Financial Update for the Six Months ended December 31, 2024

October 14, 2025

Agenda

- Overview of audit for the six-months ended December 31, 2024

- Summary of audit

- Financial highlights

- Budget to actual 2024 Six-months ended for General Fund

Six-month Audit Overview

- Audit of the financial statements for the 6-Month July 1, 2024 to December 31, 2024
- Unmodified (clean) opinion from external auditors
- No material weaknesses
- No instances of noncompliance
- Completed and filed timely
- Available on the City's website

Why We Completed a Six-Month Audit

1. Required by Georgia Law

- State of Georgia mandates an annual independent audit for all Georgia cities and counties.

- The 6-month "transition audit" kept us compliant as we changed our fiscal year end from June 30 to December 31.

2. Required by Local Ordinance / City Charter

- City Code requires annual audited financial statements to be included in an Annual Comprehensive Financial Report ("ACFR")

- The 6-month audit maintained accountability during the fiscal year transition.

3. Required for Federal Grant Compliance (Single Audit)

- Federal law requires a "Single Audit" when total federal expenditures exceed $750,000.

- Completing the audit ensures continued eligibility for federal funding.

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Why We Completed a Six-Month Audit
(Continued)

4. Required by Bond Covenants and Disclosure Rules

- Our bond agreements require audited financials each fiscal year.

- This audit fulfills obligations to bondholders and ensures compliance with SEC rules.

5. Reinforces Transparency and Accountability

- Demonstrates good governance and financial stewardship.

- Protects our **AAA bond rating** and supports a smooth transition to the new **calendar-year fiscal cycle (2025).**

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Process Finding from Six-Month Audit

Finding

- Change in the fiscal year required significant year-end adjustments for accruals, classifications, and balances.

Actions Taken

- All required adjustments were recorded in the audited financial statements.
- Financial statements **fully comply with GAAP (Accounting Standards)**.
- The City received an **unmodified (clean) audit opinion**.

Going Forward

- All required cash-to-accrual year-end adjustments are part of our revised processes going forward.
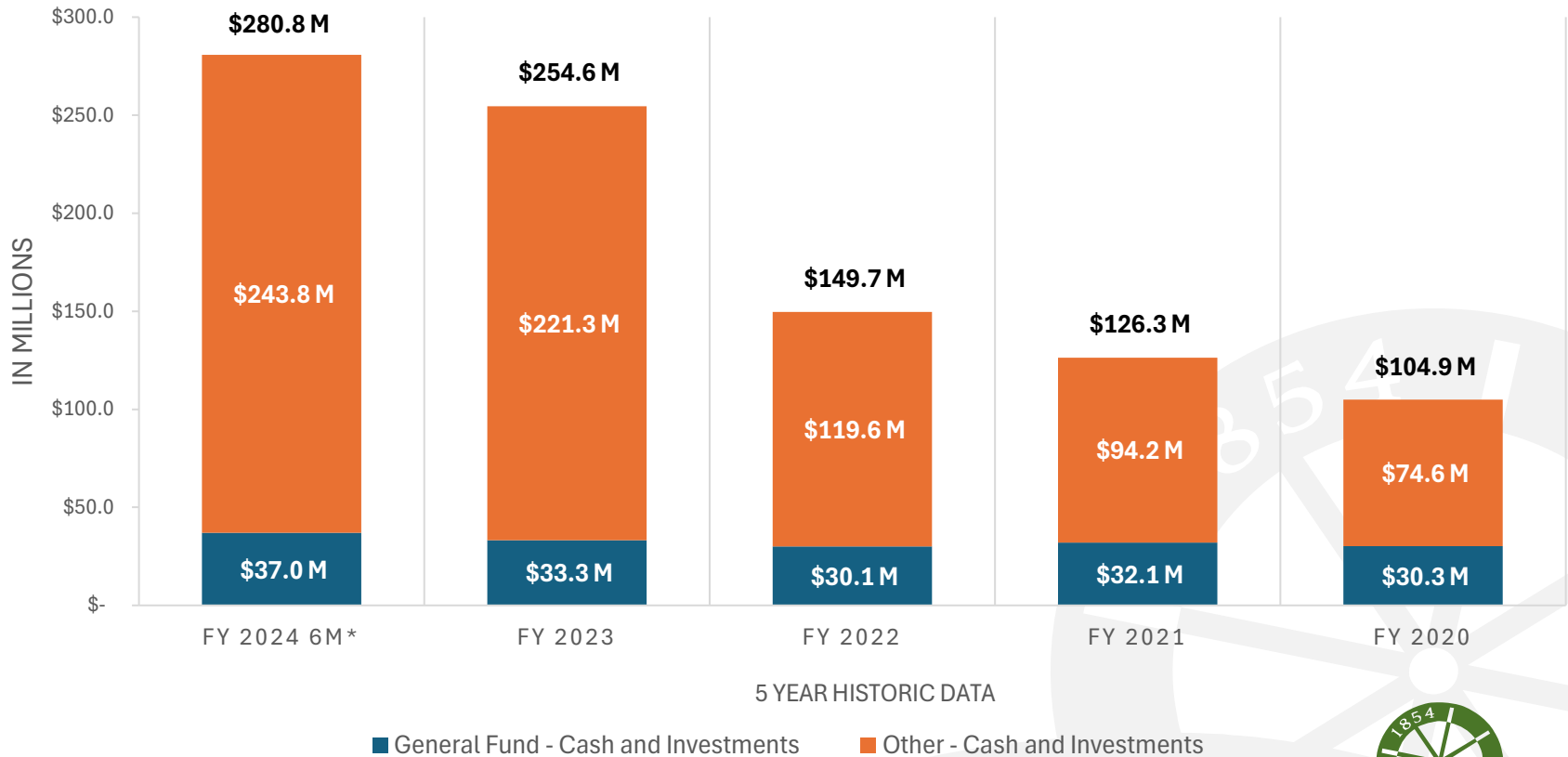
Balance Sheet Highlights
Dec 31, 2024

