.

The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2015–June 30, 2019. There is no cost of living adjustment by the Plan.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. 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, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term expected real rate of return*</u>
Domestic equity	45%	6.40%
International equity	20%	7.05%
Real estate	10%	4.50%
Global fixed income	5%	1.25%
Domestic fixed income	20%	1.15%
Cash	0%	0%

* Rates shown are net of the 2.25% assumed rate of inflation.

Discount rate. The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member 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 plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE H - PENSION PLANS-CONTINUED

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the year ended June 30, 2021, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/20	\$ 27,037,647	\$ 19,285,518	\$ 7,752,129
Changes for the year:			
Service cost	418,679	-	418,679
Interest	1,993,219	-	1,993,219
Differences between expected and actual experience	766,195	-	766,195
Contributions—employer	-	1,137,409	(1,137,409)
Net investment income	-	1,888,854	(1,888,854)
Benefit payments, including refunds of employee contributions	(859,259)	(859,259)	-
Administrative expense	-	(41,649)	41,649
Other changes	(17,770)	-	(17,770)
Net changes	2,301,064	2,125,355	175,709
Balances at 6/30/21	\$ 29,338,711	\$ 21,410,873	\$ 7,927,838

The required schedule of changes in the City's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the City, 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 (6.375 percent) or 1-percentage-point higher (8.375 percent) than the current rate:

	1% Decrease (6.375%)	Current Discount Rate (7.375%)	1% Increase (8.375%)
City's net pension liability	\$ 11,761,766	\$ 7,927,838	\$ 4,728,887

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE H - PENSION PLANS-CONTINUED

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2020 and the current sharing pattern of costs between employer and employee.

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

For the year ended June 30, 2021, the City recognized pension expense of \$1,628,220. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,364,992	\$ -
Changes in assumptions	845,449	-
Net difference between projected and actual earnings on pension plan investments	-	(247,820)
City contributions subsequent to the measurement date	<u>1,061,403</u>	<u>-</u>
Total	<u>\$ 3,271,844</u>	<u>\$ (247,820)</u>

City contributions subsequent to the measurement date of \$1,061,403 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 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:

Year ending June 30:	
2022	556,702
2023	632,355
2024	711,888
2025	<u>61,676</u>
	<u>\$ 1,962,621</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE H - PENSION PLANS-CONTINUED

Deferred Compensation Plan

Plan Description and Funding Requirements

The City maintains a supplemental retirement plan for employees entitled “The 457(b) Deferred Compensation Plan”. Both full- time and part-time employees of the City are eligible to participate. The plan is administered by AIG VALIC as a 401(a) and 457(b) plan, as defined by the Internal Revenue Service. The City Council of Conyers is the authority to establish and amend plan provisions. At June 30, 2021 there were 98 plan members.

The contribution requirements of plan members are established and amended by the City Council. Employees may elect to contribute a portion of their pay not to exceed the IRS guidelines, into the 457(b) plan. Upon hire date for full-time and part-time employees, the City will contribute up to 2% of the salary for employees contributing to the 457(b) plan into the 401(a). The City matches 33 cents on the dollar up to 2% of the employee’s salary. In order for an employee to get the maximum benefit, the employee needs to contribute 6% or more of their gross salary wages to the 457(b) plan. An employee may begin to contribute after being employed for six months. Once eligible to contribute, the employee is immediately vested in the 401(a). For the fiscal year ended June 30, 2021, the City’s contribution to the 401(a) plan was \$110,037. The amount contributed by employees in the 457(b) plan was \$455,831.

NOTE I - LANDFILL POSTCLOSURE CARE COSTS

The landfill which had been operated by the City for the benefit of the City and Rockdale County residents was closed in September 1993. State and Federal laws and regulations require the City to perform certain maintenance and monitoring functions (postclosure care) at the site for thirty years after the certification of its closure plan by the State of Georgia. The City has recognized a liability of approximately \$200,000 (\$100,000 long term and \$100,000 current) for postclosure care costs based on what it would cost to perform all postclosure care at June 30, 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. These costs will be funded by resources of the City and by Rockdale County. Rockdale County has agreed to fund 70% of these post closure care costs. Accordingly, a receivable from the County equal to the County's share of this liability has been recorded in the landfill enterprise fund.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE J - OTHER POST-EMPLOYMENT BENEFITS

Plan Administration and Benefits. The City of Conyers Other Postemployment Benefits Plan (the “OPEB Plan”) is a defined benefit postretirement health care, prescription drug, and life insurance plan. The OPEB Plan is administered through the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple employer OPEB Plan administered by the Georgia Municipal Association (GMA).

The City provides post-retirement health care insurance and life insurance, in accordance with City policies, to all employees who retire from the City, and meet eligibility requirements for retirement as set forth in the City’s pension plan. Upon termination of employment, eligible employees are entitled to continue coverage, at their own cost. After 10 years of service, the City pays 100% of the retiree’s share of the charges. Retiring employees hired after July 1, 2007, the City pays 75% of the retiree’s share of the charges. Dependents can be covered, but pay the full active premium.

Plan Membership. Membership of the OPEB Plan consisted of the following at January 1, 2019, the date of the latest actuarial valuation:

Active members	170
Retired members or beneficiaries currently receiving benefits	<u>32</u>
Total membership	<u>202</u>

Contributions. The City has not elected to advance fund the OPEB Plan, but rather maintains the OPEB Plan on a “pay as you go” basis, in that claims are paid as they arise, rather than establishing an irrevocable trust to accumulate restricted funds. Because all benefits are paid through the General Fund, it was not necessary to allocate total OPEB liability and related deferred outflows and inflows of resources. The GMA issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS.

For the year ended June 30, 2021, the City contributed \$272,403 for the pay as you go benefits for the OPEB Plan.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE J - OTHER POST-EMPLOYMENT BENEFITS-CONTINUED

Total OPEB Liability of the City

Effective July 1, 2017, the City implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which significantly changed the City's accounting for OPEB amounts. The information disclosed below is presented in accordance with this new standard.

The City's total OPEB liability was measured as of June 30, 2020 and 2019 and was determined by an actuarial valuation as of January 1, 2019 with the actuary using standard techniques to roll forward the liability to the measurement date.

Actuarial assumptions. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	2.21%
Healthcare Cost Trend Rate:	6.50% Trended down to 4.5% over 8 years
Inflation Rate:	2.25%
Salary increase:	2.25%, plus service based merit increases
Participation Rate:	100%

Mortality rates were based on the Sex-Distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rate multiplied by 1.25.

The actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to June 30, 2019.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE J - OTHER POST-EMPLOYMENT BENEFITS-CONTINUED

Discount rate. Since the City funds this Plan on a pay as you go basis, GASB requires the discount rate be based on a yield or index rate for 20 year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). To comply with this requirement, the discount rate is based on an index 20 year, tax-exempt general obligation bonds. Specifically, the chosen rate is 2.21%, the Bond Buyer 20 Bond-GO Index rate published closest to, but not later than, the measurement date of June 30, 2020.

Changes in the Total OPEB Liability of the City. The changes in the total OPEB liability of the City for the year ended June 30, 2021, were as follows:

	Total OPEB Liability (a)
Balances at 6/30/20	<u>\$ 19,809,825</u>
Changes for the year:	
Service cost	912,318
Interest	721,142
Change in benefit terms	-
Differences between expected and actual experience	(86,823)
Assumption changes	3,717,504
Benefit payments	(238,200)
Other changes	-
Net changes	<u>5,025,941</u>
Balances at 6/30/21	<u><u>\$ 24,835,766</u></u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE J - OTHER POST-EMPLOYMENT BENEFITS-CONTINUED

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21%) or 1-percentage-point higher (3.21%) than the current discount rate:

	1% Increase (3.21%)	Current Discount Rate (2.21%)	1% Decrease (1.21%)
Total OPEB liability	\$ 20,764,676	\$ 24,835,766	\$ 30,052,928

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.5% decreasing to 3.5%) or 1-percentage-point higher (7.5% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease (5.5% decreasing to 3.5%)	Current Discount Rate (6.5% decreasing to 4.5%)	1% Increase (7.5% decreasing to 5.5%)
Total OPEB liability	\$ 20,162,167	\$ 24,835,766	\$ 31,023,556

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2021 and the current sharing pattern of costs between employer and inactive employees.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE J - OTHER POST-EMPLOYMENT BENEFITS-CONTINUED

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the City recognized OPEB expense of \$2,382,263. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (758,257)
Changes in assumptions	7,140,174	(890,365)
City contributions subsequent to the measurement date	<u>272,403</u>	<u>-</u>
Total	<u>\$ 7,412,577</u>	<u>\$ (1,648,622)</u>

City contributions subsequent to the measurement date of \$272,403 are reported as deferred outflows of resources and will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	
2022	748,805
2023	748,805
2024	1,099,325
2025	1,187,970
2026	1,187,970
Thereafter	<u>518,677</u>
	<u>\$ 5,491,552</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE K – FUND EQUITY/DEFICIT

1. **Fund Balances**

Nonspendable- The following fund balance is nonspendable because it is allocated to:

General Fund:

Prepaid items	187,930
Assets held for resale	<u>418,046</u>

Total \$ 605,976

Hotel/Motel Fund:

Prepaid items	<u>\$ 8,476</u>
---------------	-----------------

Restricted- The following fund balances are restricted for:

General Fund:

Capital equipment purchases	<u>\$ 2,666,987</u>
-----------------------------	---------------------

Special Revenue Funds:

Emergency Telephone - used to account for funds received from wired or wireless telecommunication providers.

\$ 59,281

Forfeited Assets - used to account for funds received from the enforcement of drug laws.

\$ 184,636

Hotel/Motel Fund - used to account for occupancy tax collected by area hotels and motels.

\$ 1,634,055

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE K – FUND EQUITY/DEFICIT-CONTINUED

SPLOST- used to account for capital projects
financed with SPLOST. \$ 3,653,783

Capital Project Fund- used to account for the
acquisition and construction of municipal complex \$ 29,436

Debt Service Fund:
Used to account for principal and interest
on long-term obligations \$ 12,600

Unassigned- The City's policy is to maintain an adequate General Fund unassigned fund balance to provide liquidity in the event of an economic downturn or natural disaster.

2. Fund Deficit

At June 30, 2021, the Sanitation and Landfill funds reflected deficit balances of \$204,917 and \$14,198, respectively, in the total net position. Management of the City expects to eliminate the deficit of the Sanitation Fund with future transfers from the General Fund. The deficit of the Landfill Fund will be reduced by operating transfers from the General Fund and possible future reduction of postclosure care cost.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE L - CONTINGENCIES

1. Litigation

The City is a defendant in certain legal actions in the nature of claims for alleged damages to persons and property and other similar types of actions arising in the course of City operations. In the opinion of City management, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

2. Risk Management

The City is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disaster for which the City carries commercial insurance in amounts deemed prudent by City management. There was no significant reduction in insurance coverage during the year. The City has also joined together with other municipalities in the state as part of the Georgia Municipal Association Group Self-Insurance Workers' Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The fund is to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment and all expenses incurred for investigation, negotiation or defense. Settlements did not exceed insurance coverage for the past three fiscal years.

NOTE M - JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the Metropolitan Atlanta Georgia area, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues, if assessed. Membership in ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of ARC. ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of ARC. Separate financial statements may be obtained from ARC, 200 North Creek, Suite 300, 3715 Northside Parkway, Atlanta, Georgia 30327.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE N - RELATED ORGANIZATION

The City's Mayor is responsible for appointing all board members of the Conyers Housing Authority (the "Authority"). However, the City has no further accountability for the Authority.

NOTE O – HOTEL/MOTEL TAX

The City of Conyers imposes an 8% hotel/motel tax for the purpose of promoting tourism. Expenditures paid with this hotel/motel tax were used to promote tourism as required by O.C.G.A. 48-13-51. A summary of transactions for the fiscal year ended June 30, 2021 is as follows:

2021 tax receipts	\$ 1,166,525
2021 expenditures	
City of Conyers Tourism and Public Affairs	<u>(1,037,940)</u>
Current year receipts under expenditures	<u>\$ 128,585</u>
Expenditures as a percentage of tax receipts	<u>89.0%</u>

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE P – BUDGET AND COMPLIANCE INFORMATION

1. General

Annual appropriated budgets are adopted for all funds at the department level. The SPLOST capital projects fund is adopted on the project length basis. Budgets for the enterprise funds are for management control purposes and are not required to be reported. Budgets are adopted on a non-GAAP basis. All unencumbered appropriations lapse at fiscal year end. Expenditures may not legally exceed budgeted appropriations at the department level.

