GENEVA CITY COUNCIL
REGULAR MEETING
OCTOBER 7, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on October 7, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads. Council Member Tidwell excused himself at 6:30 p.m.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Coleman moved to dispense with the reading and approve the September 16, 2024, minutes as presented. Council Member Lee seconded the motion which was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Gillespie abstaining.

Council heard a complaint on dogs from Mr. Brad Hall, Ms. Jennifer Mixon and Mr. Scott Stough. Other individuals from the neighborhood were also in attendance. Council discussed the current dog ordinance and Police Chief Mock reported on police and animal control responses to complaints. Council requested animal control personnel to continue to look into the situation and enforce the provision of the ordinance.

Council Member Tidwell excused himself at 6:30 p.m.

Mr. Maurice Jenkins appeared before Council to compliment the police department and the job they do for the community.

Mayor Hayes read and signed a Proclamation declaring Fire Prevention Week in Geneva.

Upon due public notice, bids for the provision of structural firefighting turnout gear and a washer and dryer were publicly opened on October 4, 2024, at 10:30 a.m. in the City Council room at City Hall with the following results:

Turnout Gear:

Sunbelt Fire, Inc. - $63,390.00

Washer/Dryer:

Sunbelt Fire, Inc. - $18,675.00

Council Member Coleman moved to award both bids. to the Sunbelt Fire, Inc. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to approve the August 2024 financials as presented. The motion was seconded by Council Member Bixby which was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the installation of the sign at the airport and homecoming.

Mayor Hayes stated he does not use social media but had someone bring him a complaint that was posted on Facebook regarding large trucks driving on City streets to access and park in their yards and conflicts with ordinances prohibiting large vehicles on City streets. He stated he met with one of the individuals posting to try to gain information on what had prompted the post and that upon speaking with the individual there are some valid concerns that need to be addressed as truck drivers living in Geneva need access to their property. Three wives of truck drivers were in the audience and were allowed to speak. Mayor Hayes went on to explain the post had garnered a lot of information that was not factual and explained the truth behind some of the accusations. Council discussed amending or rescinding the ordinance. Council Member Coleman moved to rescind ordinance number 01-2013-01 and the motion was seconded by Council Member Fountain. It was pointed out that numerous ordinances exist prohibiting trucks on City streets. Due to the need to rescind multiple ordinance no action was taken on the motion to rescind. Council discussed setting a work session on the issues in the near future.

Mayor Hayes reported the additional grant funding for the new park has been approved and the Magistrate has resigned and he has began taking applications for a replacement and will start interviews soon.

City Clerk Johnson reported on the Wal-Mart grant for the senior center, redistricting information and 2nd Congressional Dinner.

City Attorney Gray reported on an easement to a land locked property owner off Buck Williams Road at the airport, status of the property purchase for the airport grant and the process for changing to an elected school board.

Council Member Coleman reported on the peanut boil. He asked if the Mayor had heard anything on using the farm center.

Council Member Gillespie stated that several of the properties where the City has abated unsafe structures are overgrown with vegetation. She asked if the same process has to be followed to get the vegetation cut and lot cleaned. Clerk Johnson stated she believes there are laws that allow vegetation abatement to be handled differently than structure abatement and the cost can be

added to property taxes and not through a lien. Attorney Gray stated he will check the ordinance and state law.

Council Member McCoy moved to authorize three dead pine trees on the right-of-way of West Palm Street to be removed at a cost of $300.00. The motion was seconded by Council Member Coleman and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member McCoy reported he has received a request that the ditch on W Hendrix be filled in and piped.

Council Member Lee thanked police and street departments for assistance with making the community parade a success. He stated he would like to call for an executive session at the end of the meeting to discuss a matter under good name and character.

Mayor Hayes informed Council the Senior Citizens Director has advised him she has been told that in order to show movies at the center the City will have to pay a license fee. He also reported that he has hired a new Librarian.

Council Member Coleman asked about making a street a no through street.

Council Member Bixby asked about clearing activity on Highway 85 and thanked the animal control department and police department for handling a dog call he reported.

Council Member Fountain asked about the status of the new City Hall and thanked the local car club for holding a car show.

Police Chief Mock reported on the success of homecoming, No Shave November fund raiser and gave an activity report for the month of September.

Code Enforcement Officer Owens reported the burnt house on Campbell should be demolished the following week through the CDBG program.

Building Inspector Wuest reported he has met with Alabama Power regarding street lights and reported on new lights and lights being moved to different locations.

Rescue Director Creamer requested that one of his paramedic positions be reclassified to an EMS Operations Coordinator with a $.75 per hour increase in pay. This position would continue to perform paramedic shift duties but would also assist with collections and oversee operations, but not have complete supervisory authority in his absence. Council Member Gillespie moved to amend the manning document to add the EMS Operations Coordinator position at a starting salary of $20.00 per hour. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Rescue Director Creamer Informed Council there is a program offered through Auburn University for Certified Public Managers at a cost of $1.800.00 per person. Council Member

Gillespie moved to approve the course for department heads only. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman asked that the old playground equipment at the Junction be looked at and possibly removed.

Recreation Director Adams reported on youth programs. He explained that with multiple programs running at the same time there are often facilities without full-time oversite by staff. He requested that he be allowed create two facility supervisor positions at a rate of $9.00 per hour to resolve the issue. Council Member Bixby moved to amend the manning document and authorize one position now and discuss the second position at the next work session. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Fire Chief Latimer reported on the Assistance to Firefighters grant.

Mayor Hayes called for public comments. Chamber President Carl Corey gave a Chamber and DAV report.

Council Member Lee called for an executive session to discuss a matter covered under good name and character. Attorney Gray stated an executive session as requested was in order as discussion reflecting on good name and character met the criteria under public meetings laws. He stated there would be no announcement after.

Council Member Lee moved to go into executive session. The motion was seconded by Council Member Bixby. Mayor Hayes called for a roll call vote with the following results:

Ayes: Mayor Hayes, Council Members Lee, McCoy, Gillespie, Bixby, Fountain, Coleman.
Nays: None

The Mayor declared the motion passed and executive session approved. Executive session began at 8:25 p.m. with the Mayor, Council Members, City Clerk, City Attorney and Police Chief in attendance.

Council Member Bixby moved to adjourn executive session. The motion was seconded by Council Member Lee and was unanimously approved. Executive session adjourned at 8:55 p.m.

Council Member Fountain moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. Council adjourned at 8:56 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
OCTOBER 21, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on October 21, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Tidwell gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to dispense with the reading and approve the October 7, 2024, minutes as presented. Council Member Lee seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes announced the agenda needed to be amended to add Farm City Proclamation. Mayor Hayes signed a proclamation declaring November 22-28, 2024, as Farm City Week in Geneva.

Ms. Amanda Haines, CPA, with the firm Aldridge Borden, presented the FY 21, 22 and 23 audit reports. Council Member Bixby moved to approve and accept the reports as presented. Council Member Coleman seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining. Copies of the audits are attached following this page:

2021 Financial Statements

City of Geneva

Geneva, Alabama

ALDRIDGE BORDEN COMPANY
est. 1918

Mayer W. Aldridge, CPA (1883–1970)
John R. Borden, CPA (1916–1994)

SHAREHOLDERS
William L. Cox, CPA, CVA
Rhonda L. Sibley, CPA, AEP®
Jeffrey T. Windham, CPA, ABV, CFF, CVA
B. David Chandler, CPA, CVA
Scott E. Grier, CPA, CVA
Jason A. Westbrook, CPA, CVA
Corey R. Savoie, CPA
Caterina Ardon Mozingo, CPA, PFS
Jessica L. Hudson, CPA

PRINCIPALS
Ashley Conner Lough, CPA
Amanda B. Hines, CPA
D. Joseph Mills, CPA
Melissa W. Hill, CPA

Independent Auditor's Report

Honorable Mayor and Members of the
City Council
City of Geneva, Alabama

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama (the "City"), as of and for the year ended September 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. We did not audit the financial statements of the Geneva City Board of Education.

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 did not audit the financial statements of the Geneva City Board of Education. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Geneva City Board of Education, is based solely on the report of the other auditors. 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, based on our audit and the report of other auditors, 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 units, each major fund, and the aggregate remaining fund information of the City as of September 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

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

Accounting principles generally accepted in the United States of America also require that the budgetary comparison schedules, schedules of changes in net pension liability, schedules of employer contributions, and schedule of changes in OPEB liability and related ratios as listed in the table of contents 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 combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 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 also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated February 25, 2023 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.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
February 25, 2023

City of Geneva
Geneva, Alabama
September 30, 2021

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Basic Financial Statements

Statement of Net Position

City of Geneva
Geneva, Alabama
As of September 30, 2021

	Primary Government		
	Governmental Activities	**Business-type Activities**	**Total**
Assets			
Cash and cash equivalents	$ 3,950,772	$ 766,277	$ 4,717,049
Investments	1,315,709	75,000	1,390,709
Accounts receivable, net	1,403,302	327,510	1,730,812
Unbilled revenue		33,631	33,631
Prepaid expenses	31,543	32,009	63,552
Internal balances	37,043	(37,043)	
Inventory			
Unamortized bond insurance			
Restricted assets:			
Cash and cash equivalents		115,417	115,417
Capital assets:			
Non-depreciable	2,015,218	343,779	2,358,997
Depreciable, net	8,339,865	9,486,595	17,826,460
Total assets	17,093,452	11,143,175	28,236,627
Deferred outflows of resources			
Deferred outflows related to pension	317,906	141,987	459,893
Deferred outflows related to OPEB	224,204		224,204
Total deferred outflows of resources	542,110	141,987	684,097
Liabilities			
Accounts payable	342,583	90,960	433,543
Accrued liabilities	56,260	18,573	74,833
Other payables	4,720		4,720
Due to other funds	-		-
Customer deposits		115,417	115,417
Unearned revenue	511,760		511,760
Long-term liabilities			
Portion due within one year:			
Bonds payable	81,000		81,000
Notes payable	19,785	146,467	166,252
Portion due or payable after one year:			
Bonds payable	691,376		691,376
Notes payable	80,529	2,120,776	2,201,305
Other post-employment benefits	998,026		998,026
Net pension liability	860,338	253,540	1,113,878
Total liabilities	3,646,377	2,745,733	6,392,110
Deferred inflows of resources			
Deferred inflows related to property taxes	394,641		394,641
Deferred inflows related to pension	32,598	126,457	159,055
Deferred inflows related to OPEB	50,121		50,121
Total deferred inflows of resources	477,360	126,457	603,817
Net position			
Invested in capital assets, net of debt	9,482,393	7,563,131	17,045,524
Restricted	700,874		700,874
Unrestricted (deficit)	3,328,558	849,841	4,098,119
Total net position (deficit)	$ 13,511,825	$ 8,412,972	$ 21,844,517