	Dec 31, 2024	June 30, 2024	June 30, 2023
Cash and investments	$295 M	$270 M	$266 M
Total assets	$630 M	$594 M	$563 M
Current liabilities	$46 M	$37 M	$37 M
Bonds and other debt	$113 M	$115 M	$118 M
Net position (net assets)	$442 M	$415 M	$387 M

Amounts in millions of dollars (M)
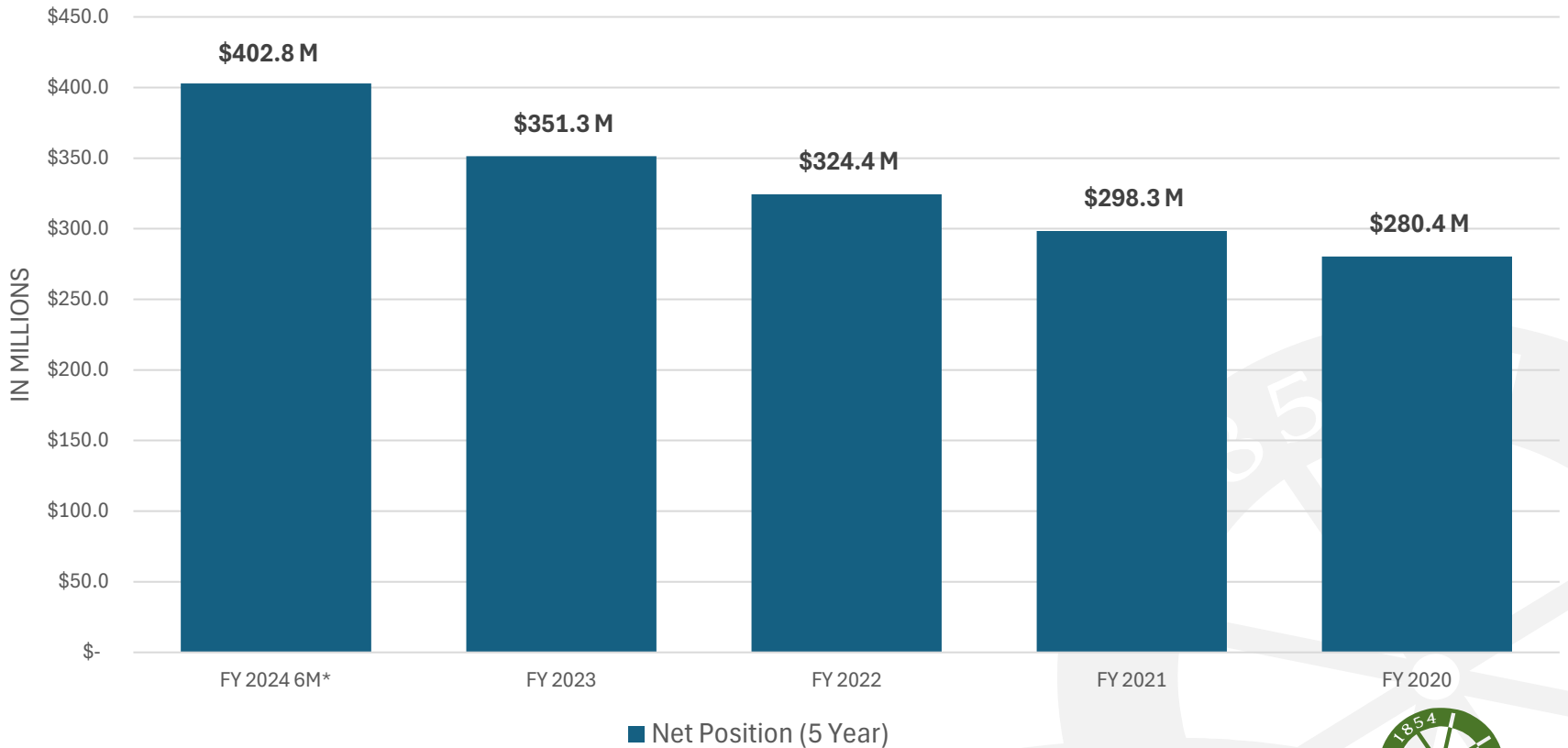
Financial Highlight

CASH AND INVESTMENTS

IN MILLIONS

	FY 2024 6M*	FY 2023	FY 2022	FY 2021	FY 2020
Total	$280.8 M	$254.6 M	$149.7 M	$126.3 M	$104.9 M
Other - Cash and Investments	$243.8 M	$221.3 M	$119.6 M	$94.2 M	$74.6 M
General Fund - Cash and Investments	$37.0 M	$33.3 M	$30.1 M	$32.1 M	$30.3 M

5 YEAR HISTORIC DATA

■ General Fund - Cash and Investments ■ Other - Cash and Investments

*Six-months ended Dec 31,2024.

Amounts in millions of dollars (M)