Encumbrances represent commitments related to unfulfilled contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as assigned fund balance and are carried forward to the forthcoming year. They do not constitute expenditures or liabilities until the related goods or services are received during the subsequent year. The following process is used by the City in establishing the budgetary data reflected in the financial statements.

Each year, by January 15th for capital budgets and March 15th for operating budgets, all departments of the City submit requests for appropriations to the Chief Financial Officer so that a budget may be prepared. The budget is prepared by department for each fund, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

Before May 25th, the proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract from or change appropriations. The budget is then approved by an affirmative vote of a majority of the City Council at the first regular meeting following the public hearing, and by June 25th of each year. As expenditures may not legally exceed budgeted appropriations at the department total level, the Chief Financial Officer is authorized to revise appropriations within each department, but may not change total appropriations for a department.

City of Conyers, Georgia

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2021

NOTE P – BUDGET AND COMPLIANCE INFORMATION-CONTINUED

2. Excess of Expenditures Over Appropriations

For the year ended June 30, 2021, expenditures exceeded appropriations as follows:

<u>Fund or Department</u>	<u>Excess</u>
General Fund	
Administration	\$ (105,931)
Technology	(102,414)
Conyers Security Alert	(31,968)
Police	(228,271)
Planning & City Services	(137,476)
Planning & Inspections	(124,177)
Landscape Services	(2,269)
Infrastructure Services	(1,370)
GIHP Administration	(120,574)
Debt Service	(118,862)
Hotel/Motel Fund	
Cultural/Recreation	\$ (20,726)

These over expenditures were funded by available fund balance. The City will continue to monitor budget versus actual expenditures monthly. When proposed expenditures appear that they will exceed the budget, the City will obtain approval from the City Council for those expenditures.

REQUIRED SUPPLEMENTARY INFORMATION

City of Conyers, Georgia

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

GENERAL FUND

	For the year ended June 30, 2021		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Budgeted Amounts			
	Original	Final		
Revenues				
Taxes	\$ 14,906,500	\$ 15,432,000	\$ 15,819,074	\$ 387,074
Licenses, permits and fees	465,000	955,000	983,111	28,111
Fines and forfeitures	1,230,000	1,191,000	1,160,106	(30,894)
Charges for services	777,000	600,000	606,506	6,506
Other revenues	1,878,601	1,343,601	1,725,070	381,469
Intergovernmental	89,000	918,363	933,619	15,256
Total revenues	19,346,101	20,439,964	21,227,486	787,522
Expenditures				
General government				
Mayor and Council	304,520	391,270	390,827	443
City Manager's Office	700,260	804,505	796,097	8,408
Administration	1,137,020	1,186,970	1,292,901	(105,931)
Technology	1,343,178	1,374,348	1,476,762	(102,414)
Building maintenance	533,700	518,730	480,340	38,390
Conyers Security Alert	409,174	428,234	460,202	(31,968)
Vehicle maintenance	794,097	808,182	770,125	38,057
Public safety				
Police	6,880,493	7,019,245	7,247,516	(228,271)
Court services	813,842	803,326	793,413	9,913
Communications	125,679	112,775	81,642	31,133
Public works				
Planning & City Services	527,508	564,378	701,854	(137,476)
Planning & Inspections	334,676	238,126	362,303	(124,177)
Landscape services	492,704	491,179	493,448	(2,269)
Infrastructure services	1,235,417	1,106,881	1,108,251	(1,370)

Continued

City of Conyers, Georgia

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

GENERAL FUND – CONTINUED

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Cultural/Recreation				
GIHP Administration	269,721	275,571	396,145	(120,574)
GIHP Maintenance	1,067,344	1,033,441	958,878	74,563
GIHP Events	130,000	140,140	137,447	2,693
Nondepartmental	865,500	1,063,588	-	1,063,588
Debt service	50,000	50,000	168,862	(118,862)
Total expenditures	<u>18,014,833</u>	<u>18,410,889</u>	<u>18,117,013</u>	<u>293,876</u>
Excess of revenues over expenditures	1,331,268	2,029,075	3,110,473	1,081,398
Other financing sources (uses)				
Sale of capital assets	-	-	54,983	54,983
Transfers in	100,000	75,000	48,531	(26,469)
Transfers out	(1,431,268)	(1,900,000)	(1,663,370)	236,630
Total other financing sources (uses)	<u>(1,331,268)</u>	<u>(1,825,000)</u>	<u>(1,559,856)</u>	<u>(265,144)</u>
Net change in fund balance	-	204,075	1,550,617	1,346,542
Fund balance, beginning of year	<u>5,075,810</u>	<u>5,075,810</u>	<u>5,075,810</u>	<u>-</u>
Fund balance, end of year	<u>\$ 5,075,810</u>	<u>\$ 5,279,885</u>	<u>\$ 6,626,427</u>	<u>\$ 1,346,542</u>

City of Conyers, Georgia

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

HOTEL/MOTEL FUND

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues				
Taxes	\$ 800,000	\$ 900,000	\$ 1,166,525	\$ 266,525
Other Revenue	-	20,000	19,750	(250)
Total revenues	800,000	920,000	1,186,275	266,275
Expenditures				
Cultural/Recreation	1,033,568	1,017,214	1,037,940	(20,726)
Total expenditures	1,033,568	1,017,214	1,037,940	(20,726)
Net change in fund balance	(233,568)	(97,214)	148,335	245,549
Fund balance, beginning of year	1,494,196	1,494,196	1,494,196	-
Fund balance, end of year	\$ 1,260,628	\$ 1,396,982	\$ 1,642,531	\$ 245,549

City of Conyers, Georgia

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

Note A- Reconciliation of GAAP Basis and Budget Basis Amounts

The major difference between the budget basis used by the City and GAAP is that encumbrances are recognized as expenditures (budget) as opposed to reservations of fund balance (GAAP). A reconciliation of net change in fund balance as reported on a budgetary basis to those as reported in accordance with generally accepted accounting principles for the General Fund for the year ended June 30, 2021, is as follows:

	<u>General Fund</u>
Net change in fund balance	\$ 1,550,617
Decrease in encumbrances	<u>116,999</u>
Net change in fund balance - GAAP basis	<u>\$ 1,667,616</u>

City of Conyers, Georgia

REQUIRED SUPPLEMENTARY INFORMATION

**INFORMATION ABOUT INFRASTRUCTURE ASSETS
REPORTED USING THE MODIFIED APPROACH**

As allowed by GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments, the City has adopted an alternative process for recording depreciation expense on selected infrastructure assets. Under this alternative method, referred to as the modified approach, the City expenses certain maintenance and preservation costs and does not report depreciation expense. Assets accounted for under the modified approach include 144 lane miles of roads that the City is responsible for maintaining.

In order to utilize the modified approach, the City is required to:

- Maintain an asset management system that includes an up-to date inventory of eligible infrastructure assets.
- Perform condition assessments of eligible assets and summarize the results using a measurement scale.
- Estimate each year the annual amount to maintain and preserve the assets at the condition level established and disclosed by the City.
- Document that the assets are being preserved approximately at, or above, the established condition level.

Measurement Scale of Roads

The City uses the Georgia Department of Transportation Resurfacing Needs Rating Scale to determine the condition of roadway pavements. The scale is used to formally measure and monitor pavement conditions. The rating is determined through visual analysis conducted by experienced crews, as follows:

TYPE OF DISTRESS	PAVEMENT CONDITION (CIRCLE APPROPRIATE SCORE FOR EACH CONDITION)				
	Very Good	Good	Fair	Poor	Very Poor
Transverse Cracking	0	2	4	6	8
Longitudinal Cracking	0	2	4	6	8
Alligator Cracking	0	3	6	9	12
Patching or Potholes	0	2	4	6	8
Rutting	0	1	2	3	4
Edge Raveling	0	1	2	3	4
Roughness	0	1	2	3	4
Oxidation	0	1	2	3	4
Bleeding	0	1	2	3	4
Missing Stone	0	1	2	3	4
TOTAL SCORE PAVEMENT CONDITIONS -					

Overall Rating: 0 - Very Good; 15 – Good; 30 – Fair; 45 – Poor; 60 – Very Poor

City of Conyers, Georgia

REQUIRED SUPPLEMENTARY INFORMATION

**INFORMATION ABOUT INFRASTRUCTURE ASSETS
REPORTED USING THE MODIFIED APPROACH - CONTINUED**

Established Condition Level

The City’s standard is to achieve and maintain at least a fair rating on City roads. No more than 15% of the roads should be rated poor or very poor.

Condition Rating

The City will assess conditions each year. The conditions for the last three assessments:

Assessed Date	Standard Rating	Poor Rating
March 2021	96.1%	3.9%
April 2020	94.5%	5.5%
March 2016	94%	6%

Budgeted and Estimated Costs to Maintain

The following table presents the City’s estimate of spending necessary to preserve and maintain the roads at, or above, the “Established Condition Levels” cited above, and the actual amounts spent during the past five fiscal years:

FISCAL YEAR	ESTIMATED SPENDING	ACTUAL SPENDING
2021	\$2,000,000	\$2,502,937
2020	\$1,000,000	\$1,078,508
2019	\$1,000,000	\$800,955
2018	\$2,000,000	\$1,201,797
2017	\$1,531,641	\$1,888,952

The City determines its program needs annually. The estimated spending provided above are for estimated expenses and commitments relating to appropriate projects at the time of the budget request. Projects may be added, deleted, adjusted, or postponed during the year. The difference between the estimated and actual spending amounts above reflects these changes.

City of Conyers, Georgia

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS**

	2021	2020	2019	2018	2017	2016	2015
Total pension liability							
Service cost	\$ 418,679	\$ 382,574	\$ 381,899	\$ 389,563	\$ 373,556	\$ 311,966	\$ 323,849
Interest	1,993,219	1,741,373	1,605,758	1,484,355	1,368,995	1,107,664	1,056,937
Differences between expected and actual experience	766,195	1,039,594	513,115	215,390	261,109	942,777	(295,405)
Changes of assumptions	-	1,409,079	-	382,517	-	-	(856)
Change of benefit terms	(17,770)	-	-	-	-	1,475,184	-
Benefit payments, including refunds of employee contributions	(859,259)	(741,401)	(645,100)	(548,067)	(482,239)	(448,912)	(411,057)
Net change in total pension liability	<u>2,301,064</u>	<u>3,831,219</u>	<u>1,855,672</u>	<u>1,923,758</u>	<u>1,521,421</u>	<u>3,388,679</u>	<u>673,468</u>
Total pension liability-beginning	<u>27,037,647</u>	<u>23,206,428</u>	<u>21,350,756</u>	<u>19,426,998</u>	<u>17,905,577</u>	<u>14,516,898</u>	<u>13,843,430</u>
Total pension liability-ending (a)	<u>\$ 29,338,711</u>	<u>\$ 27,037,647</u>	<u>\$ 23,206,428</u>	<u>\$ 21,350,756</u>	<u>\$ 19,426,998</u>	<u>\$ 17,905,577</u>	<u>\$ 14,516,898</u>
 Plan fiduciary net position							
Contributions-employer	\$ 1,137,409	\$ 1,259,988	\$ 1,000,789	\$ 1,019,275	\$ 732,468	\$ 699,640	\$ 812,268
Net investment income	1,888,854	582,385	1,630,442	2,101,890	1,364,725	123,800	1,183,125
Benefit payments, including refunds of employee contributions	(859,259)	(741,401)	(645,100)	(548,067)	(482,239)	(448,912)	(411,057)
Administrative expenses	(41,649)	(39,781)	(41,966)	(43,197)	(25,953)	(29,972)	(24,375)
Net change in plan fiduciary net pension	<u>2,125,355</u>	<u>1,061,191</u>	<u>1,944,165</u>	<u>2,529,901</u>	<u>1,589,001</u>	<u>344,556</u>	<u>1,559,961</u>
Plan fiduciary net position-beginning	<u>19,285,518</u>	<u>18,224,327</u>	<u>16,280,162</u>	<u>13,750,261</u>	<u>12,161,260</u>	<u>11,816,704</u>	<u>10,256,743</u>
Plan fiduciary net position-ending (b)	<u>\$ 21,410,873</u>	<u>\$ 19,285,518</u>	<u>\$ 18,224,327</u>	<u>\$ 16,280,162</u>	<u>\$ 13,750,261</u>	<u>\$ 12,161,260</u>	<u>\$ 11,816,704</u>
 City's net pension liability- ending (a) - (b)	<u>\$ 7,927,838</u>	<u>\$ 7,752,129</u>	<u>\$ 4,982,101</u>	<u>\$ 5,070,594</u>	<u>\$ 5,676,737</u>	<u>\$ 5,744,317</u>	<u>\$ 2,700,194</u>
 Plan fiduciary net position as a percentage of the total pension liability	73.0%	71.3%	78.5%	76.3%	70.8%	67.9%	81.4%
 Covered payroll	\$ 10,220,231	\$ 9,623,728	\$ 8,911,907	\$ 8,564,478	\$ 8,095,647	\$ 7,762,963	\$ 6,717,738
 City's net pension liability as a percentage of covered payroll	77.6%	80.6%	55.9%	59.2%	70.1%	74.0%	40.2%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