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

Component Units	
Public Building Authority	**Geneva City Board of Education**
$ 111,806	$ 2,772,728
	302,943
	536,385
	23,195
	32,078
	71,429
3,000	112,785
2,526,156	15,398,820
2,640,962	19,250,363
	3,154,354
	3,161,097
	6,315,451
	4,070
	1,120,861
	59,750
	32,666
165,000	78,479
	151,510
1,920,000	9,377,387
	433,331
	6,993,020
	12,831,000
2,085,000	31,082,074
	504,000
	5,073,184
	5,577,184
444,156	5,502,976
	71,429
111,806	(16,667,849)
$ 555,962	$ (11,093,444)

Statement of Activities

City of Geneva
Geneva, Alabama
For the year ended September 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 1,238,640	$ 427,815		
Public safety	1,221,223	226,438	$ 46,079	
Sanitation	429,290	364,204		
Welfare	132,812		19,436	
Culture and recreation	603,422	52,625	10,246	
Streets and roads	644,027			$ 47,573
Education	1,149,521			
Interest charges	36,640			
Total governmental activities	5,455,575	1,071,082	75,761	47,573
Business-type activities				
Water and Sewer Board	1,504,521	1,365,807		
Rescue Squad	586,561	500,048		
Total business-type activities	2,091,082	1,865,855		
Total primary government	$ 7,546,657	$ 2,936,937	$ 75,761	$ 47,573
Component units				
Public Building Authority	$ 151,844			
Geneva City Board of Education	15,051,982	$ 537,712	$ 11,236,730	$ 850,090
Total component units	$ 15,203,826	$ 537,712	$ 11,236,730	$ 850,090
General revenues:				
Taxes				
Sales taxes				
Property taxes				
Franchise taxes				
Gas taxes				
Other taxes				
Grants and contributions not restricted to specific programs				
Miscellaneous income				
Earnings on investments				
Gain on sale of capital assets				
Transfers				
Total general revenues				
Change in net position				
Net position, beginning				
Net position, ending				

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

Net (Expense) Revenue and Changes in Net Position					
Primary Government				Component Units	
Governmental Activities	Business-type Activities	Total		Public Building Authority	Geneva City Board of Education
$ (810,825)		$ (810,825)			
(948,706)		(948,706)			
(65,086)		(65,086)			
(113,376)		(113,376)			
(540,551)		(540,551)			
(596,454)		(596,454)			
(1,149,521)		(1,149,521)			
(36,640)		(36,640)			
(4,261,159)		(4,261,159)			
	$ (138,714)	(138,714)			
	(86,513)	(86,513)			
	(225,227)	(225,227)			
$ (4,261,159)	$ (225,227)	$ (4,486,386)			
				$ 151,844	
					$ (2,427,450)
				$ 151,844	$ (2,427,450)
$ 3,453,607		$ 3,453,607			$ 1,664,234
391,853		391,853			657,520
82,443		82,443			
258,465		258,465			
405,035		405,035			528
871,571		871,571			296,912
158,340	$ 120,007	278,347		$ 278,226	119,083
408,089	3,956	412,045		85	6,125
32,246	36,700	68,946			
(141,384)	141,384				
5,920,265	302,047	6,222,312		278,311	2,744,402
1,659,106	76,820	1,735,926		126,467	316,952
11,852,719	8,336,152	20,188,871		429,495	(11,410,396)
$ 13,511,825	$ 8,412,972	$ 21,924,797		$ 555,962	$(11,093,444)

Balance Sheet - Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2021

	General Fund	Grant Programs	Gas Tax Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash	$ 2,708,784	$ 627,065	$ 576,813	$ 38,110	$ 3,950,772
Investments	839,924			66,594	906,518
Accounts receivable, net	1,256,790	136,795	9,717		1,403,302
Due from Water and Sewer Board	37,044				37,044
Due from other funds	17,303				17,303
Prepaid expenses	31,543				31,543
Total assets	4,891,388	763,860	586,530	104,704	6,346,482
Liabilities and fund balance					
Liabilities					
Accounts payable	224,318	115,733		2,534	342,585
Due to other funds		17,303			17,303
Other payable		4,720			4,720
Unearned revenue		511,760			511,760
Accrued expenses	56,260				56,260
Total liabilities	280,578	649,516		2,534	932,628
Deferred inflows of resources					
Property tax revenue	394,641				394,641
Fund balance					
Nonspendable	31,543				31,543
Restricted		114,344	586,530		700,874
Committed				102,170	102,170
Unassigned	4,184,626				4,184,626
Total fund balance	4,216,169	114,344	586,530	102,170	5,019,213
Total liabilities, deferred inflows of resources, and fund balances	$ 4,891,388	$ 763,860	$ 586,530	$ 104,704	$ 6,346,482

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

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

City of Geneva
Geneva, Alabama
September 30, 2021

Total fund balance - total governmental funds		$ 5,019,213
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets, net of accumulated depreciation, are not financial resources and therefore, are not reported in the funds.		
Governmental capital assets	$ 16,555,872	
Less accumulated depreciation	(6,200,789)	
	$ 10,355,083	10,355,083
The portion of the fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a current financial resource and is therefore not reported in the governmental funds.		409,192
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position. Balances are as follows:		
Deferred outflows of resources		
Pension		317,906
OPEB		224,204
Deferred inflows of resources		
Pension		(32,598)
OPEB		(50,121)
Net pension liability		(860,338)
OPEB liability		(998,026)
Bonds and notes payable		(872,690)
Net position of governmental activities		$ 13,511,825

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

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2021

	General Fund	Grant Programs	Gas Tax Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 4,485,576		$ 105,827		$ 4,591,403
Fees and fines	226,438				226,438
Licenses and permits	427,815				427,815
Intragovernmental revenues	323,124	$ 562,268	47,573		932,965
Charges for services	364,204				364,204
Investment income	409,233		1,164	$ 169	410,566
Miscellaneous revenues	231,965	35,765		12,170	279,900
Total revenues	6,468,355	598,033	154,564	12,339	7,233,291
Expenditures					
Current:					
General government	1,002,307				1,002,307
Public safety	1,052,162				1,052,162
Sanitation	388,479				388,479
Welfare	115,206				115,206
Culture and recreation	483,576			29,297	512,873
Streets and roads	455,746	28,000			483,746
Education	1,149,521				1,149,521
Capital Outlay	292,182	1,045,824		35,004	1,373,010
Debt service:					
Principal	66,157	16,000	45,000		127,157
Interest	8,701	12,439	15,500		36,640
Total expenditures	5,014,037	1,102,263	60,500	64,301	6,241,101
Excess of revenues over (under) expenditures	$ 1,454,318	$ (504,230)	$ 94,064	$ (51,962)	$ 992,190
Other financing sources (uses)					
Transfers in	$ 19,013	$ 543,426		$ 55,617	$ 618,056
Transfers (out)	(740,427)	(19,013)			(759,440)
Proceeds from sale of capital assets	32,246				32,246
Total other financing sources (uses)	(689,168)	524,413		55,617	(109,138)
Net changes in fund balance	765,150	20,183	94,064	3,655	883,052
Fund balances, beginning	3,451,019	94,161	492,466	98,515	4,136,161
Fund balances, ending	$ 4,216,169	$ 114,344	$ 586,530	$ 102,170	$ 5,019,213

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

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2021

Net change in fund balances - total governmental funds		$ 883,052
The change in net position reported for governmental activities in the Statement of Activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	$ 1,373,010	
Depreciation expense	(599,598)	
	$ 773,412	773,412
The portion of the change in fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a change in currrent financial resources, and is therefore not reported in the governmental funds		(2,477)
Cash pension contributions reported in the funds were greater than the calculated pension expense on the Statement of Activities and therefore increase net position.		(70,567)
Debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position.		
Debt principal repayments	$ 127,157	127,157
Other post-employment benefit obligations reported in the Statement of Activities does not require the use of current financial resources; therefore, is not reported as an expenditure in governmental funds.		(51,471)
Change in Net Position of Governmental Activities		$ 1,659,106

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

Statement of Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
As of September 30, 2021

	Water and Sewer Board	Rescue Squad	Total
Assets			
Current assets			
Cash and cash equivalents	$ 679,444	$ 86,833	$ 766,277
Certificates of deposit	75,000		75,000
Accounts receivable, net	136,994	190,516	327,510
Unbilled revenue	33,631		33,631
Prepaid expenses	32,009		32,009
Total current assets	957,078	277,349	1,234,427
Noncurrent assets			
Cash and cash equivalents, restricted	115,417		115,417
Capital assets, not being depreciated	343,779		343,779
Capital assets being depreciated, net	9,252,270	234,325	9,486,595
Total noncurrent assets	9,711,466	234,325	9,945,791
Total assets	10,668,544	511,674	11,180,218
Deferred outflows of resources			
Deferred outflows related to pension	93,351	48,636	141,987
Liabilities			
Current liabilities			
Accounts payable	85,397	5,563	90,960
Due to other funds	37,043		37,043
Other accrued expenses	5,742	12,831	18,573
Notes payable - current	138,170	8,297	146,467
Customer deposits, payable from restricted cash and cash equivalents	115,417		115,417
Total current liabilities	381,769	26,691	408,460
Noncurrent liabilities			
Net pension liability	126,596	126,944	253,540
Notes payable, net of current portion	2,101,291	19,485	2,120,776
Total noncurrent liabilities	2,227,887	146,429	2,374,316
Total liabilities	2,609,656	173,120	2,782,776
Deferred inflows of resources			
Deferred inflows related to pension	78,608	47,849	126,457
Net position			
Net investment in capital assets	7,356,588	206,543	7,563,131
Unrestricted	717,043	132,798	849,841
Total net position	$ 8,073,631	$ 339,341	$ 8,412,972