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Financial Highlight

CITY GOVERNMENTAL NET POSITION (5 YEAR)
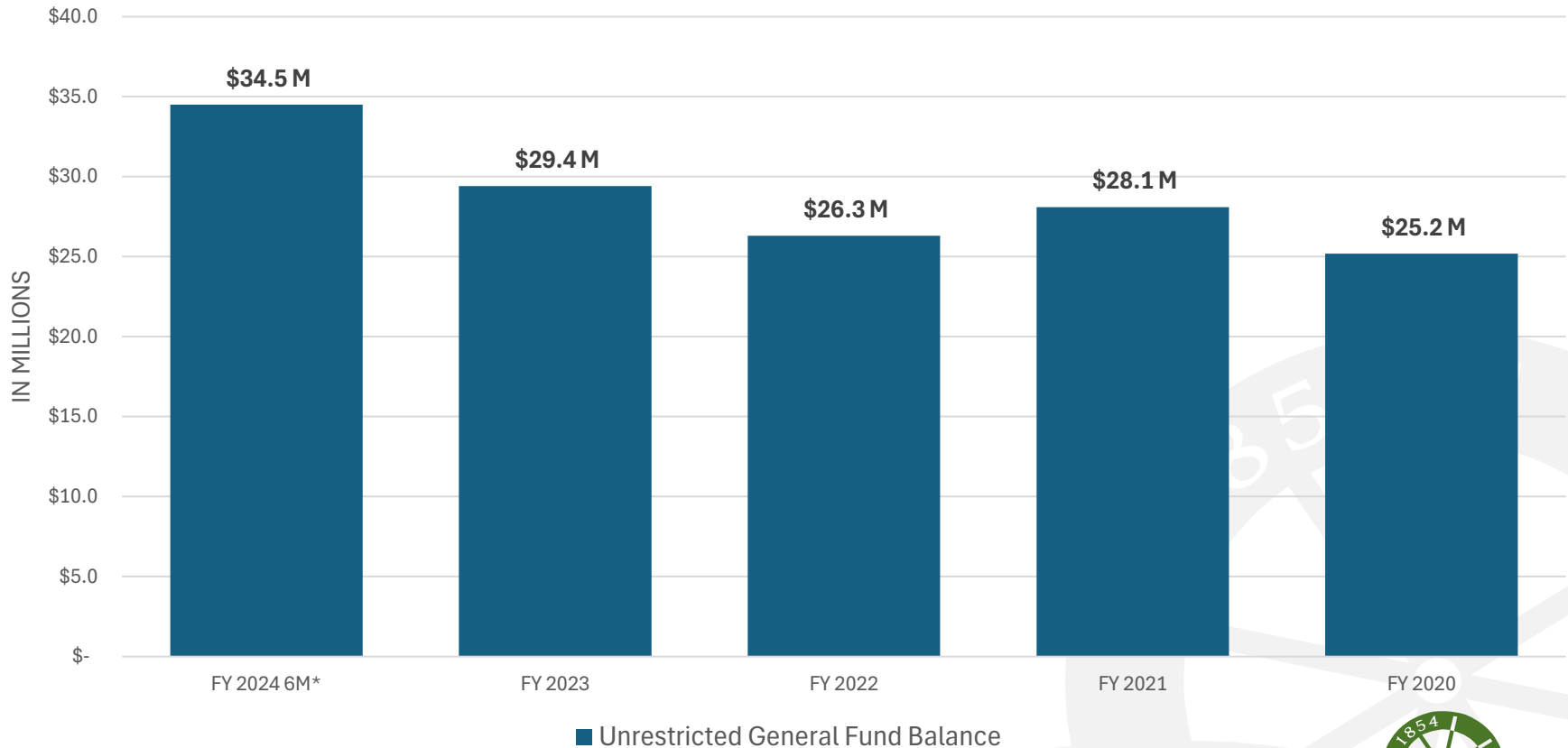
*Six-months ended Dec 31,2024.

Amounts in millions of dollars (M)

Activity Highlights – General Fund
6 Month ended Dec 31, 2024

	6-Month 2024	FY 2024	FY 2023
Tax revenues	$55.1 M	$87.0 M	$86.1 M
Other revenue	6.9 M	$14.5 M	$12.6 M
Total revenues	$62.0 M	$101.5 M	$98.7 M
Expenditures, net of debt service	$60.9 M	$100.3 M	$93.0 M
Debt service	$0.7 M	$1.4 M	$2.2 M
Total expenditures	$61.6 M	$101.7 M	$95.2 M
Impact to Fund Balance	$0.4 M	($0.2 M)	$3.5 M

Amounts in millions of dollars (M)

Budget to Actual Highlights – General Fund
6 Month ended Dec 31, 2024

	Final Budget	Actual	Variance
Tax revenues	$55.9 M	$55.1 M	$(0.8 M)
Other revenue	$6.5 M	$6.9 M	$0.4 M
Total revenues	$62.4 M	$62.0 M	$(0.4 M)
Expenditures, net of debt service	$66.2 M	$60.9 M	$(5.3 M)
Debt service	$1.0 M	$0.7 M	$(0.3 M)
Total expenditures	$67.2 M	$61.6 M	$(5.6 M)
Net impact	$(4.8 M)*	$0.4 M	$5.2 M
Fund Balance (unassigned)	$29.4 M	$34.6 M	$5.2 M

*Does not include budget appropriations from prior year of $4.8 M

Amounts in millions of dollars (M)