City of Conyers, Georgia

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY CONTRIBUTIONS

	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,415,204	\$ 1,202,056	\$ 1,151,369	\$ 1,078,525	\$ 999,524	\$ 643,450	\$ 718,370	\$ 843,568
Contributions in relation to the actuarially determined contribution	<u>1,415,204</u>	<u>1,202,056</u>	<u>1,151,369</u>	<u>1,078,525</u>	<u>999,524</u>	<u>643,450</u>	<u>718,370</u>	<u>843,568</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 9,921,133	\$ 10,257,203	\$ 9,679,794	\$ 9,116,676	\$ 8,664,468	\$ 8,204,727	\$ 8,069,467	\$ 6,806,523
Contributions as a percentage of Covered payroll	14.3%	11.7%	11.9%	11.8%	11.5%	7.8%	8.9%	12.4%

Notes to the Schedule

Valuation date	January 1, 2021
Actuarial cost method	Projected Unit Credit
Amortization method	Closed level dollar for remaining unfunded liability
Amortization period	Remaining amortization period varies for the base, with a net effective amortization period of 12 years
Asset valuation method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Actuarial assumptions:	
Investment rate of return	7.375%
Projected salary increases	2.25% plus service based merit increases

City of Conyers, Georgia

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

OPEB RETIREMENT PLAN

SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 912,318	\$ 976,814	\$ 1,004,280	\$ 1,194,444
Interest	721,142	652,686	574,346	479,416
Change of benefit terms	-	(2,284,115)	-	-
Differences between expected and actual experience	(86,823)	(850,128)	(70,581)	(123,956)
Assumption changes	3,717,504	5,535,233	(461,285)	(1,979,164)
Benefit payments	<u>(238,200)</u>	<u>(218,270)</u>	<u>(176,091)</u>	<u>(141,915)</u>
Net change in total OPEB liability	5,025,941	3,812,220	870,669	(571,175)
Total OPEB liability-beginning	<u>19,809,825</u>	<u>15,997,605</u>	<u>15,126,936</u>	<u>15,698,111</u>
Total OPEB liability-ending	<u><u>\$ 24,835,766</u></u>	<u><u>\$ 19,809,825</u></u>	<u><u>\$ 15,997,605</u></u>	<u><u>\$ 15,126,936</u></u>
Covered payroll	\$ 9,840,262	\$ 9,623,728	\$ 8,095,647	\$ 8,095,647
Total OPEB liability as a percentage of covered payroll	252.39%	205.84%	197.61%	186.85%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

The City is not accumulating assets in a trust fund that meets the criteria in paragraph 4 of GASB Statement No. 75 for payment of future OPEB benefits.

SUPPLEMENTARY INFORMATION

COMBINING STATEMENTS AND

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

**City of Conyers, Georgia
Nonmajor Governmental Funds**

**COMBINING BALANCE SHEET
June 30, 2021**

	Special Revenue Funds		Debt Service Fund	Total Nonmajor Governmental Funds
	Emergency Telephone	Forfeited Assets	Debt Service	
ASSETS				
Cash and cash equivalents	\$ 607	\$ 191,024	\$ 12,600	\$ 204,231
Receivables - net of allowances for uncollectible accounts				
Accounts	73,944	-	-	73,944
Due from other funds	5,136	-	-	5,136
Total assets	<u>\$ 79,687</u>	<u>\$ 191,024</u>	<u>\$ 12,600</u>	<u>\$ 283,311</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 4,860	\$ -	\$ 4,860
Accrued salaries	20,406	-	-	20,406
Due to other funds	-	1,528	-	1,528
Total liabilities	20,406	6,388	-	26,794
Fund balances:				
Restricted	59,281	184,636	12,600	256,517
Total fund balances	<u>59,281</u>	<u>184,636</u>	<u>12,600</u>	<u>256,517</u>
Total liabilities and fund balances	<u>\$ 79,687</u>	<u>\$ 191,024</u>	<u>\$ 12,600</u>	<u>\$ 283,311</u>

**City of Conyers, Georgia
Nonmajor Governmental Funds**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

For the year ended June 30, 2021

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Emergency Telephone</u>	<u>Forfeited Assets</u>	<u>Debt Service</u>	
Revenues				
Fines and forfeitures	\$ -	\$ 34,932	\$ -	\$ 34,932.00
Charges for services	422,848	-	-	422,848
Interest income	-	1,090	-	1,090
Total revenues	<u>422,848</u>	<u>36,022</u>	<u>-</u>	<u>458,870</u>
Expenditures				
Current				
Public safety	830,453	107,477	-	937,930
Debt Service				
Principal	-	-	505,000	505,000
Interest and other charges	-	-	492,308	492,308
Total expenditures	<u>830,453</u>	<u>107,477</u>	<u>997,308</u>	<u>1,935,238</u>
Excess (deficiency) of expenditures over revenues	(407,605)	(71,455)	(997,308)	(1,476,368)
Other financing sources				
Transfers in: General Fund	<u>407,980</u>	-	<u>730,000</u>	<u>1,137,980</u>
Total other financing sources	<u>407,980</u>	-	<u>730,000</u>	<u>1,137,980</u>
Net change in fund balances	375	(71,455)	(267,308)	(338,388)
Fund balance, beginning of year	<u>58,906</u>	<u>256,091</u>	<u>279,908</u>	<u>594,905</u>
Fund balance, end of year	<u>\$ 59,281</u>	<u>\$ 184,636</u>	<u>\$ 12,600</u>	<u>\$ 256,517</u>

**City of Conyers, Georgia
Emergency Telephone Fund**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL**

For the year ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services:				
Emergency 911 charges	\$ 406,000	\$ 406,000	\$ 422,848	\$ 16,848
Total revenues	406,000	406,000	422,848	16,848
Expenditures				
Public safety				
Communications administration	833,711	849,311	830,453	18,858
Total expenditures	833,711	849,311	830,453	18,858
Deficiency of revenues under expenditures	(427,711)	(443,311)	(407,605)	35,706
Other financing sources				
Transfers in	427,711	443,311	407,980	(35,331)
Total other financing sources	427,711	443,311	407,980	(35,331)
Net change in fund balance	-	-	375	375
Fund balance, beginning of year	58,906	58,906	58,906	-
Fund balance, end of year	\$ 58,906	\$ 58,906	\$ 59,281	\$ 375

**City of Conyers, Georgia
Forfeited Assets Fund**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL**

For the year ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 162,500	\$ 16,500	\$ 34,932	\$ 18,432
Other revenue	-	-	1,090	1,090
Total revenues	<u>162,500</u>	<u>16,500</u>	<u>36,022</u>	<u>19,522</u>
Expenditures				
Public safety	<u>162,500</u>	<u>171,377</u>	<u>107,477</u>	<u>63,900</u>
Total expenditures	<u>162,500</u>	<u>171,377</u>	<u>107,477</u>	<u>63,900</u>
Net change in fund balance	-	(154,877)	(71,455)	83,422
Fund balance, beginning of year	<u>256,091</u>	<u>256,091</u>	<u>256,091</u>	<u>-</u>
Fund balance, end of year	<u>\$ 256,091</u>	<u>\$ 101,214</u>	<u>\$ 184,636</u>	<u>\$ 83,422</u>

**City of Conyers, Georgia
Debt Service Fund**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL**

For the year ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures				
Debt service				
Principal	\$ 505,000	\$ 505,000	\$ 505,000	\$ -
Interest	492,338	492,338	492,308	30
Total expenditures	<u>997,338</u>	<u>997,338</u>	<u>997,308</u>	<u>30</u>
Deficiency of revenues under expenditures	(997,338)	(997,338)	(997,308)	30
Other financing sources				
Transfers in	997,338	997,338	730,000	(267,338)
Total other financing sources	<u>997,338</u>	<u>997,338</u>	<u>730,000</u>	<u>(267,338)</u>
Net change in fund balance	-	-	(267,308)	(267,308)
Fund balance, beginning of year	<u>279,908</u>	<u>279,908</u>	<u>279,908</u>	<u>-</u>
Fund balance, end of year	<u>\$ 279,908</u>	<u>\$ 279,908</u>	<u>\$ 12,600</u>	<u>\$ (267,308)</u>

City of Conyers, Georgia

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS –
2011 ISSUE

For the year ended June 30, 2021

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Hardin/O'Kelley Complete Street	\$ 902,000	\$ 902,000	\$ 5,379,835	\$ 950	\$ 5,380,785
Green/Open Space	1,500,000	1,500,000	1,745,900	10,655	1,756,555
North Street/Barton/Railroad	585,000	585,000	1,314,675	-	1,314,675
Irwin Bridge	600,000	600,000	2,942,784	-	2,942,784
Pine Log Road	216,000	216,000	262	-	262
Bryant Street	521,000	521,000	750	-	750
Centennial Parkway	400,000	400,000	337	-	337
Scott/Green/Main/Pinelog	600,000	600,000	2,726	-	2,726
Sigman @ East Park/Sarasota	540,000	540,000	318,977	-	318,977
Eastview Road	850,000	850,000	1,844,661	-	1,844,661
Millers Chapel Road	-	493,026	535,166	-	535,166
Olde Town Parking Lot	-	565,721	684,596	-	684,596
Striping	35,000	35,000	59,158	-	59,158
Resurfacing	2,000,000	2,000,000	532,378	-	532,378
Public Safety Vehicles & Towers	1,500,000	1,500,000	5,989,556	-	5,989,556
Total	\$ 10,249,000	\$ 11,307,747	\$ 21,351,761	\$ 11,605	\$ 21,363,366

City of Conyers, Georgia

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS –
2017 ISSUE

For the year ended June 30, 2021

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
City Parks Upgrades	250,000	250,000	118,800	49,664	168,464
Public Safety Software	1,000,000	1,000,000	1,069,352	105,053	1,174,405
Public Safety Capital	1,500,000	1,500,000	1,063,495	93,584	1,157,079
Public Safety Radio System Maintenance	3,500,000	3,500,000	-	734,629	734,629
Main at Milstead Signal Upgrades	5,000	5,000	5,000	-	5,000
Municipal Court/Public Safety Building	2,500,000	2,500,000	25,990	2,505	28,495
Rowland Road Culvert	-	473,000	489,379	-	489,379
Striping	150,000	150,000	107,211	-	107,211
Resurfacing	1,500,000	1,500,000	1,432,359	2,502,937	3,935,296
Total	\$ 10,405,000	\$ 10,878,000	\$ 4,311,586	\$ 3,488,372	\$ 7,799,958

Debt service expenditures already

included in amounts above

\$ 238,756

2011 SPLOST Expenditures

11,605

Total SPLOST Fund Expenditures

\$ 3,738,733

City of Conyers, Georgia

BALANCE SHEET
COMPONENT UNIT

June 30, 2021

	The Conyers Downtown Development Authority
ASSETS	
Cash and cash equivalents	\$ 200,505
Prepaid items	367
Assets held for resale	<u>171,348</u>
Total assets	<u>372,220</u>
LIABILITIES AND FUND BALANCES	
Liabilities:	
Loans payable	<u>386,629</u>
Total liabilities	386,629
Fund balances (deficit):	
Unassigned	<u>(14,409)</u>
Total fund balances (deficit)	<u>(14,409)</u>
Total liabilities and fund balances	<u>\$ 372,220</u>

City of Conyers, Georgia

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPONENT UNIT

For the year ended June 30, 2021

	<u>The Conyers Downtown Development Authority</u>
Revenues	
Contributions and donations	\$ 5,000
Rental income	34,193
Total revenues	<u>39,193</u>
Expenditures	
Current	
Development	<u>2,468</u>
Debt service	
Interest	<u>8,947</u>
Total expenditures	<u>11,415</u>
Net change in fund balances	27,778
Fund balance (deficit), beginning of year	<u>(42,187)</u>
Fund balance (deficit), end of year	<u>\$ (14,409)</u>

CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS

City of Conyers, Georgia

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

COMPARATIVE SCHEDULES BY SOURCE

June 30,

	2021	2020
Governmental funds capital assets:		
Land	\$ 13,004,483	\$ 12,812,443
Building	22,064,248	8,709,363
Improvements	39,716,396	38,602,346
Infrastructure	7,660,133	2,280,924
Construction in Progress	592,522	16,584,586
Equipment	17,893,065	18,114,756
Total governmental funds capital assets	\$ 100,930,847	\$ 97,104,418
Investments in governmental funds capital assets by source:		
Acquired prior to 1993	\$ 4,231,237	\$ 4,231,237
General fund	32,980,000	32,951,792
Special revenues funds	759,213	759,213
Capital projects fund	34,691,779	30,893,558
Enterprise fund	28,018,618	28,018,618
Donations	250,000	250,000
Total governmental funds capital assets	\$ 100,930,847	\$ 97,104,418

City of Conyers, Georgia

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2021

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements</u>	<u>Infrastructure</u>	<u>Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
General government:							
Administrative	\$ 2,991,950	\$ 13,701,784	\$ 379,518	\$ -	\$ 471,080	\$ -	\$ 17,544,332
Technology	-	-	-	-	1,697,826	-	1,697,826
Conyers' Commerce Center	672,800	-	-	-	-	-	672,800
Security alert	-	-	-	-	175,337	-	175,337
Total general government	<u>3,664,750</u>	<u>13,701,784</u>	<u>379,518</u>	<u>-</u>	<u>2,344,243</u>	<u>-</u>	<u>20,090,295</u>
Public safety:							
Police department	-	622,635	1,085,282	-	11,148,401	-	12,856,318
Fire	-	<u>141,126</u>	<u>-</u>	<u>-</u>	<u>5,306</u>	<u>-</u>	<u>146,432</u>
Total public safety	-	763,761	1,085,282	-	11,153,707	-	13,002,750
Public works	<u>2,431,027</u>	<u>2,232,045</u>	<u>15,245,125</u>	<u>7,660,133</u>	<u>2,640,723</u>	<u>328,786</u>	<u>30,537,839</u>
Total public works	2,431,027	2,232,045	15,245,125	7,660,133	2,640,723	328,786	30,537,839
Cultural/Recreation:							
Horse Park	6,651,706	4,374,051	22,804,986	-	1,052,691	76,631	34,960,065
Tourism	<u>257,000</u>	<u>992,607</u>	<u>201,485</u>	<u>-</u>	<u>701,701</u>	<u>187,105</u>	<u>2,339,898</u>
Total cultural/recreation	6,908,706	5,366,658	23,006,471	-	1,754,392	263,736	37,299,963
Total	<u>\$ 13,004,483</u>	<u>\$ 22,064,248</u>	<u>\$ 39,716,396</u>	<u>\$ 7,660,133</u>	<u>\$ 17,893,065</u>	<u>\$ 592,522</u>	<u>\$ 100,930,847</u>

City of Conyers, Georgia

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

For the fiscal year ended June 30, 2021

<u>Function and Activity</u>	<u>June 30, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2021</u>
General government:				
Administrative	\$ 13,719,886	\$ 3,824,446	\$ -	\$ 17,544,332
Technology	1,587,316	110,510	-	1,697,826
Conyers' Commerce Center	672,800	-	-	672,800
Security alert	175,337	-	-	175,337
Total general government	<u>16,155,339</u>	<u>3,934,956</u>	<u>-</u>	<u>20,090,295</u>
Public safety:				
Police department	12,880,322	79,162	(103,166)	12,856,318
Fire	<u>141,126</u>	<u>5,306</u>	<u>-</u>	<u>146,432</u>
Total public safety	13,021,448	84,468	(103,166)	13,002,750
Public works				
Total public works	<u>30,637,354</u>	<u>215,096</u>	<u>(314,611)</u>	<u>30,537,839</u>
Cultural/Recreation:				
Horse Park	34,950,379	44,698	(35,012)	34,960,065
Tourism	<u>2,339,898</u>	<u>-</u>	<u>-</u>	<u>2,339,898</u>
Total cultural/recreation	<u>37,290,277</u>	<u>44,698</u>	<u>(35,012)</u>	<u>37,299,963</u>
Total	<u>\$ 97,104,418</u>	<u>\$ 4,279,218</u>	<u>\$ (452,789)</u>	<u>\$ 100,930,847</u>

STATISTICAL SECTION

This part of the City’s comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the City’s financial performance and well-being has changed over time.</i>	93-99
Revenue Capacity <i>These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax.</i>	100-106
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.</i>	107-109
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.</i>	110-112
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.</i>	113-115

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports for the relevant year.

City of Conyers, Georgia

Net Position by Component
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net Investment in capital assets	\$ 23,519,921	\$ 22,455,361	\$ 22,755,460	\$ 25,480,668	\$ 28,910,011	\$ 32,489,423	\$ 34,874,714	\$ 40,093,437	\$ 45,329,032	\$ 43,554,234
Restricted	3,246,289	4,617,499 ⁽¹⁾	5,910,415 ⁽³⁾	5,188,998	3,903,417	2,393,457	3,235,651	18,457,176 ⁽⁹⁾	9,380,985 ⁽¹¹⁾	5,582,267 ⁽¹³⁾
Unrestricted	(2,785,802)	(4,867,885) ⁽²⁾	(5,745,717) ⁽⁴⁾	(9,206,666) ⁽⁶⁾	(10,479,084)	(11,298,353)	(19,515,505) ⁽⁸⁾	(34,362,390)	(25,343,163) ⁽¹²⁾	(20,753,790) ⁽¹⁴⁾
Subtotal Governmental Activities Net Position	\$ 23,980,408	\$ 22,204,975	\$ 22,920,158	\$ 21,463,000	\$ 22,334,344	\$ 23,584,527	\$ 18,594,860	\$ 24,188,223	\$ 29,366,854	\$ 28,382,711
Business-type Activities										
Net Investment in capital assets	\$ 5,223,699	\$ 5,013,768	\$ 4,745,179	\$ 4,653,027	\$ 4,295,668	\$ 4,450,419	\$ 4,501,794	\$ 4,459,558	\$ 4,487,032	\$ 4,567,458
Unrestricted	(2,635,311)	(1,962,899)	(1,386,978) ⁽⁵⁾	(1,823,288) ⁽⁷⁾	(2,177,794)	(1,955,997)	(1,408,470)	(1,153,242)	(1,013,104)	(801,825)
Subtotal Business-type Activities Net Position	\$ 2,588,388	\$ 3,050,869	\$ 3,358,201	\$ 2,829,739	\$ 2,117,874	\$ 2,494,422	\$ 3,093,324	\$ 3,306,316	\$ 3,473,928	\$ 3,765,633
Primary Government										
Net Investment in capital assets	\$ 28,743,620	\$ 27,469,129	\$ 27,500,639	\$ 30,133,695	\$ 33,205,679	\$ 36,939,842	\$ 39,376,508	\$ 44,552,995	\$ 49,816,064	\$ 48,121,692
Restricted	3,246,289	4,617,499	5,910,415	5,188,998	3,903,417	2,393,457	3,235,651	18,457,176 ⁽¹⁰⁾	9,380,985	5,582,267
Unrestricted	(5,421,113)	(6,830,784)	(7,132,695)	(11,029,954)	(12,656,878)	(13,254,350)	(20,923,975)	(35,515,632)	(26,356,267)	(21,555,615)
Total Primary Government Net Position	\$ 26,568,796	\$ 25,255,844	\$ 26,278,359	\$ 24,292,739	\$ 24,452,218	\$ 26,078,949	\$ 21,688,184	\$ 27,494,539	\$ 32,840,782	\$ 32,148,344

(1) The increase is due to the City receiving 2011 Splost funds for twelve months in fiscal year 2013.

(2) The increase is due to transfer from General Fund to other funds.

(3) The increase is mainly due to increase in SPLOST funds.

(4) See explanation at (3).

(5) The decrease is due to the decreased amount of transfers from General Fund to other funds.

(6) The increase is mainly due to prior period adjustment of \$2.6 million for net pension liability related to GASB 68.

(7) The increase is mainly due to prior period adjustment of nearly \$325,000 for net pension liability related to GASB 68.

(8) The increase is mainly due to prior period adjustment of \$7.5 million for OPEB liability related to GASB 75.

(9) The increase is mainly due to \$13 million general obligation bonds issued in fiscal year 2019

(10) See explanation at (9).

(11) The decrease is mainly due to spending of bond proceeds on the new City Hall complex in fiscal year 2020.

(12) See explanation at (11).

(13) See explanation at (11).

(14) See explanation at (11).

City of Conyers, Georgia
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 4,221,525	\$ 3,924,921	\$ 4,107,043	\$ 4,212,428	\$ 4,150,858	\$ 4,597,704	\$ 4,691,506	\$ 4,099,656	\$ 5,288,058	\$ 5,862,866
Public safety and communications	6,345,778	6,118,795	6,461,550	5,433,072	4,637,265	7,811,789	7,906,375	8,722,995	8,165,317	10,527,661
Public works	2,596,497	2,796,180	2,423,455	3,545,845	5,863,799	3,243,954	3,575,535	3,406,129	2,886,864	7,462,777
Culture and recreation	3,714,132	3,629,157	3,563,062	3,241,830	2,754,995	2,877,446	3,131,548	2,992,591	2,635,264	3,049,880
Interest on long-term debt	336,987	255,641	237,704	207,113	233,592	224,507	213,934	901,111	656,947	625,181
Total governmental activities expenses	<u>17,214,919</u>	<u>16,724,694</u>	<u>16,792,814</u>	<u>16,640,288</u>	<u>17,640,509</u>	<u>18,755,400</u>	<u>19,518,898</u>	<u>20,122,482</u>	<u>19,632,450</u>	<u>27,528,365</u>
Business-type activities:										
Sanitation	1,409,559	1,307,687	1,471,989	1,523,651	1,614,080	1,513,634	1,478,178	1,274,042	1,259,711	1,239,369
Landfill	39,569	50,858	162,401	44,856	84,974	45,266	36,768	39,742	39,479	63,365
Stormwater	392,300	471,356	459,985	480,350	569,204	505,258	412,269	630,246	323,211	467,321
Golf	1,433,827	1,585,896	1,497,626	1,536,448	1,631,408	1,673,694	1,634,490	1,654,309	1,756,921	1,920,676
Total business-type activities expenses	<u>3,275,255</u>	<u>3,415,797</u>	<u>3,592,001</u>	<u>3,585,305</u>	<u>3,899,666</u>	<u>3,737,852</u>	<u>3,561,705</u>	<u>3,598,339</u>	<u>3,379,322</u>	<u>3,690,731</u>
Total primary government expenses	<u>\$20,490,174</u>	<u>\$20,140,491</u>	<u>\$ 20,384,815</u>	<u>\$ 20,225,593</u>	<u>\$ 21,540,175</u>	<u>\$ 22,493,252</u>	<u>\$ 23,080,603</u>	<u>\$ 23,720,821</u>	<u>\$23,011,772</u>	<u>\$31,219,096</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 501,379	\$ 560,139	\$ 555,137	\$ 580,143	\$ 583,679	\$ 632,168	\$ 583,200	\$ 678,291	\$ 545,840	\$ 570,085
Public safety and communications	1,626,044	1,713,771	2,214,514	1,897,293	1,984,125	1,940,250	2,265,123	2,038,068	2,065,130	1,681,012
Public works	100,690	140,466	159,605	131,305	201,131	173,859	410,681	416,178	1,086,401	940,610
Cultural/recreation	1,184,757	1,018,126	1,238,151	1,152,913	1,167,428	1,211,211	985,691	1,021,987	765,063	963,323
Operating grants and contributions	407,654	198,835	70,926	51,414	83,121	139,139	280,326	292,384	284,743	961,491
Capital grants and contributions	2,231,838	2,114,912	2,281,163	2,453,494	2,430,313	2,891,826	4,283,464	5,670,203	3,728,351	4,149,174
Total governmental activities program revenues	<u>6,052,362</u>	<u>5,746,249</u>	<u>6,519,496</u>	<u>6,266,562</u>	<u>6,449,797</u>	<u>6,988,453</u>	<u>8,808,485</u>	<u>10,117,111</u>	<u>8,475,528</u>	<u>9,265,695</u>
Business-type activities:										
Charges for services:										
Sanitation	1,223,559	1,235,550	1,234,781	1,275,119	1,275,689	1,282,393	1,280,024	1,296,416	1,357,957	1,390,818
Stormwater	473,346	481,885	479,833	470,899	451,824	500,119	507,858	573,116	521,555	532,497
Golf	1,048,641	1,032,531	1,205,918	1,296,996	1,304,371	1,387,762	1,343,470	1,328,351	1,153,058	1,537,824
Total business-type activities program revenues	<u>2,745,546</u>	<u>2,749,966</u>	<u>2,920,532</u>	<u>3,043,014</u>	<u>3,031,884</u>	<u>3,170,274</u>	<u>3,131,352</u>	<u>3,197,883</u>	<u>3,032,570</u>	<u>3,461,139</u>
Total primary government program revenues	<u>\$ 8,797,908</u>	<u>\$ 8,496,215</u>	<u>\$ 9,440,028</u>	<u>\$ 9,309,576</u>	<u>\$ 9,481,681</u>	<u>\$ 10,158,727</u>	<u>\$ 11,939,837</u>	<u>\$ 13,314,994</u>	<u>\$ 11,508,098</u>	<u>\$ 12,726,834</u>