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

Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2021

	Water and Sewer Board	Rescue Squad	Total
Operating revenues			
Charges for services, net	$ 1,365,807	$ 500,048	$ 1,865,855
Operating expenses			
Salaries, wages, and employee benefits	314,554	399,802	714,356
Contractual services	15,675		15,675
Utilities	174,945	6,363	181,308
Repairs and maintenance	273,511	55,009	328,520
Other supplies and expenses	51,228	45,581	96,809
Insurance claims and expenses	135,939	10,914	146,853
Depreciation	470,558	67,715	538,273
Total operating expenses	1,436,410	585,384	2,021,794
Operating income (loss)	(70,603)	(85,336)	(155,939)
Nonoperating revenues (expenses)			
Interest income	3,856	100	3,956
Miscellaneous revenue	118,794	1,213	120,007
Gain on sale of capital assets	31,000	5,700	36,700
Interest expense	(68,111)	(1,177)	(69,288)
Total nonoperating revenues (expenses)	85,539	5,836	91,375
Income (loss) before transfers	14,936	(79,500)	(64,564)
Transfers in		141,384	141,384
Change in net position	14,936	61,884	76,820
Fund balances, beginning	8,058,695	277,457	8,336,152
Fund balances, ending	$ 8,073,631	$ 339,341	$ 8,412,972

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

Statement of Cash Flows - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2021

	Water and Sewer Board	Rescue Squad	Total
Cash flows from operating activities			
Cash received from customers	$ 1,365,540	$ 493,161	$ 1,858,701
Cash paid to suppliers	(586,386)	(114,065)	(700,451)
Cash paid to employees	(380,164)	(388,356)	(768,520)
Net cash from operating activities	398,990	(9,260)	389,730
Cash flows from capital and related financing			
Principal payments on long-term debt	(135,289)	(8,125)	(143,414)
Acquisition of capital assets	(343,637)	(152,198)	(495,835)
Proceeds from disposal of capital assets	31,000	5,700	36,700
Transfer of grant funds for capital assets		141,384	141,384
Other receipts	118,794	1,213	120,007
Interest expense	(68,111)	(1,177)	(69,288)
Net cash from capital and related financing activities	(397,243)	(13,203)	(410,446)
Cash flows from investing activities			
Investment income	3,856	100	3,956
Net cash from investing activities	3,856	100	3,956
Net change in cash and cash equivalents	5,603	(22,363)	(16,760)
Cash and cash equivalents - beginning of year	789,258	109,196	898,454
Cash and cash equivalents - end of year	$ 794,861	$ 86,833	$ 881,694
Displayed on Statement of Net Position as			
Cash and cash equivalents - current assets	$ 679,444	$ 86,833	$ 766,277
Cash and cash equivalents - noncurrent assets	115,417		115,417
Cash and cash equivalents - end of year	$ 794,861	$ 86,833	$ 881,694

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

	Water and Sewer Board	Rescue Squad
Reconciliation of operating income (loss) to net cash from operating activities		
Operating income (loss)	$ (70,603)	$ (85,336)
Adjustments to reconcile change in net position to net cash from operating activities		
Depreciation	470,558	67,715
Changes in assets and liabilities		
Accounts receivable and unbilled revenue	(14,009)	(6,887)
Prepaid expenses		
Due to other governments	3,299	4,426
Accounts payable and accrued expenses	40,941	(624)
Customer deposits	13,742	
Deferred outflow of resources	(12,289)	(10,326)
Deferred inflow of resources	(9,900)	(4,298)
Net pension liability	(22,749)	26,070
Total adjustments	469,593	76,076
Net cash from operating activities	$ 398,990	$ (9,260)

City of Geneva
Geneva, Alabama
September 30, 2021

Note 1 – Summary of Significant Accounting Policies

A. Reporting Entity

The City of Geneva, Alabama (the "City") is a municipal corporation governed by an elected mayor and City Council. As required by generally accepted accounting principles (GAAP), these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations. The Industrial Development Board (the Board) is a blended component unit for the City and included in general government operations. The City appoints the governing body of the Board and can significantly influence its programs, projects, and services.

In evaluating the City as a reporting entity, management has considered all potential component units in accordance with Section 2100: *Defining the Financial Reporting Entity* of the Governmental Accounting Standards Board (GASB) Codification.

Blended component units

The Geneva Water and Sewer Board (the "Water and Sewer Board"), the Geneva Rescue Squad (the "Rescue Squad"), and Industrial Development Board of the City of Geneva (the "Industrial Development Board") serve all citizens of the government. The Water and Sewer Board is governed by a board appointed by the City Council. The Water and Sewer Board and the Rescue Squad are reported as proprietary funds.

Discretely Presented Component Units

Geneva City Board of Education - The Geneva City Board of Education (the "BOE") is responsible for education within the government's jurisdiction. The members of the Board are appointed by the mayor and City Council. The Board is also financially dependent upon the government.

Public Building Authority - The Public Building Authority (the "PBA") owns the Department of Human Resources Building of Geneva County. The City leases the building from the PBA and subleases to the State of Alabama. Members of the Public Building Authority's Board are appointed by the City Council.

Complete financial statements for the BOE may be obtained at the BOE's administrative office. Separate financials are not issued for the Public Building Authority.

Note 1 – Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements

Financial information for the City and the primary government is presented as follows:

- *Basic Financial Statements:* Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities.

  These statements report all of the non-fiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions, and are reported separately from business-type activities, which rely, to a significant extent, on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

  The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and (b) grants and contributions restricted to meeting the operational or capital requirements of a particular function or program. Revenues that are not classified as program revenues, including all taxes and other items, are presented as general revenues.

- *Fund Financial Statements* consist of a series of statements focusing on information about the City's major governmental funds.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

Note 1 – Summary of Significant Accounting Policies (Continued)

The 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. For this purpose, the government considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- General Fund: The General Fund is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.
- Grant Programs Fund: The Grant Programs Fund is a capital projects fund that accounts for revenue sources that are legally restricted to expenditures for a specific purpose according to the agreements with funding agencies.
- Gas Tax Fund: The Gas Tax Fund is a special revenue fund that accounts for taxes and contributions that are legally restricted to expenditures for a specific purpose according to state or federal law.

The City reports the following major enterprise funds:

- Water and Sewer Board: This fund accounts for the operation of the water and sewer system.
- Rescue Squad Fund: This fund accounts for operations of the rescue squad.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Interfund Activity

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" within the fund financial statements. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any residual balance outstanding between the governmental and business-type activities at the end of the fiscal year, which are reported in the government-wide financial statements as internal balances.

Interfund transactions are reflected as services provided, reimbursements, or transfers. Services provided, deemed to be at or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or business-type funds are funds are netted as part of the reconciliation to the government-wide presentation.

Investments

The City's investments are limited to certificates of deposit carried at amortized cost and a joint venture with other municipalities in Geneva County in a gas distribution district reported using the equity method.

Receivables and Payables

Unbilled receivables – For the Geneva Water and Sewer Board, unbilled revenues are based on the usage incurred in September and billed during October following the close of the fiscal year.

Allowance for doubtful accounts – Accounts receivable have been reported net of the allowance for doubtful accounts. Rescue Squad receivables in excess of 90 days comprise the proprietary funds accounts receivable allowance for uncollectible accounts. The Water and Sewer Board reports no allowance for doubtful accounts; all outstanding Water and Sewer Board receivables at year end are considered collectible. Water and Sewer Board accounts receivable are written off on an individual basis in the year they are deemed uncollectible.

Note 1 – Summary of Significant Accounting Policies (Continued)

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Certain assets of the City are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Customer deposit accounts – Deposited in non-interest-bearing accounts and refunded upon termination of service with the Water and Sewer Board and satisfaction of all obligations due.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 for equipment and $25,000 for buildings and land with an estimated useful life in excess of one year.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of acquisition date or amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Asset class	Years
Buildings	20 – 50
Improvements	7 – 30
Equipment	3 – 20
Water and sewer system	25 - 50

Note 1 – Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

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 has two (2) items that qualify for reporting as deferred outflows of resources, the *deferred outflows related to pension* and the *deferred outflows related to OPEB*, all reported in the government-wide and proprietary funds statements of net position. The deferred outflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria.* The deferred outflows related to pension will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. The deferred outflows related to OPEB result from claims payments made related to the total OPEB liability (TOL) subsequent to the measurement date, in accordance with GASB Statement No. 75.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three (3) items that qualify for reporting as deferred inflows of resources. The deferred inflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria. The deferred inflows related to pension will be recognized as a reduction to pension expense in future reporting years. The deferred inflows related to OPEB result from the net difference between expected and actual experience and effects of changes in the assumptions or other inputs, in accordance with GASB Statement No. 75. The deferred inflows of property tax revenue relate to property taxes (and special assessments, if applicable) that are deferred and recognized as an inflow of resources in the period that the amounts become available.

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 and are recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section I30: Interest Costs – Imputation, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period.

Note 1 – Summary of Significant Accounting Policies (Continued)

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.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension and pension expense 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.

Other Post-Employment Benefits ("OPEB") Liability

For purposes of measuring total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the economic resources measurement focus and full accrual basis of accounting are utilized. Benefit payments are recognized when due and payable in accordance with the benefit terms.

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund balance flow assumptions – Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Note 1 – Summary of Significant Accounting Policies (Continued)

The provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

Revenues and Expenditures/Expenses

Program revenues – Amounts reported as 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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property taxes – Property taxes attach as an enforceable lien on real property and are levied by the County Commission at the first regular meeting in February of each year based on the property record as of the preceding October 1. The taxes are due the following October 1 and are delinquent after December 31st. The enforceable claim exists as of October 1 preceding the February meeting of the County Commission.

Note 1 – Summary of Significant Accounting Policies (Continued)

Proprietary funds operating and nonoperating revenues and expenses – 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 Rescue Squad and the PBA are charges to customers for services and rental income. 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.

Economic Dependency

The City receives a substantial amount of revenue in the form of sales tax. A significant reduction in the level of this support would have an adverse effect on the City's activities.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make various estimates. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to allowance for doubtful accounts, net pension liability, and total OPEB liability.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, February 25, 2023 and determined there were no events that occurred that required disclosure.

Recently Issued and Implemented Accounting Pronouncements

The GASB has issued statements that will become effective in future years. These statements are as follows:

In January 2017, the GASB issued Statement No. 84 (GASB 84), Fiduciary Activities. GASB 84 seeks to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. GASB 84 will be effective for the fiscal years beginning after December 15, 2019. GASB 84 had no impact on the City's financial statements.

In June 2018, the GASB issued Statement No. 89 (GASB 89), Accounting for Interest Cost Incurred Before the End of a Construction Period. The objectives of GASB 89 are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. GASB 89 requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. The requirements of GASB 89 are effective for reporting periods beginning after December 15, 2020. The City believes at this time there is no impact to their financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

In August 2018, the GASB issued Statement No. 90 (GASB 90), Majority Equity Interests – An Amendment of GASB Statements No. 14 and No. 61. The primary objectives of GASB 90 are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. The requirements of GASB 90 are effective for reporting periods beginning after December 15, 2019. The requirements should be applied retroactively, except for the provisions related to (1) reporting a majority equity interest in a component unit and (2) reporting a component unit if the government acquires a 100 percent equity interest. Those provisions should be applied on a prospective basis. The City has evaluated its equity interest in the Geneva County Gas District and has concluded it does not own a majority interest in the organization; therefore, GASB 90 has no impact on the City's financial statements.

The GASB has issued statements that will become effective in future years. These statements are as follows:

In June 2017, the GASB issued Statement No. 87 (GASB 87), Leases. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. GASB 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under GASB 87, a lessee is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of GASB 87 are effective for reporting periods beginning after June 15, 2021.

In May 2019, the GASB issued Statement No. 91 (GASB 91), Conduit Debt Obligations. The primary objectives of GASB 91 are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB 91 achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of GASB 91 are effective for reporting periods beginning after December 15, 2021.

Note 1 – Summary of Significant Accounting Policies (Continued)

In January 2020, the GASB issued Statement No. 92 (GASB 92), Omnibus 2020. The objectives of GASB 92 are to enhance the comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of GASB 92 are effective for reporting periods beginning after June 15, 2021.

In May 2020, the GASB issued Statement No. 93 (GASB 93), Replacement of Interbank Offered Rates. The objectives of GASB 93 are to address financial reporting issues that result from the replacement of an Interbank Offered Rate (IBOR) by providing exceptions for certain hedging derivative instruments to the hedge accounting termination provisions when an IBOR is replaced as the reference rate of the hedging derivative instrument's variable payment and clarification of the hedge accounting termination provisions when a hedged item is amended to replace the reference rate; replacing LIBOR as an appropriate benchmark interest rate for the evaluation of the effectiveness of an interest rate swap with a Secured Overnight Financing Rate or the Effective Federal Funds Rate; and providing exceptions to the lease modifications guidance in Statement 87 for lease contracts that are amended solely to replace an IBOR used to determine variable payments. The removal of LIBOR as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2022. All other requirements of GASB 93 are effective for reporting periods beginning after June 15, 2021.

In March 2020, the GASB issued Statement No. 94 (GASB 94), Public-Private and Public-Public Partnerships and Availability Payment Arrangements. The primary objective of GASB 94 is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in GASB 94, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in GASB 94 as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. GASB 94 also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in GASB 94, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. GASB 94 is effective for fiscal years beginning after June 15, 2022.

Note 1 – Summary of Significant Accounting Policies (Continued)

In May 2020, the GASB issued GASB Statement No. 96 (GASB 96), Subscription-Based Information Technology Arrangements. GASB 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). GASB 96 (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The requirements of GASB 96 are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Assets and liabilities resulting from SBITAs should be recognized and measured using the facts and circumstances that existed at the beginning of the fiscal year in which GASB 96 is implemented. Governments are permitted, but are not required, to include in the measurement of the subscription asset capitalizable outlays associated with the initial implementation stage and the operation and additional implementation stage incurred prior to the implementation of GASB 96.

In June 2020, the GASB issued GASB Statement No. 97 (GASB 97), Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32. The primary objectives of GASB 97 are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of GASB 97 that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of GASB 97 that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021.

The City is evaluating the requirements of the above statements and the impact on reporting.

Note 2 – Deposits and Investments

As of September 30, 2021, the City's bank balances were entirely covered by federal depository insurance (FDIC) and the Security for Alabama Funds Enhancement ("SAFE") Program.

Note 2 – Deposits and Investments (Continued)

The SAFE Program was established by the Alabama Legislature and is governed by the provisions contained in the Code of Alabama 1975, Sections 41-14A-1 through 41-14A-14. Under the SAFE Program, all public funds are protected through a collateral pool administered by the Alabama State Treasurer's Office. Under this program, financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that financial institution would be liquidated by the State Treasurer to replace the public deposits not covered by the FDIC. If the securities pledged fail to produce adequate funds, every institution participating in the pool would share the liability for the remaining balance.

Custodial credit risk – Custodial credit risk for deposits is the risk in the event of the failure of a depository financial institution a government may not be able to recover deposits. Monies placed on deposit with financial institutions in the form of demand deposits, time deposits or certificate of deposits are defined as public deposits. The financial institutions in which the City places its deposits are certified as "qualified public depositories," as required under the SAFE Program. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest rate risk – Interest rate risk is the possibility that interest rates will rise and reduce the fair value of an investment.

Credit risk – Section I50: Investments of the GASB Codification requires that governments provide information about credit risk associated with their investments by disclosing the credit rating of investments in debt securities as described by nationally recognized statistical rating organizations. As of September 30, 2021, the City does not have any investments in debt securities.

Concentration risk – Section I50: Investments of the GASB Codification requires disclosures of investments in any one issuer that represents five percent or more of total investments. There are no such reportable concentrations of investments as of September 30, 2021.

The City's liquid investments consist of certificates of deposit with original maturities of more than three months from the date of acquisitions and are carried at amortized cost. In addition to its liquid investments, the City, along with other municipalities in Geneva County, Alabama, invested in the Geneva County Gas District ("Gas District"). Details of the Gas District investment, which is accounted for using the equity method, are detailed below. At September 30, 2021, the City held the following investments:

		Fair Value		
Investment Type	Maturities 0-1 Year	Governmental Activities	General Fund	Other Governmental Funds
Certificates of deposit	$ 171,964	$ 171,964	$ 105,371	$ 66,594
Joint venture		1,143,745	734,553	
Total investments	$ 171,964	$ 1,315,709	$ 839,924	$ 66,594

Note 2 – Deposits and Investments (Continued)

The Gas District is engaged in the business of sales and transport of natural gas to the residents of the four cities and profits are distributed to each city prorated based on the cubic feet of gas sold in each City. In fiscal year 2021, the City received $401,439 as a distribution of profits from the Gas District.

The City's allocation of the Gas District earnings are reported in the statement of activities and statement of revenues, expenditures and changes in fund balance as investment earnings. In the government-wide statement of net position, the City reports its equity interest of $1,143,745 as an investment in joint venture. Only the portion of the City's share of the equity associated with non-capital net assets is reported as an investment in joint venture in the governmental funds, which was $734,553 at September 30, 2021.

Condensed financial statements for the Gas District for the fiscal year ended July 31, 2021 are as follows:

Total current assets	$ 1,865,148
Net property and equipment	2,133,861
Total assets	$ 3,999,009
Total current liabilities	$ 755,771
Noncurrent liabilities	55,415
Total liabilities	814,186
Net position	3,184,823
Total liabilities and net position	$ 3,999,009
Total utility operating revenues	$ 2,467,780
Total operating expenses	1,710,151
Operating income	757,629
Total nonoperating revenues	118,225
Change in net position	845,854
Net position - beginning	2,986,989
Deduct: distributions	678,020
Net position - ending	$ 3,184,823
Net cash provided (used) by:	
Operating activities	$ 893,889
Capital and related financing activities	(647,866)
Investing activities	2,176
Net increase in cash and cash equivalents	$ 248,199

Note 3 – Accounts Receivable

For the Water and Sewer Board, operating revenues are generally recognized on the basis of cycle billings rendered monthly. The amount of services delivered for the period from the last billing date to September 30, 2021 (unbilled receivable), is estimated and accrued at year end. The City deems all amounts collectable therefore an allowance for doubtful accounts is not necessary. If payments are not received from customers, services are shut off and deposits are applied against negative balances.

All account receivables are shown net of allowances for uncollectable accounts for governmental funds. The accounts receivable and allowance for uncollectible accounts at September 30, 2021, were as follows:

	General Fund	Grant Programs	Gas Tax Fund	Enterprise Funds	Total Primary Government
Taxes	$ 791,585		$ 9,717		$ 801,302
Other	325,650			$ 1,782,616	2,108,266
Grants		$ 136,795			136,795
Fines	398,729				398,729
Gross receivable	1,515,694	136,795	9,717	1,782,616	3,445,092
Less: allowance for doubtful accounts	(259,174)			(1,455,106)	(1,714,280)
Receivables, net	$ 1,256,790	$ 136,795	$ 9,717	$ 327,510	$ 1,730,812

Note 4 – Capital assets

The following is a summary of changes in capital assets during the year ended September 30, 2021:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land and land improvements	$ 1,775,012	$ 39,000		$ 1,814,012
Construction in progress	235,064	151,074	$ (184,932)	201,206
Capital assets not being depreciated	2,010,076	190,074	(184,932)	2,015,218
Capital assets, being depreciated				
Buildings and improvements	5,988,831	7,028	(240,270)	5,755,589
Equipment and vehicles	3,055,889	516,424	(146,897)	3,425,416
Infrastructure	4,274,964	1,084,685		5,359,649
Capital assets, being depreciated	13,319,684	1,608,137	(387,167)	14,540,654
Less accumulated depreciation for				
Buildings and improvements	2,569,222	536,232		3,105,454
Equipment and vehicles	2,438,484	271,013	(345,271)	2,364,226
Infrastructure	733,265	157,680	(159,836)	731,109
Total accumulated depreciation	5,740,971	964,925	(505,107)	6,200,789
Capital assets being depreciated, net	7,578,713	643,212	117,940	8,339,865
Total governmental capital assets, net	$ 9,588,789	$ 833,286	$ (66,992)	$ 10,355,083

Certain amounts have been reclassified above to better reflect the capital assets of the City.