(Continued)

City of Conyers, Georgia

**Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (expense)/revenue										
Governmental activities	\$ (11,162,557)	\$(10,978,445)	\$ (10,273,318)	\$ (10,373,726)	\$ (11,190,712)	\$(11,766,947)	\$ (10,710,413)	\$ (10,005,371)	\$ (11,156,922)	\$ (18,262,670) ⁽⁷⁾
Business-type activities	(529,709)	(665,831)	(671,469)	(542,291)	(867,782)	(567,578)	(430,353)	(400,456)	(346,752)	(229,592)
Total primary government net expenses	\$ (11,692,266)	\$(11,644,276)	\$ (10,944,787)	\$ (10,916,017)	\$ (12,058,494)	\$(12,334,525)	\$ (11,140,766)	\$ (10,405,827)	\$ (11,503,674)	\$ (18,492,262)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 5,362,510	\$ 5,202,127	\$ 6,303,458 ⁽¹⁾	\$ 6,003,839	\$ 6,083,037	\$ 7,885,387 ⁽⁵⁾	\$ 7,978,471	\$ 9,379,770 ⁽⁶⁾	\$ 10,126,572	\$ 10,867,088
Other taxes	4,438,287	4,480,208	4,835,044	5,226,317	5,450,990	5,423,120	5,426,303	5,702,682	5,769,025	6,177,725
Interest and investment earnings	204,755	208,806	214,345	219,064	221,307	226,594	236,816	527,690	446,745	235,273
Miscellaneous	418,689	203,162	320,552	394,031	438,816	387,913	464,053	574,164	479,891	475,300
Transfers	9,903	(891,291)	(684,898)	(297,617) ⁽²⁾	(132,094)	(905,884)	(872,542)	(585,572)	(486,680)	(476,859)
Total governmental activities	10,434,144	9,203,012	10,988,501	11,545,634	12,062,056	13,017,130	13,233,101	15,598,734	16,335,553	17,278,527
Business-type activities:										
Interest and investment earnings	1,498	-	-	-	55	183	109	57	48	82
Miscellaneous	27,698	237,021	293,903	41,152 ⁽³⁾	23,768	38,059	156,604	27,819	27,636	44,356
Transfers	(9,903)	891,291	684,898	297,617 ⁽⁴⁾	132,094	905,884	872,542	585,572	486,680	476,859
Total business-type activities	19,293	1,128,312	978,801	338,769	155,917	944,126	1,029,255	613,448	514,364	521,297
Total primary government	\$ 10,453,437	\$ 10,331,324	\$ 11,967,302	\$ 11,884,403	\$ 12,217,973	\$ 13,961,256	\$ 14,262,356	\$ 16,212,182	\$ 16,849,917	\$ 17,799,824
Change in Net Position										
Governmental activities	\$ (728,413)	\$ (1,775,433)	\$ 715,183	\$ 1,171,908	\$ 871,344	\$ 1,250,183	\$ 2,522,688	\$ 5,593,363	\$ 5,178,631	\$ (984,143)
Business-type activities	(510,416)	462,481	307,332	(203,522)	(711,865)	376,548	598,902	212,992	167,612	291,705
Total primary government	\$ (1,238,829)	\$ (1,312,952)	\$ 1,022,515	\$ 968,386	\$ 159,479	\$ 1,626,731	\$ 3,121,590	\$ 5,806,355	\$ 5,346,243	\$ (692,438)

(1) The increase is due to the increased tax millage rate in FY 2014.

(2) The decrease is due to General Fund reducing the amount of transfers to Golf and Sanitation Funds.

(3) In FY 14, Sanitation Fund sold equipment to Pratt with the realignment of the fund.

(4) See explanation at (2).

(5) The increase is due to increased millage in FY 2017.

(6) The increase is mainly due to 1.3 mill ad valorem tax to pay debt service on general obligation bonds issued in FY 2019.

(7) The increase is mainly due to increased public safety and public works expenditures.

City of Conyers, Georgia

**Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(accrual basis of accounting)**

Fiscal Year	Property Tax	Franchise Tax	Hotel-Motel Tax	Alcoholic Beverage Tax	Insurance Premium Tax	Occupational Tax	Other Taxes	Total
2012	5,362,510	1,477,040	710,976	603,568	712,709	483,379	450,615	9,800,797
2013	5,202,127	1,372,350	766,031	565,363	757,016	453,832	565,616	9,682,335
2014	6,303,458	1,396,541	894,325	570,520	783,818	554,099	635,741	11,138,502
2015	6,003,839	1,461,744	1,124,539	605,538	819,539	584,251	630,706	11,230,156
2016	6,083,037	1,460,739	1,297,621	614,275	875,543	591,985	610,827	11,534,027
2017	7,885,387	1,444,679	1,271,947	613,295	948,383	595,594	549,222	13,308,507
2018	7,978,471	1,386,582	1,258,868	613,109	1,009,941	608,142	549,661	13,404,774
2019	9,379,770	1,496,550	1,281,824	626,215	1,089,029	622,136	586,928	15,082,452
2020	10,126,572	1,534,359	1,074,890	625,864	1,160,370	596,820	776,722	15,895,597
2021	10,867,088	1,497,924	1,166,525	694,947	1,223,786	628,678	965,865	17,044,813

City of Conyers, Georgia

**Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund										
Nondisposable	\$ 1,791,096	\$ 2,093,559	\$ 1,053,951 ⁽¹⁾	\$ 1,123,961	\$ 1,343,183	\$ 774,689	\$ 782,611	\$ 578,537	\$ 577,012	\$ 605,976
Restricted	2,445,528	2,331,074	2,877,260	3,194,981	3,356,784	3,162,522	2,816,254	2,525,374	2,222,717	2,666,987
Assigned	39,852	44,318	-	-	-	-	-	-	-	-
Unassigned	(882,893)	(2,653,264)	(1,739,918) ⁽²⁾	(1,716,846)	(1,123,188)	387,695 ⁽⁶⁾	890,251	1,464,188	2,276,081	3,470,463
Total General Fund	<u>\$ 3,393,583</u>	<u>\$ 1,815,687</u>	<u>\$ 2,191,293</u>	<u>\$ 2,602,096</u>	<u>\$ 3,576,779</u>	<u>\$ 4,324,906</u>	<u>\$ 4,489,116</u>	<u>\$ 4,568,099</u>	<u>\$ 5,075,810</u>	<u>\$ 6,743,426</u>
All Other Governmental Funds										
Nondisposable	\$ -	\$ 36,679	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,073	\$ 8,476
Restricted, reported in:										
Special revenue funds	97,505	309,758	811,859	1,050,701	1,525,267	1,733,634	1,968,638	2,085,145	1,801,120	1,877,972
Capital projects funds	3,148,784	4,307,741	5,134,504 ⁽³⁾	4,155,587 ⁽⁴⁾	2,719,112 ⁽⁵⁾	659,823 ⁽⁷⁾	1,267,013	16,010,056 ⁽⁸⁾	7,291,884 ⁽⁹⁾	3,683,219 ⁽¹⁰⁾
Debt service fund	-	-	-	-	-	-	-	361,975	279,908	12,600
Unassigned, reported in:										
Special revenue funds	(66,491)	(27,932)	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 3,179,798</u>	<u>\$ 4,626,246</u>	<u>\$ 5,946,363</u>	<u>\$ 5,206,288</u>	<u>\$ 4,244,379</u>	<u>\$ 2,393,457</u>	<u>\$ 3,235,651</u>	<u>\$ 18,457,176</u>	<u>\$ 9,380,985</u>	<u>\$ 5,582,267</u>
Total all governmental funds	<u>\$ 6,573,381</u>	<u>\$ 6,441,933</u>	<u>\$ 8,137,656</u>	<u>\$ 7,808,384</u>	<u>\$ 7,821,158</u>	<u>\$ 6,718,363</u>	<u>\$ 7,724,767</u>	<u>\$ 23,025,275</u>	<u>\$ 14,456,795</u>	<u>\$ 12,325,693</u>

Note: GASB 54 was implemented during fiscal year 2011.

- (1) The decrease from the prior period is due to decrease in advances from General Fund to other funds.
- (2) See explanation at (1) above.
- (3) The increase from prior period is due to increased SPLOST funds.
- (4) The decrease from prior period is due to increased capital projects.
- (5) The decrease from prior period is due to increased capital projects.
- (6) The increase from prior period is due to increased property tax revenues.
- (7) The decrease from prior period is due to increased capital projects.
- (8) The increase from prior period is due to \$13 million bond proceeds restricted for construction of City's municipal complex.
- (9) The decrease is mainly due to spending of bond proceeds on the new City Hall complex in fiscal year 2020.
- (10) The decrease is mainly due to spending of bond proceeds on the new City Hall complex in fiscal year 2020.
The complex was completed in fiscal year 2021.

City of Conyers, Georgia

Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 9,835,558	\$ 9,583,462	\$ 11,211,596 ⁽⁴⁾	\$ 11,315,333	\$ 11,547,333	\$ 13,333,239 ⁽⁹⁾	\$ 13,387,922	\$ 15,009,142 ⁽¹⁴⁾	\$ 15,862,724	\$ 16,985,599
Licenses, permits and fees	112,756	169,120	201,353	183,216	242,662	212,993	454,397	454,500	1,082,028	983,111
Fines and forfeitures	1,249,661	1,312,721	1,561,740	1,255,342	1,289,690	1,335,367	1,724,013	1,420,358	1,500,130	1,195,038
Charges for services	933,455	1,041,309	1,159,497	1,214,686	1,238,825	1,160,448	1,103,903	1,261,398	1,069,535	1,029,354
GIHP Revenue	1,184,757	1,018,126	1,238,151	1,152,913	1,167,428	1,211,211	985,691	1,021,987	765,063	963,323
Other revenue	533,367	426,316	550,310	577,836	684,927	643,007	686,377	1,138,693	948,752	778,774
Intergovernmental	2,454,278	2,299,399	2,336,674	2,484,858	2,488,630	3,002,494	4,537,115 ⁽¹¹⁾	5,922,029	3,974,825	5,088,497
Total revenues	<u>\$ 16,303,832</u>	<u>\$ 15,850,453</u>	<u>\$ 18,259,321</u>	<u>\$ 18,184,184</u>	<u>\$ 18,659,495</u>	<u>\$ 20,898,759</u>	<u>\$ 22,879,418</u>	<u>\$ 26,228,107</u>	<u>\$ 25,203,057</u>	<u>\$ 27,023,696</u>
Expenditures										
General government	\$ 4,118,863	\$ 3,734,950	\$ 3,918,365	\$ 4,066,131	\$ 3,939,216	\$ 4,287,544	\$ 4,491,732	\$ 5,103,753	\$ 5,280,596	\$ 5,655,331
Public safety	5,887,296	5,899,125	5,945,499	5,944,956	6,198,922	7,159,741	7,574,635	8,518,049	8,980,574	9,012,758
Public works	1,700,729	1,465,243	1,574,561	1,609,048	1,681,394	1,955,445	2,478,632 ⁽¹²⁾	2,226,472	2,681,073	2,606,470
Cultural/Recreation	2,400,442	2,272,731	2,227,377	2,459,656	2,365,936	2,556,518	2,887,739	2,912,720	2,562,889	2,532,463
Capital outlay	546,870	955,955 ⁽¹⁾	1,454,400	3,432,411 ⁽⁵⁾	6,413,844 ⁽⁷⁾	4,347,382 ⁽¹⁰⁾	2,793,073 ⁽¹³⁾	3,994,862	12,849,620 ⁽¹⁷⁾	7,520,974
Debt service:										
Bond issuance costs	-	-	-	-	-	-	-	291,444	-	-
Principal	\$ 571,629	\$ 503,144	529,708	517,678	555,071	564,588	574,130	583,832	1,281,981	710,786
Interest	\$ 294,189	\$ 275,774	244,096	213,678	233,592	224,507	213,934	526,787	726,438	694,140
Total expenditures	<u>\$ 15,520,018</u>	<u>\$ 15,106,922</u>	<u>\$ 15,894,006</u>	<u>\$ 18,243,558</u>	<u>\$ 21,387,975</u>	<u>\$ 21,095,725</u>	<u>\$ 21,013,875</u>	<u>\$ 24,157,919</u>	<u>\$ 34,363,171</u>	<u>\$ 28,732,922</u>
Excess (deficiency) of revenues over (under) expenditures	\$ 783,814	\$ 743,531	\$ 2,365,315	\$ (59,374)	\$ (2,728,480)	\$ (196,966)	\$ 1,865,543	\$ 2,070,188	\$ (9,160,114)	\$ (1,709,226)