Note 4 – Capital Assets (Continued)

Business-type Activities

Water and Sewer Board

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 70,707			$ 70,707
Construction in process		$ 273,072		273,072
Total capital assets, not being depreciated	70,707	273,072		343,779
Capital assets, being depreciated				
Buildings	53,418			53,418
Water and sewer systems	16,297,424			16,297,424
Equipment	1,495,090	70,565	$ (54,781)	1,510,874
Capital assets, being depreciated	17,845,932	70,565	(54,781)	17,861,716
Total accumulated depreciation	8,193,669	470,558	$ 54,781	8,609,446
Total capital assets being depreciated, net	$ 9,652,263	$ (399,993)		$ 9,252,270

Rescue Squad

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated				
Buildings	$ 12,532			$ 12,532
Equipment	627,099	$ 152,197	$ (74,485)	704,451
Capital assets, being depreciated	639,631	152,197	(74,485)	716,983
Less accumulated depreciation for				
Buildings	5,905	1,105		7,010
Equipment	483,883	66,610	(74,485)	475,648
Total accumulated depreciation	489,788	67,715	$ (74,485)	482,658
Total capital assets being depreciated, net	$ 49,843	84,482		$ 234,325
Total business-type activity capital assets, net	$ 9,872,813	$ (42,439)		$ 9,830,374

Note 4 – Capital Assets (Continued)

Component Units

Public Building Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 3,000			$ 3,000
Total capital assets, not being depreciated	3,000			3,000
Capital assets, being depreciated				
Buildings and improvements	3,086,665			3,086,665
Equipment	87,901			87,901
Capital assets, being depreciated	3,174,566			3,174,566
Less accumulated depreciation for				
Buildings and improvements	498,776	$ 61,733		560,509
Equipment	87,901			87,901
Total accumulated depreciation	586,677	61,733		648,410
Total capital assets being depreciated, net	$ 2,587,889	$ (61,733)		$ 2,526,156

Geneva City Board of Education

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 112,785			$ 112,785
Total capital assets, not being depreciated	112,785			112,785
Capital assets, being depreciated				
Buildings and improvements	22,151,388			22,151,388
Equipment and vehicles	1,560,739	$ 133,369		1,694,108
Capital assets, being depreciated	23,712,127	133,369		23,845,496
Less accumulated depreciation for				
Buildings and improvements	6,731,274	529,757		7,261,031
Equipment and vehicles	1,072,514	113,131		1,185,645
Total accumulated depreciation	7,803,788	642,888		8,446,676
Total capital assets being depreciated, net	$ 15,908,339	$ (509,519)		$ 15,398,820

Note 4 – Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows for the year ended September 30, 2021:

Governmental activities	
General government	$ 215,560
Police	64,366
Fire	60,301
Street	168,494
Sanitation	27,471
Culture and recreation	48,885
Welfare	14,521
Total depreciation expense - governmental activities	$ 599,598

Business-type activities	
Water and Sewer Board	$ 470,558
Rescue Squad	67,715
Total depreciation expense - business-type activities	$ 538,273

Note 5 – Long-Term Debt and Liabilities

Governmental Activities

Bonds Payable

2005 General Obligation Warrants – The City issued $200,000 of General Obligation Bonds in 2005 to finance the construction of a new fire station. These bonds carry the full faith and credit of the City with principal and interest payable annually on August 1. The bonds have a stated interest rate of 4.125%. The outstanding principal balance as of September 30, 2021 is $135,000.

2008 General Obligation Warrants – The City issued $224,250 in General Obligation Bonds in 2008 to finance the construction of a new airport hangar. These bonds carry the full faith and credit of the City with principal and interest payable annually on January 1. These bonds have a stated interest rate of 4.50%. The outstanding principal balance as of September 30, 2021 is $137,250.

2010 General Obligation Warrants – In 2010, the City issued $3,675,000 in General Obligation Bonds, which carry the full faith and credit of the city for the benefit of the City and the BOE. The BOE received $2,575,000 of the bond proceeds and the City used the remaining $1,100,000 to refund certain long-term indebtedness. The BOE entered into a funding agreement with the City for repayment of their portion of the bonds. In the primary government financial statements, the City only reports activity related to the $1,100,000 portion of the bond proceeds received by the City. Activity for the remaining $2,575,000 is reported by the BOE. Principal is payable annually on August 1 and interest is payable semiannually on August 1 and February 1. The outstanding principal balance as of September 30, 2021 is $500,000.

Note 5 – Long-Term Debt and Liabilities (Continued)

Notes Payable

Samson Bank Note Payable – During 2017, the City obtained a loan with Samson Bank in the amount of $16,500 to refinance a fire truck. The note bears interest at a fixed rate of 2.09%. Principal and interest are due monthly in the amount of $244. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2021 is $4,807.

Samson Bank Note Payable – During 2018, the City obtained a loan with Samson Bank in the amount of $183,000 to purchase a fire truck. The note bears interest at a fixed rate of 3.34%. Principal and interest are due monthly in the amount of $1,796. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2021 is $95,633.

Principal and interest maturities of the governmental activities general obligation warrants and notes payable are as follows:

Year Ending September 30,	Principal	Interest
2022	$ 100,440	$ 35,264
2023	106,423	28,656
2024	106,578	27,676
2025	107,208	23,641
2026	112,859	19,410
2027 - 2031	262,932	40,113
2032 - 2036	76,250	7,069
Totals	$ 872,690	$ 181,829

Business-type Activities

Samson Bank Note Payable – During 2019, the City obtained a loan with Samson Bank in the amount of $50,000 to purchase an ambulance for the Rescue Squad. The note bears interest at a fixed rate of 3.853%. Principal and interest are due monthly in the amount of $775.10. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2021 is $27,782.

Note Payable – State Bank and Trust – In February 14, 2020, the Board borrowed $2,447,579 through a local bank for the purpose of financing the renovation of the wastewater treatment plant. This note was also used to consolidate its existing note payable and outstanding line of credit balance into a single note payable. The loan has a term of 15 years and an interest rate of 3.00%, with monthly payments in the amount of $18,806. The note is unsecured and is due to be repaid in February 2035. The outstanding principal balance as of September 30, 2021 is $2,101,291.

Note 5 – Long-Term Debt and Liabilities (Continued)

Principal and interest maturities of the business-type activities notes payable are as follows:

Year Ending September 30,	Principal	Interest
2022	$ 146,303	$ 66,163
2023	151,070	61,632
2024	155,741	56,961
2025	153,081	52,244
2026	155,763	47,637
2027 - 2031	852,831	164,169
2032 - 2036	652,219	34,195
Totals	$ 2,267,479	$ 483,001

Component Units

Public Building Authority

2010 Revenue Bond – In 2010, the Public Building Authority issued $3,475,000 in Revenue Bonds to construct a building for the Department of Human Resources that is leased to the City and then subleased to the State of Alabama. Principal is payable annually on May 1 beginning in 2013 and interest is payable semiannually on May 1 and November 1 beginning in 2011. The outstanding principal balance as of September 30, 2021 is $2,085,000.

Principal and interest maturities for the Public Building Authority Bonds payable are as follows:

Year Ending September 30,	Principal	Interest
2022	$ 165,000	$ 97,725
2023	170,000	91,125
2024	180,000	84,325
2025	185,000	77,125
2026	190,000	69,355
2027 - 2031	1,100,000	212,375
2032 - 2036	95,000	11,875
Totals	$ 2,085,000	$ 643,905

Geneva City Board of Education

2010 General Obligation Warrants – The City issued $3,675,000 in General Obligation Bonds that carry the full faith and credit of the City for the benefit of the City and the BOE. The BOE received $2,575,000 of the bonds and the City received $1,100,000. The BOE entered into a funding agreement with the City for repayment of their portion of the bonds. Principal is payable annually on August 1 and interest is payable semiannually on August 1st and February 1st. The outstanding principal balance as of September 30, 2021 is $20,000.

Note 5 – Long-Term Debt and Liabilities (Continued)

Note Payable Bank of the Ozarks – The BOE signed a promissory note in the amount of $750,000 with interest at the rate of 2.80% annum on June 30, 2012. The proceeds of the note were used to make energy saving improvements at the schools. Payment is due annually in the amount of $87,164 for a period of ten years with the final payment due on July 1, 2022. The outstanding principal balance as of September 30, 2021 is $84,843.

2018 General Obligation Warrants – The City issued $9,460,000 in General Obligation Bonds that carry the full faith and credit of the City for the benefit of the City and the BOE. The BOE received $9,460,000 of the bonds. The BOE entered into a funding agreement with the City for repayment of BOE Warrants from tax revenues pledged by the BOE to the City. The warrants mature on August 1 in the years 2020 through 2040, 2043, and 2048. The maturing bonds have interest rates ranging from 3.00% to 4.00%. The outstanding principal balance as of September 30, 2021 is $9,310,000.

Series 2014-A Qualified Zone Academy Project School Tax Warrants – During the year ended September 30, 2014, the BOE borrowed $1,000,000 from the Qualified Zone Academy Bond Program. The funds will be used to renovate and repair school buildings and to purchase equipment under the jurisdiction and control of the BOE. The warrant bears interest at 0.78%. Principal and interest are due quarterly. The outstanding principal balance as of September 30, 2021 is $499,998.

Principal and interest maturities of the BOE are as follows:

Year Ending September 30,	Principal	Interest
2022	$ 151,510	$ 6,837
2023	66,667	3,985
2024	66,667	3,465
2025	71,667	2,945
2026	66,667	2,225
2027 - 2031	181,663	2,788
Totals	$ 604,841	$ 22,245

Note 5 – Long-Term Debt and Liabilities (Continued)

Changes in long-term liabilities

Changes in long-term liabilities for the year ended September 30, 2021 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Bonds payable	$ 848,250		$ (76,000)	$ 772,250	$ 81,000
Notes payable	151,597		(51,157)	100,440	19,785
Total	$ 999,847		$ (127,157)	$ 872,690	$ 100,785
Business-type activities					
Notes payable	$ 2,410,658		$ (143,415)	$ 2,267,243	$ 146,467
Component units					
Public Building Authority					
Bonds payable	$ 2,245,000		$ (160,000)	$ 2,085,000	$ 165,000
Geneva City Board of Education					
Bonds/Warrants payable	$ 9,410,000		$ (80,000)	$ 9,330,000	$ 75,000
Unamortized discount	(109,613)		3,930	(105,683)	(5,123)
Unamortized premium	240,151		(8,602)	231,549	8,602
Notes payable	733,978		(149,137)	584,841	151,510
Total	$ 10,274,516		$ (233,809)	$ 10,040,707	$ 229,989

Pledges Revenues

The Public Building Authority pledged future net leasing revenues to service the 2010 revenue bonds. Proceeds from the bonds were used for the leased building's construction. Principal and interest on the bond are payable through 2032, and solely from the revenues and receipts from the leasing of the building. Principal and interest paid for the current year and total customer net revenues were $256,123 and $278,226, respectively.

Note 6 – Interfund Receivables, Payables and Transfers

Interfund balances are generally used to meet cash demands necessary to pay operating expenditures. Interfund balances at September 30, 2021 consist of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Water and Sewer Board	$ 37,043
General Fund	Grant Programs	17,303
Total		$ 54,346

Note 6 – Interfund Receivables, Payables and Transfers (Continued)

Transfers to/from other funds at September 30, 2021 consist of the following:

Fund Transfers From	Fund Transfer To	Amount
General	Grant Programs	$ 578,643
Grant Programs	General	19,013
General	Non-major Governmental	20,400
General	Rescue Squad	141,384
Total		$ 759,440

Transfers from the general fund to the grant programs fund are to meet grant matching requirements. Transfers from the general fund to nonmajor governmental fund are for general operating expenses. Transfers from rescue squad to general fund are for expense reimbursements.

Note 7 – Retirement Plan

Plan Description

The Employees' Retirement System of Alabama ("ERS" or the "Plan"), an agent multiple-employer public employee retirement plan, was established as of October 1, 1945, pursuant to the *Code of Alabama 1975, Title 36, Chapter 27* (Act 515 of the Legislature of 1945). The purpose of the ERS is to provide retirement allowances and other specified benefits for state employees, State Police, and, on an elective basis, to all cities, counties, towns, and quasi-public organizations. The responsibility for the general administration and operation of ERS is vested in its Board of Control which consists of 13 trustees. Effective October 1, 2021 Act 390 of the Legislature of 2021 will create two additional representatives and change the composure of representatives within the ERS Board of Control. The Plan is administered by the Retirement Systems of Alabama (RSA). The *Code of Alabama 1975, Title 36, Chapter 27* grants the authority to establish and amend the benefit terms to the ERS Board of Control. The Plan issues a publicly available financial report that can be obtained at www.rsa-al.gov.

The ERS Board of Control consists of 13 trustees as follows:

1) The Governor, ex officio.
2) The State Treasurer, ex officio.
3) The State Personnel Director, ex officio.
4) The State Director of Finance, ex officio.
5) Three vested members of ERS appointed by the Governor for a term of four years, no two of whom are from the same department of state government nor from any department of which an ex officio trustee is the head.
6) Six members of ERS who are elected by members from the same category of ERS for a term of four years as follows:
   a. Two retired members with one from the ranks of retired state employees and one from the ranks of retired employees of a city, county or a public agency each of whom is an active beneficiary of ERS.
   b. Two vested active state employees.
   c. Two vested active employees of an employer participating in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*

Note 7 – Retirement Plan (Continued)

Benefits Provided

State law establishes retirement benefits as well as death and disability benefits and any ad hoc increase in postretirement benefits for the ERS. Benefits for ERS members vest after 10 years of creditable service. State employees who retire after age 60 (52 for State Police) with 10 years or more of creditable service or with 25 years of service (regardless of age) are entitled to an annual retirement benefit, payable monthly for life. Local employees who retire after age 60 with 10 years or more of creditable service or with 25 or 30 years of service (regardless of age), depending on the particular entity's election, are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, members of the ERS (except State Police) are allowed 2.0125% of their average final compensation (highest 3 of the last 10 years) for each year of service. State Police are allowed 2.875% for each year of State Police service in computing the formula method.

Act 377 of the Legislature of 2012 established a new tier of benefits (Tier 2) for members hired on or after January 1, 2013. Tier 2 ERS members are eligible for retirement after age 62 (56 for State Police) with 10 years or more of creditable service and are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, Tier 2 members of the ERS (except State Police) are allowed 1.65% of their average final compensation (highest 5 of the last 10 years) for each year of service. State Police are allowed 2.375% for each year of state police service in computing the formula method.

Members are eligible for disability retirement if they have 10 years of credible service, are currently in-service, and determined by the RSA Medical Board to be permanently incapacitated from further performance of duty. Preretirement death benefits equal to the annual earnable compensation of the member as reported to the Plan for the preceding year ending September 30 are paid to the beneficiary.

Act 132 of the Legislature of 2019 allowed employers who participate in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* to provide Tier 1 retirement benefits to their Tier 2 members. Tier 2 members of employers adopting Act 2019-132 will contribute 7.5% of earnable compensation for regular employees and 8.5% for firefighters and law enforcement officers. A total of 590 employers adopted Act 2019-132. The City adopted this Act; however, the City chose to incur the additional contribution instead of passing it along to employees.

Note 7 – Retirement Plan (Continued)

The ERS serves approximately 853 local participating employers. The ERS membership includes approximately 101,245 participants. As of September 30, 2020, membership consisted of:

Plan Membership	
Retirees and beneficiaries currently receiving benefits	28,672
Terminated employees entitled to but not yet receiving benefits	1,974
Terminated employees not entitled to a benefit	14,133
Active members	56,369
Post-DROP participants who are still in active service	97
Total plan membership	101,245

Contributions

Covered members of the ERS contributed 5% of earnable compensation to the ERS as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, covered members of the ERS were required by statute to contribute 7.25% of earnable compensation. Effective October 1, 2012, covered members of the ERS are required by statute to contribute 7.50% of earnable compensation. Certified law enforcement, correctional officers, and firefighters of the ERS contributed 6% of earnable compensation as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, certified law enforcement, correctional officers, and firefighters of the ERS were required by statute to contribute 8.25% of earnable compensation. Effective October 1, 2012, certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 8.50% of earnable compensation. State Police of the ERS contribute 10% of earnable compensation.

Employers participating in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* were not required by statue to increase covered member contribution rates but were provided the opportunity to do so through Act 2011-676. By adopting Act 2011-676 Tier 1 regular members contribution rates increased from 5% to 7.5% of earnable compensation and Tier 1 firefighters and law enforcement officers increased from 6% to 8.5% of earnable compensation. The City adopted this Act; however did not pass through the increase in contribution rates to employees; therefore, their contribution rates remain 5% for Tier 1 and 6% for Tier 2.

Tier 2 covered members of the ERS contribute 6% of earnable compensation to the ERS as required by statute. Tier 2 certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 7% of earnable compensation. Tier 2 State Police members of the ERS contribute 10% of earnable compensation. These contributions rates are the same for Tier 2 covered members of ERS local participating employers.

The ERS establishes rates based upon an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with additional amounts to finance any unfunded accrued liability, the pre-retirement death benefit and administrative expenses of the Plan. For the year ended September 30, 2020, the City's active employee contribution rate was 5.1% of covered employee payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 5.42% of pensionable payroll.

Note 7 – Retirement Plan (Continued)

For the year ended September 30, 2020, the Water and Sewer Board's active employee contribution rate was 5.51% of covered employee payroll, and the Water and Sewer Board's average contribution rate to fund the normal and accrued liability costs was 15.51% of employee payroll for Tier 1 employees and 9.70% for Tier 2 employees.

The City's contractually required contribution rate for the year ended September 30, 2020 was 7.26% of pensionable pay for Tier 1 employees, and 4.31% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2017, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the City were $110,391 for the year ended September 30, 2021.

The Water and Sewer Board's contractually required contribution rate for the year ended September 30, 2020 was 15.51% of pensionable pay for Tier 1 employees, and 9.71% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2017, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the Water and Sewer Board was $39,563 for the year ended September 30, 2021.