(Continued)

City of Conyers, Georgia

Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other Financing Sources (uses)										
Proceeds from capital leases	\$ -	\$ -	\$ -	\$ -	\$ 2,871,321 ⁽⁸⁾	\$ -	\$ -	\$ -	\$ 1,069,352	\$ -
General obligation bonds issued	-	-	-	-	-	-	-	13,000,000 ⁽¹⁵⁾	-	-
Premium on general obligation bonds issued	-	-	-	-	-	-	-	801,218	-	-
Sale of capital assets	346,062	16,312 ⁽²⁾	15,306	27,719	2,027	55	13,403	14,674	8,962	54,983
Transfers in	360,784	397,651	366,126	262,747	547,139	312,274	450,891	1,223,808 ⁽¹⁶⁾	1,327,613	1,186,511
Transfers out	(350,881)	(1,288,942) ⁽³⁾	(1,051,024)	(560,364) ⁽⁶⁾	(679,233)	(1,218,158)	(1,323,433)	(1,809,380)	(1,814,293)	(1,663,370)
Total other financing sources (uses)	\$ 355,965	\$ (874,979)	\$ (669,592)	\$ (269,898)	\$ 2,741,254	\$ (905,829)	\$ (859,139)	\$ 13,230,320	\$ 591,634	\$ (421,876)
Net change in fund balances	\$ 1,139,779	\$ (131,448)	\$ 1,695,723	\$ (329,272)	\$ 12,774	\$ (1,102,795)	\$ 1,006,404	\$ 15,300,508	\$ (8,568,480)	\$ (2,131,102)
Debt service as a percentage of noncapital expenditures	5.85%	5.42%	5.34%	4.98%	5.39%	4.72%	4.51%	6.15%	10.21%	5.75%

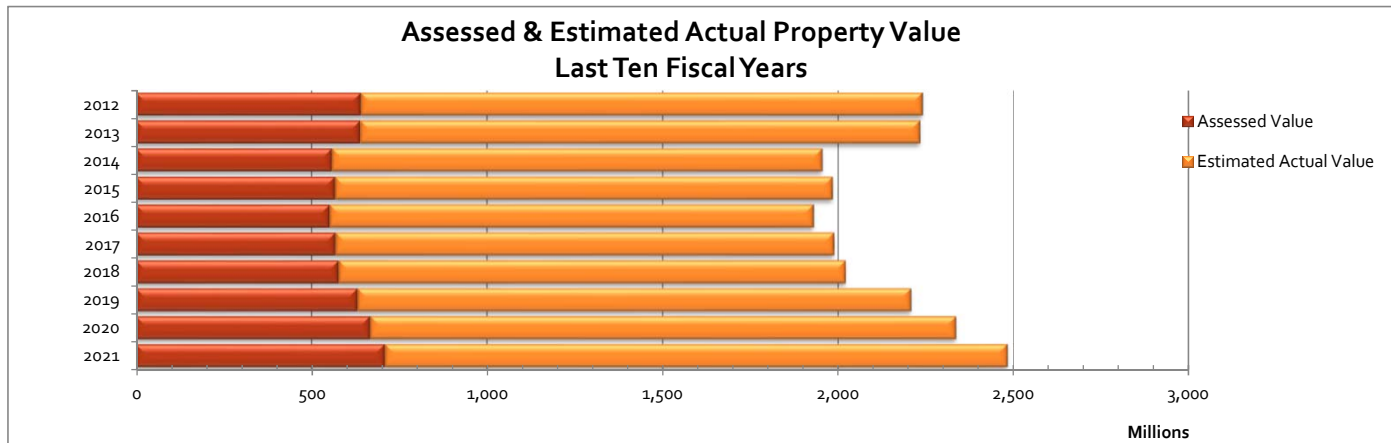
- (1) The increase from prior period is mainly due to purchase of police vehicles that cost approximately \$432K.
- (2) The decrease from prior period is due to the sell of land for \$300K in FY2012.
- (3) The increase from prior period is due to transfers out from General Fund to other funds to help reduce deficits.
- (4) The increase from prior period is due to the increase in tax millage rate for FY 2014.
- (5) The increase from prior period is mainly due to the purchase of new police cars and communication tower downpayment of \$700K.
- (6) The decrease from prior period is due to less transfers out to other funds.
- (7) The increase from prior period is due to construction of communication towers that cost approximately \$3.7 million.
- (8) The increase from prior period is due to capital lease to finance communications towers (see 14 above).
- (9) The increase from prior period is due to increased tax millage rate in FY 17.
- (10) The decrease is due to fewer projects (see 14 above).
- (11) The increase from prior period is mainly due to the increase in SPLOST proceeds.
- (12) The increase from prior period is mainly due to increase in salaries and benefits and purchase of equipment.
- (13) The decrease is due to fewer projects.
- (14) The increase is mainly due to 1.3 mill ad valorem tax to pay debt service on general obligation bonds issued in FY 2019.
- (15) The increase is due to \$13 million general obligation bonds issued in FY 2019.
- (16) The increase is due to \$700K transfer into the debt service fund for the payment of principal and interest on long-term debt.
- (17) The increase is due to construction of the new City Hall complex.

City of Conyers, Georgia

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Fiscal Year (1)	Real and Personal Property		Motor Vehicle & Mobile Home		Total Direct Tax Rate	Total		Ratio of Assessed Value to Total
	Assessed Value	Value	Assessed Value	Value		Assessed Value	Value	
2012	\$617,100,007	\$1,542,750,018	\$22,651,936	\$56,629,840	9.9	\$639,751,943	\$1,599,379,858	40%
2013	\$614,673,492	\$1,536,683,730	\$23,054,436	\$57,636,090	9.9	\$637,727,928	\$1,594,319,820	40%
2014	\$528,255,331	\$1,320,638,328	\$29,808,960	\$74,522,400	13.85	\$558,064,291	\$1,395,160,728	40%
2015	\$537,203,431	\$1,343,008,578	\$29,304,340	\$73,260,850	13.62	\$566,507,771	\$1,416,269,428	40%
2016	\$537,596,144	\$1,343,990,360	\$13,342,532	\$33,356,330	13.59	\$550,938,676	\$1,377,346,690	40%
2017	\$558,152,113	\$1,395,380,283	\$9,424,674	\$23,561,685	15.99	\$567,576,787	\$1,418,941,968	40%
2018	\$570,704,286	\$1,426,760,715	\$6,372,563	\$15,931,408	15.58	\$577,076,849	\$1,442,692,123	40%
2019	\$625,969,314	\$1,564,923,285	\$4,439,791	\$11,099,478	16.58	\$630,409,105	\$1,576,022,763	40%
2020	\$663,527,302	\$1,658,818,255	\$3,308,459	\$8,271,148	16.98	\$666,835,761	\$1,667,089,403	40%
2021	\$705,948,844	\$1,764,872,110	\$2,814,885	\$7,037,213	16.78	\$708,763,729	\$1,771,909,323	40%

Source: Rockdale County Tax Commissioner
(1) Fiscal Year Ended June 30th



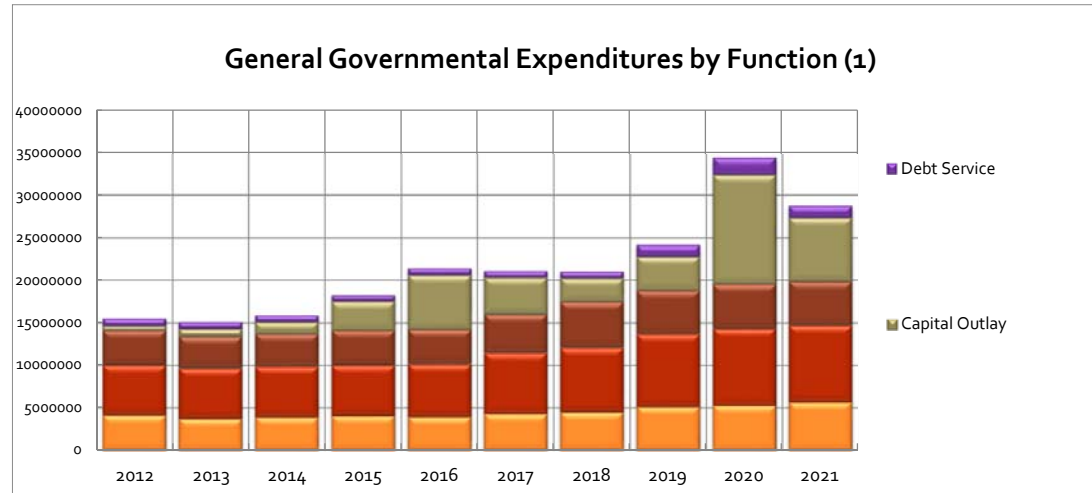
City of Conyers, Georgia

**General Governmental Expenditures by Function (1)
Last Ten Fiscal Years**

Fiscal Year (2)	General Government	Public Safety (3)	Planning & City Services (4)	Capital Outlay	Debt Service	Total
2012	\$4,118,863	\$5,887,296	\$4,101,171	\$546,870	\$865,818	\$15,520,018
2013	\$3,734,950	\$5,899,125	\$3,737,974	\$955,955	\$778,918	\$15,106,922
2014	\$3,918,365	\$5,945,499	\$3,801,938	\$1,454,400	\$773,804	\$15,894,006
2015	\$4,066,131	\$5,944,956	\$4,068,704	\$3,432,411	\$731,356	\$18,243,558
2016	\$3,939,216	\$6,198,922	\$4,047,330	\$6,413,844	\$788,663	\$21,387,975
2017	\$4,287,544	\$7,159,741	\$4,511,963	\$4,347,382	\$789,095	\$21,095,725
2018	\$4,491,732	\$7,574,635	\$5,366,371	\$2,793,073	\$788,064	\$21,013,875
2019	\$5,103,753	\$8,518,049	\$5,139,192	\$3,994,862	\$1,402,063	\$24,157,919
2020	\$5,280,596	\$8,980,574	\$5,243,962	\$12,849,620	\$2,008,419	\$34,363,171
2021	\$5,655,331	\$9,012,758	\$5,138,933	\$7,520,974	\$1,404,926	\$28,732,922

Source: Audited Financial Statements

- (1) Includes General Fund, Special Revenue Funds, and Capital Projects Fund
- (2) Fiscal Year Ended June 30th
- (3) Public Safety Includes Communications
- (4) Planning & City Services includes Public Works and Cultural/Recreation



City of Conyers, Georgia

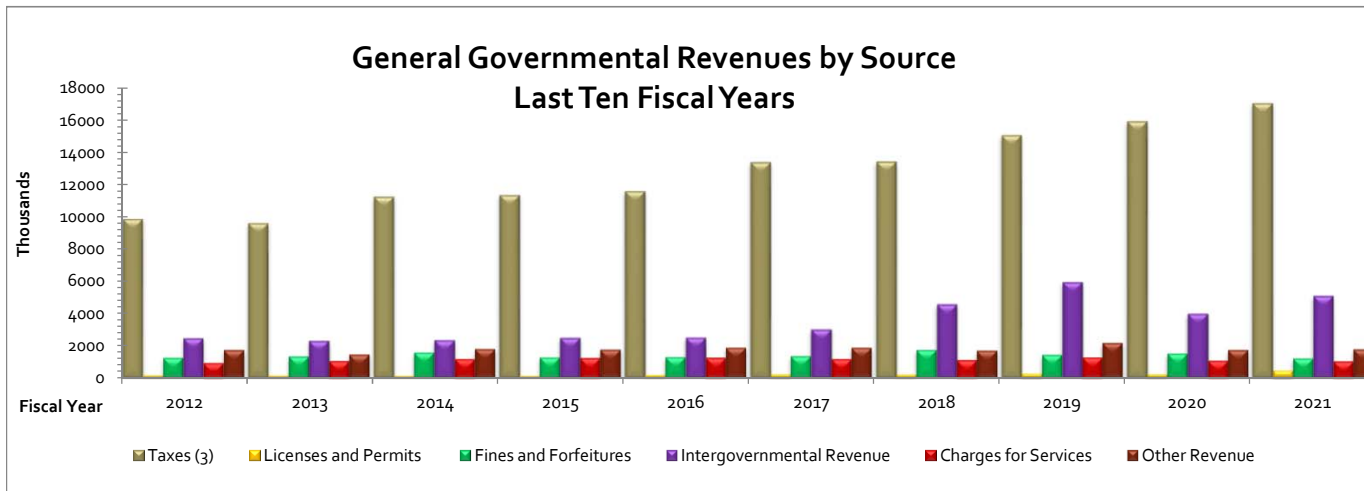
**General Governmental Revenues by Source (1)
Last Ten Fiscal Years**