Note 7 – Retirement Plan (Continued)

Net Pension Liability

The City's net pension liability was measured as of September 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2020 rolled forward to September 30, 2019 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Act 2019-132	Actual After Act 2019-132
(a) TPL as of September 30, 2019	$ 5,558,418	$ 5,582,361	$ 5,632,873
(b) Discount rate	7.70%	7.70%	7.70%
(c) Entry age normal cost for the period October 1, 2019 - September 30, 2020	119,059	119,059	131,942
(d) Transfers among employers		(9,895)	(9,895)
(e) Actual benefit payments and refunds for the period October 1, 2019 - September 30, 2020	(293,433)	(293,433)	(293,433)
(f) TPL as of September 30, 2020 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 5,800,745	$ 5,816,637	$ 5,883,921
(g) Difference between expected and actual		15,892	
(h) Less liability transferred for immediate recognition		(9,895)	
(i) Experience (gain) / loss = (g) - (h)		$ 25,787	
(j) Difference between Actual TPL Before and After Act 2019-132 - Benefit Change (Gain)/Loss			$ 67,284

Note 7 – Retirement Plan (Continued)

The Water and Sewer Board's net pension liability was measured as of September 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2020 rolled forward to September 30, 2019 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Act 2019-132	Actual After Act 2019-132
(a) TPL as of September 30, 2019	$ 1,281,700	$ 1,270,842	$ 1,270,842
(b) Discount rate	7.70%	7.70%	7.70%
(c) Entry age normal cost for the period October 1, 2019 - September 30, 2020	13,853	13,853	13,853
(d) Transfers among employers	0	0	0
(e) Actual benefit payments and refunds for the period October 1, 2019 - September 30, 2020	(45,403)	(45,403)	(45,403)
(f) TPL as of September 30, 2020 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 1,347,093	$ 1,335,399	$ 1,335,399
(g) Difference between expected and actual		(11,694)	
(h) Less liability transferred for immediate recognition		0	
(i) Experience (gain) / loss = (g) - (h)		$ (11,694)	
(j) Difference between Actual TPL Before and After Act 2019-132 - Benefit Change (Gain)/Loss			$ 0

Actuarial Assumptions

The total pension liability as of September 30, 2020 was determined based on the actuarial funding valuation report prepared as of September 30, 2019. The key actuarial assumptions are summarized as follows:

Inflation	2.75%
Projected salary increases	3.25% - 5.00%
Investment rate of return (net of pension plan investment expense)	7.70%

Mortality rates were based on the sex distinct RP-2000 Blue Collar Combined Mortality Table Projected with Scale BB to 2020 with an adjustment of 125% at all ages for males and 120% for females age 78 and older. The rates of mortality for the period after disability retirement are according to the sex distinct RP-2000 Disabled Retiree Mortality Table Projected with Scale BB to 2020 with an adjustment of 130% at all ages for females.

Note 7 – Retirement Plan (Continued)

The actuarial assumptions used in the actuarial valuation as of September 30, 2019 were based on the results of an investigation of the economic and demographic experience for the ERS based upon participant data as of September 30, 2015. The Board of Control accepted and approved these changes in September 2016, which became effective at the beginning of fiscal year 2016.

The long-term expected rate of return on pension plan investments was determined using a log- normal distribution analysis 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. The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Asset Class	Target Allocation	Long-Term Expected Rate of Return *
Fixed Income	17.00%	4.40%
US Large Stocks	32.00%	8.00%
US Mid Stocks	9.00%	10.00%
US Small Stocks	4.00%	11.00%
Int'l Developed Mkt Stocks	12.00%	9.50%
Int'l Emerging Mkt Stocks	3.00%	11.00%
Alternatives	10.00%	10.10%
Real Estate	10.00%	7.50%
Cash Equivalents	3.00%	1.50%
Total	100.00%	

* Includes assumed rate of inflation of 2.50%

Discount Rate

The discount rate used to measure the total pension liability was the long-term rate of return, 7.70%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the rates currently in effect and that employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were 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 periods of projected benefit payments to determine the total pension liability.

Note 7 – Retirement Plan (Continued)

Changes in the Net Pension Liability

City of Geneva

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2019	$ 5,558,418	$ 4,742,574	$ 815,844
Changes for the year:			
Service cost	119,059		119,059
Interest	416,701		416,701
Changes in benefit terms	67,284		67,284
Changes in assumptions			
Difference between expected and actual experience	25,787		25,787
Contributions - employer		98,748	(98,748)
Contributions - employee		90,887	(90,887)
Net investment income		267,756	(267,756)
Benefit payments, including refunds of employee contributions	(293,433)	(293,433)	
Transfers among employers	(9,895)	(9,895)	
Net changes	325,503	154,063	171,440
Balances at September 30, 2020	$ 5,883,921	$ 4,896,637	$ 987,284

Geneva Water and Sewer Board

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2019	$ 1,281,700	$ 1,132,355	$ 149,345
Changes for the year:			
Service cost	13,853		13,853
Interest	96,943		96,943
Changes in benefit terms			
Changes in assumptions			
Difference between expected and actual experience	(11,694)		(11,694)
Contributions - employer		41,639	(41,639)
Contributions - employee		15,180	(15,180)
Net investment income		65,032	(65,032)
Benefit payments, including refunds of employee contributions	(45,403)	(45,403)	
Administrative expense			
Transfers among employers			
Net changes	53,699	76,448	(22,749)
Balances at September 30, 2020	$ 1,335,399	$ 1,208,803	$ 126,596

Note 7 – Retirement Plan (Continued)

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

City of Geneva

	1% Decrease (6.70%)	Current Rate (7.70%)	1% Increase (8.70%)
Net pension liability	$ 1,655,931	$ 987,284	$ 418,921

Geneva Water and Sewer Board

	1% Decrease (6.70%)	Current Rate (7.70%)	1% Increase (8.70%)
Net pension liability	$ 209,870	$ 156,596	$ 55,190

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued RSA Comprehensive Annual Report for the fiscal year ended September 30, 2020. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2020. The auditor's report dated April 30, 2021 on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes is also available. The additional financial and actuarial information is available at http://www.rsa-al.gov/index.php/employers/financial-reports/gasb-68-reports/.

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

For the year ended September 30, 2021, the City recognized pension expense of $185,275. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 47,158	$ 87,447
Changes of assumptions	55,966	
Net difference between projected and actual earnings on pension plan investments	153,030	
Employer contributions subsequent to the measurement date	110,388	
Total	$ 366,542	$ 87,447

$110,388 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 30, 2022.

Note 7 – Retirement Plan (Continued)

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 ended September 30:	
2022	$ 36,618
2023	156,128
2024	63,975
2025	15,154
2026	2,999
Thereafter	833

Geneva Water and Sewer Board

For the year ended September 30, 2021, the Board recognized pension expense of $(5,375). At September 30, 2021, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		$ 78,608
Changes of assumptions	$ 16,600	
Net difference between projected and actual earnings on pension plan investments	37,188	
Employer contributions subsequent to the measurement date	39,563	
Total	$ 93,351	$ 78,608

$39,563 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 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 ended September 30:	
2022	$ (10,341)
2023	(1,628)
2024	1,149
2025	(4,237)
2026	(5,708)
Thereafter	(4,365)

Note 8 – Post-Employment Benefits Other Than Pension (OPEB)

Plan Description

The City of Geneva (the City) provides certain continuing health care benefits for retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the City. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit.

Benefits Provided

Medical and dental insurance benefits are provided through comprehensive plans and are made available to employees upon actual retirement. To qualify for retiree medical benefits, retirees must be eligible to retire under the provisions of the Retirement System of Alabama (RSA). The earliest retirement eligibility provisions are as follows: 25 years of service at any age; or, age 60 and 10 years of service (called "Tier I" members). Employees hired on and after January 1, 2013 (called "Tier II" members) are eligible to retire only after attainment of age 62 or later completion of 10 years of service.

Employees Covered by Benefit Terms

At September 30, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	34
Total	39

Total OPEB Liability

The City's total OPEB liability is $998,026 as of the measurement date of September 30, 2021. The total OPEB liability in the September 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.0%
Salary increases	3.0%, including inflation
Discount rate	2.21% annually (Beginning of Year to Determine ADC) 2.15%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	Prior to Medicare, 5.5% annually until year 2030, then 4.5% During Medicare, 3%
Mortality	SOA RP-2014 Table

Note 8 – Post-Employment Benefits Other Than Pension (OPEB)

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of September 30, 2021, the end of the applicable measurement period.

The actuarial assumptions used in the September 30, 2021 valuation were based on the results of ongoing evaluations of the assumptions from October 1, 2009 to September 30, 2021.

Changes in the Total OPEB Liability

Balance at September 30, 2020	$ 958,452
Changes for the year:	
Service cost	16,000
Interest	21,359
Changes of benefit terms	
Differences between expected and actual experience	(11,225)
Changes in assumptions	23,718
Benefit payments and net transfers	(10,278)
Net changes	39,574
Balance at September 30, 2021	$ 998,026

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 (1.15%) or 1-percentage-point higher (3.15%) than the current discount rate:

	1% Decrease (1.15%)	Current Rate (2.15%)	1% Increase (3.15%)
Total OPEB liability	$ 1,138,875	$ 998,026	$ 883,281

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 (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1% Decrease (4.50%)	Current Rate (5.50%)	1% Increase (6.50%)
Total OPEB liability	$ 876,558	$ 998,026	$ 1,145,533

Note 8 – Post-Employment Benefits Other Than Pension (OPEB)

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

For the year ended September 30, 2021, the City recognized OPEB expense of $61,750. At September 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	$ 36,922	$ (50,121)
Changes of assumptions	187,282	
Total	$ 224,204	$ (50,121)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending September 30:	
2022	$ 24,391
2023	24,391
2024	24,391
2025	24,391
2026	15,304
Thereafter	61,215

Note 9 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has obtained coverage from commercial insurance companies, effectively transferring any risk of loss.

Note 10 – Commitments and Contingencies

Bond Guarantee

The City has signed a funding agreement dated November 1, 2008 with the Geneva County Health Care Cooperative District ("District") and a corporate trustee with respect to a bond funding agreement with the District. This agreement obligates the City to pay to the Trustee, for the account of the District, an amount not to exceed $150,000 annually as principal and interest on the bonds in the event the District is unable to pay the scheduled debt service. The term of the agreement coincides with the amortization period of the bonds.