Fiscal Year (2)	Taxes (3)	Licenses and Permits	Fines and Forfeitures	Intergovernmental Revenue	Charges for Services	Other Revenue	Total
2012	\$9,835,558	\$112,756	\$1,249,661	\$2,454,278	\$933,455	\$1,718,124	\$16,303,832
2013	\$9,583,462	\$169,120	\$1,312,721	\$2,299,399	\$1,041,309	\$1,444,442	\$15,850,453
2014	\$11,211,596	\$201,353	\$1,561,740	\$2,336,674	\$1,159,497	\$1,788,461	\$18,259,321
2015	\$11,315,333	\$183,216	\$1,255,342	\$2,484,858	\$1,214,686	\$1,730,749	\$18,184,184
2016	\$11,547,333	\$242,662	\$1,289,690	\$2,488,630	\$1,238,825	\$1,852,355	\$18,659,495
2017	\$13,333,239	\$212,993	\$1,335,367	\$3,002,494	\$1,160,448	\$1,854,218	\$20,898,759
2018	\$13,387,922	\$454,397	\$1,724,013	\$4,537,115	\$1,103,903	\$1,672,068	\$22,879,418
2019	\$15,009,142	\$454,500	\$1,420,358	\$5,922,029	\$1,261,398	\$2,160,680	\$26,228,107
2020	\$15,862,724	\$1,082,028	\$1,500,130	\$3,974,825	\$1,069,535	\$1,713,815	\$25,203,057
2021	\$16,985,599	\$983,111	\$1,195,038	\$5,068,747	\$1,029,354	\$1,761,847	\$27,023,696

(1) Includes General Fund, Special Revenue Funds, and Capital Projects Fund

(2) Fiscal Year Ended June 30th

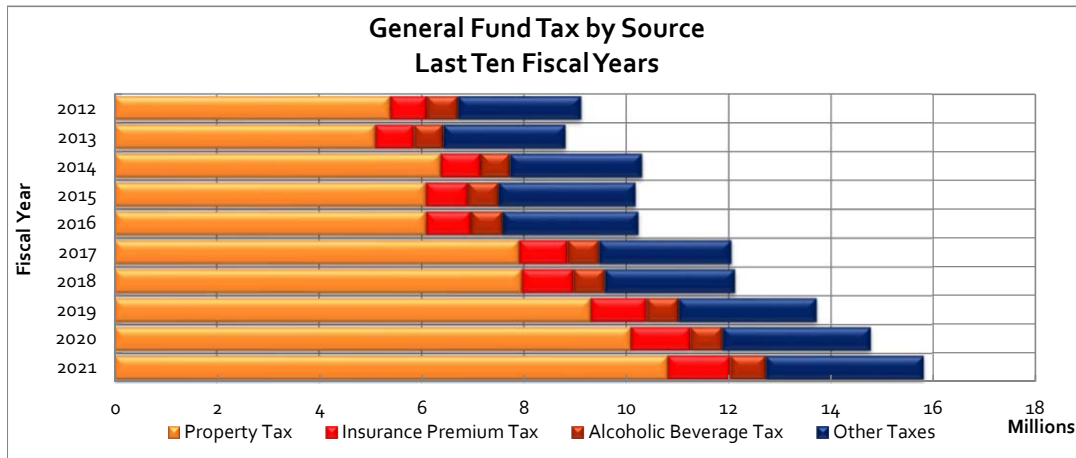
(3) Occupational taxes are included in taxes as regulated by the new GA Uniform Chart of Accts.



City of Conyers, Georgia
General Fund Tax Revenue by Source
Last Ten Fiscal Years

<u>Fiscal Year (1)</u>	<u>Property Tax</u>	<u>Insurance Premium Tax</u>	<u>Alcoholic Beverage Tax</u>	<u>Other Taxes</u>	<u>Total</u>
2012	\$5,397,271	\$712,709	\$603,568	\$2,411,034	\$9,124,582
2013	\$5,103,254	\$757,016	\$565,363	\$2,391,798	\$8,817,431
2014	\$6,376,551	\$783,818	\$570,520	\$2,586,382	\$10,317,271
2015	\$6,089,015	\$819,539	\$605,538	\$2,676,702	\$10,190,794
2016	\$6,096,343	\$875,543	\$614,276	\$2,663,550	\$10,249,712
2017	\$7,910,146	\$948,383	\$613,295	\$2,589,468	\$12,061,292
2018	\$7,961,619	\$1,009,941	\$613,109	\$2,544,385	\$12,129,054
2019	\$9,306,460	\$1,089,029	\$626,215	\$2,705,614	\$13,727,318
2020	\$10,093,699	\$1,160,370	\$625,864	\$2,907,901	\$14,787,834
2021	\$10,807,872	\$1,223,786	\$694,947	\$3,092,469	\$15,819,074

(1) Fiscal Year Ended June 30th
Chart of Accounts



City of Conyers, Georgia

**PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1000 OF ASSESSED VALUE)
Last Ten Fiscal Years**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
City of Conyers										
General obligation bonds	-	-	-	-	-	-	-	1.30	1.70	1.50
Maintenance and operations	9.90	9.90	13.85	13.62	13.59	15.99	15.58	15.28	15.28	15.28
Total City of Conyers(1)	<u>9.90</u>	<u>9.90</u>	<u>13.85</u>	<u>13.62</u>	<u>13.59</u>	<u>15.99</u>	<u>15.58</u>	<u>16.58</u>	<u>16.98</u>	<u>16.78</u>
Rockdale County:										
Maintenance and Operations	16.91	20.70	20.24	20.19	20.19	20.19	20.19	20.19	18.01	16.69
Debt service	0.24	0.31	0.31	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Rockdale County (2)	<u>17.15</u>	<u>21.01</u>	<u>20.55</u>	<u>20.19</u>	<u>20.19</u>	<u>20.19</u>	<u>20.19</u>	<u>20.19</u>	<u>18.01</u>	<u>16.69</u>
Rockdale County Board of Education										
Maintenance and operations	24.50	26.00	25.39	25.32	25.32	25.32	24.90	24.70	24.60	22.71
Total Rockdale County Board of Education (2)	<u>24.50</u>	<u>26.00</u>	<u>25.39</u>	<u>25.32</u>	<u>25.32</u>	<u>25.32</u>	<u>24.90</u>	<u>24.70</u>	<u>24.60</u>	<u>22.71</u>
State of Georgia (2)	<u>0.25</u>	<u>0.20</u>	<u>0.15</u>	<u>0.10</u>	<u>0.05</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total	<u><u>51.80</u></u>	<u><u>57.11</u></u>	<u><u>59.94</u></u>	<u><u>59.23</u></u>	<u><u>59.15</u></u>	<u><u>61.50</u></u>	<u><u>60.67</u></u>	<u><u>61.47</u></u>	<u><u>59.59</u></u>	<u><u>56.18</u></u>

(1) Fiscal Year Ended June 30th

(2) Source: Rockdale County Tax Commissioner

City of Conyers, Georgia

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Taxpayer</u>	<u>2021</u>			<u>Taxpayer</u>	<u>2012</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>		<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
HH Conyers Crossroads LLC	\$ 17,089,480	1	2.63%	Visy Paper Inc	\$ 28,107,121	1	5.05%
Pratt Paper (GA) LLC	\$ 16,372,746	2	2.52%	Rockdale Hospital LLC	\$ 17,015,870	2	3.06%
MP Peaks Landing LLC	\$ 11,817,000	3	1.82%	NP/I&G Conyers Crossroads LLC	\$ 15,520,080	3	2.79%
Hill Phoenix Inc	\$ 11,033,810	4	1.70%	Bostik Inc	\$ 9,206,532	4	1.65%
Mar Almand Creek LLC	\$ 9,544,920	5	1.47%	AT&T Communications	\$ 8,466,918	5	1.52%
Liochem Incorporated	\$ 9,087,214	6	1.40%	Liochem Incorporated	\$ 7,841,878	6	1.41%
AT&T Corp Communications	\$ 8,718,866	7	1.34%	Jet Corr Millugator	\$ 7,755,717	7	1.39%
Bostik Inc	\$ 8,240,800	8	1.27%	Almand Creek LLC	\$ 6,959,748	8	1.25%
EI-Ad Keswick Village LLC	\$ 7,404,001	9	1.14%	Carlyle Centennial Lakeside LLC	\$ 5,894,600	9	1.06%
WO PSL Conyers PropcoLLC	\$ 6,791,628	10	1.04%	IBG Conyers Commons LLC	\$ 5,486,160	10	0.99%
	<u>\$ 106,100,465</u>		<u>16.32%</u>		<u>\$112,254,624</u>		<u>20.17%</u>

Source: 2020 Tax Digest and 2011 Tax Digest

City of Conyers, Georgia

**Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percent of Levy
2012	5,508,713	5,397,272	98.0%	29,099	5,426,371	98.5%
2013	5,397,323	5,103,254	94.6%	56,673	5,159,927	95.6%
2014	6,495,152	6,340,991	97.6%	7,671	6,348,662	97.7%
2015	6,434,365	6,294,943	97.8%	13,262	6,308,205	98.0%
2016	6,412,794	6,329,953	98.7%	11,496	6,341,449	98.9%
2017	7,975,110	7,910,146	99.2%	30,394	7,940,540	99.6%
2018	8,067,650	7,961,619	98.7%	15,389	7,977,008	98.9%
2019	8,619,251	8,419,876	97.7%	96,250	8,516,126	98.8%
2020	9,124,246	9,039,614	99.1%	81,954	9,121,568	100.0%
2021	9,938,494	9,803,227	98.6%	105,256	9,908,483	99.7%

City of Conyers, Georgia

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities						Business Type Activities			Percentage of Personal Income (1)	Per Capita (1)	Percentage of Estimated Actual Value of Taxable Property (2)
	2018 General Obligation Bonds	2018 Bond Premium	Commerce Center Revenue Refunding Bonds-2004	Certificates of Participation 1991 Series	Capital Leases	GMA Certificates of Participation Capital Lease Pool	Stormwater Revenue Bonds	Capital Leases	Total Primary Government			
2012	-	-	1,440,000	-	110,530	3,555,000	1,090,000	325,700	6,521,230	229.42%	75.74	-
2013	-	-	985,000	-	62,386	3,555,000	975,000	177,879	5,755,265	203.52%	66.89	-
2014	-	-	505,000	-	12,678	3,555,000	855,000	99,216	5,026,894	182.20%	57.83	-
2015	-	-	-	-	-	3,555,000	730,000	43,094	4,328,094	148.83%	49.32	-
2016	-	-	-	-	2,316,251	3,555,000	600,000	-	6,471,251	217.44%	72.83	-
2017	-	-	-	-	1,751,662	3,555,000	460,000	-	5,766,662	186.06%	64.54	-
2018	-	-	-	-	1,177,532	3,555,000	315,000	-	5,047,532	158.08%	55.72	-
2019	13,000,000	757,340	-	-	593,699	3,555,000	160,000	-	18,066,039	549.99%	197.83	2.06%
2020	12,510,000	691,523	-	-	871,071	3,555,000	-	-	17,627,594	n/a	192.78	1.88%
2021	12,005,000	627,614	-	-	665,285	3,555,000	-	-	16,852,899	n/a	182.68	1.69%

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(2) Computed using the estimated actual taxable value amount from the "Assessed Value and Estimated Value of Taxable Property"

City of Conyers, Georgia

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2021

Direct Debt

General Obligation Indebtedness of City	\$	12,005,000
Lease-Purchase Obligations of City ¹		<u>4,220,284</u>
Total Direct Debt	\$	<u>16,225,284</u>

Overlapping Debt ²

Contract-Backed Indebtedness of Rockdale County ³	\$	-
Lease-Purchase Obligations of Rockdale County		<u>850,436</u>
Total Overlapping Debt	\$	<u>850,436</u>

Total Direct and Overlapping Debt	\$	<u><u>17,075,720</u></u>
--	-----------	---------------------------------

¹ Lease-purchase indebtedness of the City is not a general obligation of the City to which its full faith and credit and taxing power are pledged, but is subject to and depends upon annual appropriations of general revenues.

² The percentage and amount of each overlapping entity's outstanding debt chargeable to property in the City is calculated by dividing the gross assessed valuation of property in the City by the gross assessed valuation of property in the overlapping entity multiplied by the outstanding debt balance. The City's assessed valuation constitutes approximately 21.8% of the assessed value of property in Rockdale County and the Rockdale County School District.

³ Contract-backed indebtedness of the County represents contractual obligations of the County to which its full faith and credit and taxing powers are pledged, but it is not counted against the County's debt limitation. The Rockdale County Water and Sewerage Authority Revenue Bonds, Series 2005, currently outstanding in the aggregate principal amount of \$69,555,000, are contract-backed indebtedness of the County, but are not included in this number because the County makes the payments from the net revenues of its water and sewerage system.

City of Conyers, Georgia

**Legal Debt Margin Information
Last Ten Fiscal Years**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt limit	\$ 63,975,194	\$ 63,772,793	\$ 55,806,429	\$ 56,650,777	\$ 55,093,868	\$ 56,757,679	\$ 57,707,685	\$ 63,040,911	\$ 66,683,576	\$ 70,876,373
Total net debt applicable to limit	3,991,129	3,617,385	3,567,677	3,555,000	5,871,250	5,306,662	4,732,532	4,148,699	4,426,071	4,220,284
Legal debt margin	\$ 59,984,065	\$ 60,155,408	\$ 52,238,752	\$ 53,095,777	\$ 49,222,618	\$ 51,451,017	\$ 52,975,153	\$ 58,892,212	\$ 62,257,505	\$ 66,656,089
Total net debt applicable to the limit as a percentage of debt limit	6.24%	5.67%	6.39%	6.28%	10.66%	9.35%	8.20%	6.58%	6.64%	5.95%

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	708,763,729
Debt limit (10% of assessed value)	70,876,373
Total capital lease liability	<u>4,220,284</u>
Total net debt applicable to limit	<u>4,220,284</u>
Legal debt margin	<u>\$ 66,656,089</u>

City of Conyers, Georgia

**Demographic and Economic Statistics
Last Ten Fiscal Years**

<u>Year</u>	<u>Population (2)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (1)</u>
2012	85,820(a)	\$2,842,488	\$33,122	15,680	10.7%
2013	86,042(a)	\$2,827,838	\$32,534	15,930	9.6%
2014	86,919(a)	\$2,759,008	\$31,440	15,777	8.4%
2015	87,754(a)	\$2,908,071	\$32,790	15,877	6.1%
2016	88,856(a)	\$2,976,070	\$33,299	16,700	5.5%
2017	89,355(a)	\$3,099,273	\$34,317	16,621	5.2%
2018	90,594(a)	\$3,192,935	\$35,244	16,869	4.1%
2019	91,322(a)	\$3,284,791	\$28,320	16,623	3.8%
2020	91,437 (a)	n/a	n/a	16,533	9.2%
2021	92,256 (a)	n/a	n/a	15,701	3.7%

Note: The information presented is for the City of Conyers and Rockdale County, Georgia.

(a) estimated

n/a-data not available

Sources:

(1) Department of Labor

(2) Georgia State Office of Planning & Budget/US Bureau of Economic Analysis

(3) Georgia Department of Education

City of Conyers, Georgia

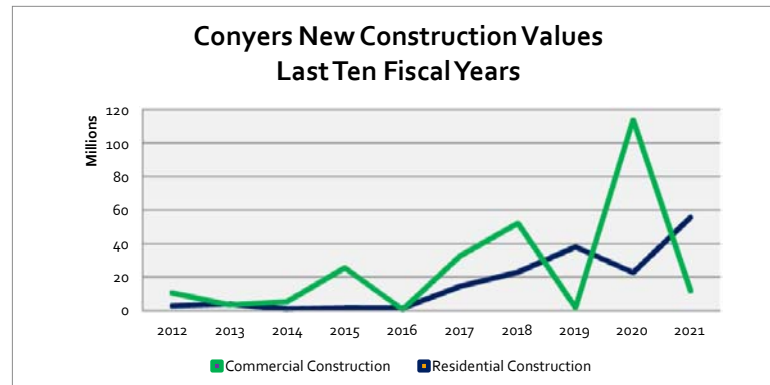
PROPERTY VALUE and CONSTRUCTION
Last Ten Fiscal Years

Fiscal Year	Commercial Construction (1)		Residential Construction (1)		Real Property Value (2)
	Number of Units	Value	Number of Units	Value	
2012	7	\$10,590,169	9	\$2,745,082	\$485,166,911
2013	6	\$3,363,988	13	\$3,786,683	\$472,312,937
2014	13	\$5,299,807	4	\$991,728	\$390,489,000
2015	16	\$25,448,822	13	\$1,563,068	\$396,372,693
2016	5	\$603,192	3	\$1,419,000	\$396,824,136
2017	9	\$32,640,000	75	\$14,455,764	\$407,909,717
2018	7	\$52,144,201	121	\$22,839,463	\$425,988,377
2019	2	\$1,750,000	170	\$37,988,397	\$476,370,205
2020	8	\$113,979,918	75	\$22,604,480	\$510,361,695
2021	3	\$11,362,654	177	\$55,829,919	\$561,364,948

Sources:

(1) City of Conyers Planning & Development Office

(2) Rockdale County Tax Commissioner



City of Conyers, Georgia

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2021			Employer	2012		
	Employees (1)	Rank	Percentage of Total City Employment (2)		Employees	Rank	Percentage of Total City Employment
Rockdale County Public School System	2,250	1	5.04%	Rockdale County Public School System	2,640	1	17.37%
Acuity Brands Lighting Group	1,400	2	3.14%	Rockdale Medical Center	1,200	2	7.90%
Piedmont Rockdale Hospital	1,300	3	2.91%	AT&T	1,085	3	7.14%
Rockdale County Government	1,100	4	2.46%	Acuity Brands/Lithonia Lighting	880	4	5.79%
Hill-Phoenix	900	5	2.02%	Hill-Phoenix	835	5	5.50%
PRATT Industries	750	6	1.68%	Pratt Industries	800	6	5.26%
Warner Brothers Television	700	7	1.57%	Golden State Foods	480	7	3.16%
AT&T	600	8	1.34%	Solo Cup Company	440	8	2.90%
Golden State Foods	600	9	1.34%	Wal-mart Supercenter	400	9	2.63%
Southeast Connections LLC	500	10	1.12%	Bio-Lab	210	10	1.38%
Totals	10,100		22.63%		8,970		59.03%

Note: The information presented is for the City of Conyers and Rockdale County, Georgia.

(1) Source: Conyers-Rockdale Economic Development Council

(2) Source: Georgia Department of Labor

City of Conyers, Georgia

**Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years**

Function	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Government										
Mayor and Council	6	6	6	6	6	6	6	6	6	6
City Manager's Office	3	3	3	3	3	3	3	3	3	3
Administration	9	8	8	8	9	9	9	9	10	10
E-Services	3	3	3	3	3	3	3	4	4	4
Conyers Security Alert	2	2	2	2	2	2	2	3	3	3
Vehicle maintenance	4	4	4	4	4	4	4	4	4	4
Public Safety										
Police										
Officers	65	64	65	67	69	70	70	73	75	76
Civilians	4	4	4	4	4	4	6	6	6	9
Court services	10	10	10	9	10	10	10	10	11	12
Communications	18	15	15	14	14	14	14	14	14	14
Public Works & Transportation										
Planning & Inspections	9	7	7	8	8	8	8	7	8	9
Landscape services	5	4	4	4	7	7	7	7	7	7
Infrastructure	9	9	9	7	9	9	10	10	10	11
Sanitation	14	13	11	9	5	5	5	4	4	4
Stormwater	4	4	5	4	4	4	4	6	6	5
Cultural and Recreation										
GIHP Administration	6	6	6	6	3	3	3	3	3	3
GIHP Maintenance	15	14	13	12	12	12	12	12	12	12
Public Relations & Tourism	7	6	7	7	10	10	9	11	11	10
Cherokee Run Golf Course	11	10	9	8	8	8	11	8	8	31
Total	<u>204</u>	<u>192</u>	<u>191</u>	<u>185</u>	<u>190</u>	<u>191</u>	<u>196</u>	<u>200</u>	<u>205</u>	<u>233</u>

Sources: Various City departments

City of Conyers, Georgia
Operating Indicators by Function
Last Ten Fiscal Years

Function	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Government										
Tax bills generated	5,964	5,962	5,982	6,000	6,010	6,034	6,020	6,026	6,057	6,033
Number of liens processed	175	152	134	109	113	100	91	142	3	83
Building permits issued	91	120	100	113	88	110	120	298	173	248
New occupational tax	378	205	141	160	181	191	201	176	130	166
Police										
Physical arrests	2,110	2,117	2,159	2,043	2,100	2,135	1,960	2,067	1,585	1,870
Citations issued	8,146	7,631	7,873	6,082	7,089	6,450	4,918	5,996	7,125	8,228
Number of accidents reported	1,454	1,497	1,590	1,729	1,913	1,790	1,898	1,875	1,719	1,852
Number of incidents reported	3,535	3,387	3,432	3,161	2,989	3,100	2,920	3,008	2,364	3,096
Public Works & Transportation										
Traffic lights repaired	144	77	160	104	110	75	64	70	58	43
Potholes repaired	578	130	253	269	200	396	68	102	74	95
Tons of refuse collected	5,922	5,944	5,944	9,329	10,000	9,312	10,630	10,539	64,262	9,912
Miles of roads cleaned	84	110	120	130	130	936	800	800	815	948
Cultural and Recreation										
Number of events held	254	218	209	246	277	295	400	399	328	234

Note: Departments maintain statistical information on a fiscal year basis.

Sources: Various City departments

City of Conyers, Georgia
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function/Program	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Police										
Stations	1	2	2	2	2	2	2	2	2	2
Patrol units	49	51	65	65	65	65	70	78	78	78
Patrol zones	4	4	4	4	4	4	4	4	4	4
Public Works										
Streets (miles)	84.54	84.54	84.54	84.54	84.54	77 (1)	77	73	73	73
Traffic signals	13	13	13	13	13	12	12	12	12	18
Street lights	1,414	1,423	1,430	1,430	1,414	1,745 (2)	1,745	1,750	1,750	1,740
Culture and Recreation										
Parks and playgrounds	9	9	9	9	9	9	9	9	9	9
Community centers	1	1	1	1	1	1	1	1	1	1

(1) The decrease is due to the City using a new GIS audit system.

(2) The increase is due to the City using a new GIS audit system.

Sources: Various City departments

COMPLIANCE SECTION



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

**To the Honorable Mayor and Members
of the City Council
Conyers, 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Conyers, Georgia (the "City"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 22, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Mauldin & Jenkins, LLC

Macon, Georgia
November 22, 2021



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER
COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

**To the Honorable Mayor and Members
of the City Council
Conyers, Georgia**

Report on Compliance For Each Major Federal Program

We have audited the City of Conyers, Georgia's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program, and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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 the 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 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. *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 consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Mauldin & Jenkins, LLC

Macon, Georgia
November 22, 2021

CITY OF CONYERS, GEORGIA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Total Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF JUSTICE				
Direct Awards:				
Bullet Proof Vest Grant	16.607	2016-BU-BX-1608-3147	\$ 17,888	\$ -
DEA Equitable Sharing	16.922	GA1220100	23,456	-
Total U.S. Department of Justice			41,344	-
U.S. DEPARTMENT OF TREASURY				
Passed through Georgia Governor's Office of Planning and Budget				
COVID-19 - Coronavirus Relief	21.019	N/A	850,964	-
Total U.S. Department of Treasury			850,964	-
Total Expenditures of Federal Awards			\$ 892,308	\$ -

CITY OF CONYERS, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2021

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Conyers, Georgia (the "City"), and is presented on the modified accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The City chose not to use the 10% de minimis indirect cost rate for the year ended June 30, 2021.

NOTE 3. NON-CASH AWARDS

The City did not receive non-cash federal awards during the year ended June 30, 2021.

CITY OF CONYERS, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2021

SECTION I SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

___ Yes X No

Noncompliance material to financial statements noted?

___ Yes X No

Federal Awards

Internal Control over major programs:
Material weaknesses identified?

___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

___ Yes X No

Type of auditor's report issued on compliance for
major programs

Unmodified

Any audit findings disclosed that are required to
be reported in accordance with the Uniform Guidance?

___ Yes X No

Identification of major programs:

 CFDA Number

Name of Federal Program or Cluster

21.019

U.S. Department of Treasury

COVID-19 - Coronavirus Relief Fund

Dollar threshold used to distinguish between
Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

X Yes ___ No

CITY OF CONYERS, GEORGIA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

**SECTION II
FINANCIAL STATEMENT FINDINGS**

None Reported.

**SECTION III
FEDERAL AWARD FINDINGS AND RESPONSES**

None Reported.

CITY OF CONYERS, GEORGIA

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021**

No prior year findings reported.