Note 10 – Commitments and Contingencies (Continued)

Grants

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

Construction Commitments – The City had open contract commitments to improvements as of September 30, 2021 as follows:

Contract amounts	$ 321,826
Amount expended through September 30, 2021	(155,885)
Remaining commitment on contract	$ 165,941

Note 11 – Uncertainties

In March 2020, the World Health Organization made the assessment that the outbreak of the novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the ongoing operating activities and the future results of the City. The occurrence and extent of such an impact will depend on future developments, including (i) the spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

Required Supplementary Information

Required Supplementary Information
Budgetary Comparison Schedules - General Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2021

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 3,700,217	$ 3,700,217	$ 4,485,576	$ 785,359
Fees and fines	170,946	170,946	226,438	55,492
Licenses and permits	433,000	433,000	427,815	(5,185)
Intergovernmental	12,660	12,660	323,124	310,464
Charges for services	315,000	315,000	364,204	49,204
Investment earnings	183,400	183,400	409,233	225,833
Miscellaneous revenues	148,333	148,333	231,965	83,632
Total revenues	4,963,556	4,963,556	6,468,355	1,504,799
Expenditures				
Current:				
General government	877,555	877,555	1,002,307	(124,752)
Public safety	1,083,681	1,083,681	1,052,162	31,519
Sanitation	427,414	427,414	388,479	38,935
Welfare	127,815	127,815	115,206	12,609
Culture and recreation	432,853	432,853	483,576	(50,723)
Streets	509,418	509,418	455,746	53,672
Education	988,382	988,382	1,149,521	(161,139)
Debt service:				
Principal	129,244	129,244	66,157	63,087
Interest	12,620	12,620	8,701	3,919
Capital outlay	116,366	116,366	292,182	(175,816)
Total expenditures	4,705,348	4,705,348	5,014,037	(308,689)
Excess of revenues over (under) expenditures	258,208	258,208	1,454,318	1,196,110
Other financing sources (uses)				
Transfers in	14,112	14,112	19,013	4,901
Transfers out	(765,522)	(765,522)	(740,427)	25,095
Proceeds from sale of capital assets			32,246	32,246
Total other financing sources (uses)	(751,410)	(751,410)	(689,168)	62,242
Net change in fund balance	$ (493,202)	$ (493,202)	$ 765,150	$ 1,258,352

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - Grant Programs Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2021

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Intergovernmental	$ 795,000	$ 795,000	$ 562,268	$ (232,732)
Miscellaneous revenues	36,240	36,240	35,765	(475)
Total revenues	831,240	831,240	598,033	(233,207)
Expenditures				
Current:				
Streets and roads	28,000	28,000	28,000	0
Debt service:				
Principal	14,000	14,000	16,000	(2,000)
Interest	11,800	11,800	12,439	(639)
Capital outlay	1,356,572	1,356,572	1,045,824	310,748
Total expenditures	1,410,372	1,410,372	1,102,263	308,109
Excess of revenues over (under) expenditures	(579,132)	(579,132)	(504,230)	74,902
Other financing sources (uses)				
Transfers in	631,572	631,572	543,426	(88,146)
Transfers out	(29,112)	(29,112)	(19,013)	10,099
Total other financing sources (uses)	602,460	602,460	524,413	(78,047)
Net change in fund balance	$ 23,328	$ 23,328	$ 20,183	$ (3,145)

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - Gas Tax Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2021

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 101,920	$ 101,920	$ 105,827	$ 3,907
Intergovernmental	43,000	43,000	47,573	4,573
Investment earnings	975	975	1,164	189
Total revenues	145,895	145,895	154,564	8,669
Expenditures				
Debt service:				
Principal	45,000	45,000	45,000	0
Interest	14,713	14,713	15,500	(787)
Total expenditures	59,713	59,713	60,500	(787)
Excess of revenues over (under) expenditures	86,182	86,182	94,064	7,882
Net change in fund balance	$ 86,182	$ 86,182	$ 94,064	$ 7,882

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2020	2019	2018	2017	2016	2015	2014
Total pension liability							
Service cost	$ 119,058	$ 127,831	$ 118,998	$ 121,207	$ 110,297	$ 114,342	$ 94,799
Interest	416,701	401,125	377,295	361,075	341,424	316,385	305,563
Change in benefit terms	67,284						
Changes in assumptions			28,260		187,214		
Difference between expected and actual experience	25,787	(70,682)	35,311	(52,764)	(55,560)	87,974	
Benefit payments, including refunds of employee contributions	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	(9,895)	2,267	(8,151)	(18,112)	4,311		
Net change in total pension liability	325,502	237,473	353,520	205,381	400,799	294,168	94,713
Total pension liability - beginning	5,558,418	5,320,945	4,967,425	4,762,044	4,361,245	4,067,077	3,972,364
Total pension liability - ending (a)	$ 5,883,920	$ 5,558,418	$ 5,320,945	$ 4,967,425	$ 4,762,044	$ 4,361,245	$ 4,067,077
Plan fiduciary net position							
Contributions - employer	$ 98,749	$ 95,089	$ 98,630	$ 105,307	$ 126,456	$ 112,324	$ 100,564
Contributions - employee	90,887	86,543	83,654	79,613	77,088	69,371	62,140
Net investment income	267,756	119,223	395,970	489,241	354,010	40,893	371,927
Benefit payments, including refunds of employee contributions	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	(9,895)	2,267	(8,151)	(18,112)	4,311	(1,467)	137,624
Net change in plan fiduciary net position	154,064	80,054	371,910	450,024	374,978	(3,412)	366,606
Plan net position - beginning	4,742,574	4,662,520	4,290,610	3,840,586	3,465,608	3,469,020	3,102,414
Plan net position - ending (b)	$ 4,896,638	$ 4,742,574	$ 4,662,520	$ 4,290,610	$ 3,840,586	$ 3,465,608	$ 3,469,020
Net pension liability - ending (a) - (b)	$ 987,282	$ 815,844	$ 658,425	$ 676,815	$ 921,458	$ 895,637	$ 598,057
Plan fiduciary net position as a percentage of the total pension liability	83.22%	85.32%	87.63%	86.37%	80.65%	79.46%	85.30%
Covered-employee payroll	1,780,672	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890	1,085,240
Net pension liability as a percentage of covered-employee payroll	55.44%	43.95%	38.46%	40.58%	65.95%	71.43%	55.11%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Schedule of Employer Contributions - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 110,391	$ 104,465	$ 93,049	$ 98,225	$ 97,331	$ 129,568	$ 117,429
Contributions in relation to the actuarially determined contribution	110,391	104,465	93,049	98,225	97,331	129,568	117,429
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	1,801,612	1,780,672	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890
Contributions as a percentage of covered-employee payroll	6.13%	5.87%	5.01%	5.74%	5.83%	9.27%	9.37%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in OPEB Liability and Related Ratios - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2021	2020	2019	2018
Total OPEB liability				
Service cost	$ 16,000	$ 20,023	$ 10,602	$ 0
Interest	21,359	23,803	3,601	3,265
Change in benefit terms			615,456	
Difference between expected and actual experience	(11,225)	(61,712)	49,230	(2,401)
Changes of assumptions	23,718	101,243	134,416	(4,636)
Benefit payments	(10,278)	(9,742)	(9,326)	(5,317)
Net change in total OPEB liability	39,574	73,615	803,979	(9,089)
Total OPEB liability - beginning	958,452	884,837	80,858	89,947
Total OPEB liability - ending	$ 998,026	$ 958,452	$ 884,837	$ 80,858
Covered-employee payroll	1,192,169	1,157,446	1,299,961	0
Net OPEB liability as a percentage of covered-employee payroll	83.72%	82.81%	68.07%	0.00%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2020	2019	2018	2017	2016	2015	2014
Total pension liability							
Service cost	$ 13,853	$ 14,764	$ 18,343	$ 17,373	$ 13,790	$ 13,631	$ 10,983
Interest	96,943	94,362	91,399	89,906	87,452	83,221	79,460
Change in benefit terms							
Changes in assumptions			3,571		47,799		
Difference between expected and actual experience	(11,694)	(30,710)	(29,503)	(43,286)	(37,300)	1,403	
Benefit payments, including refunds of employee contributions	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers		(747)	7,053				
Net change in total pension liability	53,699	34,782	44,294	21,106	64,987	54,281	47,556
Total pension liability - beginning	1,281,700	1,246,918	1,202,624	1,181,518	1,116,531	1,062,250	1,014,694
Total pension liability - ending (a)	$ 1,335,399	$ 1,281,700	$ 1,246,918	$ 1,202,624	$ 1,181,518	$ 1,116,531	$ 1,062,250
Plan fiduciary net position							
Contributions - employer	$ 41,639	$ 43,218	$ 42,894	$ 47,593	$ 58,143	$ 50,222	$ 51,876
Contributions - employee	15,180	14,848	13,355	13,647	11,830	10,648	10,934
Net investment income	65,032	28,169	91,602	110,356	77,741	8,751	77,372
Benefit payments, including refunds of employee contributions	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers		(747)	7,053			(6,074)	
Net change in plan fiduciary net position	76,448	42,601	108,335	128,709	100,960	19,573	97,295
Plan net position - beginning	1,132,355	1,089,754	981,419	852,710	751,750	732,177	634,882
Plan net position - ending (b)	$ 1,208,803	$ 1,132,355	$ 1,089,754	$ 981,419	$ 852,710	$ 751,750	$ 732,177
Net pension liability - ending (a) - (b)	$ 126,596	$ 149,345	$ 157,164	$ 221,205	$ 328,808	$ 364,781	$ 330,073
Plan fiduciary net position as a percentage of the total pension liability	90.52%	88.35%	87.40%	81.61%	72.17%	67.33%	68.93%
Covered-employee payroll	275,466	275,481	251,393	258,576	233,505	219,742	219,248
Net pension liability as a percentage of covered-employee payroll	45.96%	54.21%	62.52%	85.55%	140.81%	166.00%	150.55%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Employer Contributions - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 39,563	$ 41,828	$ 44,232	$ 43,810	$ 48,523	$ 58,961	$ 50,222
Contributions in relation to the actuarially determined contribution	39,563	41,828	44,232	43,810	48,523	58,961	50,222
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	292,045	275,466	275,481	251,393	258,576	233,505	219,742
Contributions as a percentage of covered-employee payroll	13.55%	15.18%	16.06%	17.43%	18.77%	25.25%	22.85%

The notes to the required supplementary information are an integral part of this schedule.

Notes to Required Supplementary Information

City of Geneva
Geneva, Alabama
September 30, 2021

Note 1 – Stewardship, Compliance, and Accountability

A. Budgetary Information

An annual budget is adopted for the General Fund, Grants program Fund, and Gas Tax Fund on the accrual basis which is consistent with accounting principles generally accepted in the United States of America (GAAP).

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

B. Excess of Expenditures over Appropriations

The General Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2021:

General government	$ 124,752
Culture and recreation	50,723
Education	161,139
Capital outlay	175,816

The excess expenditures were provided by additional monies received from taxes and intergovernmental revenues.

The Grant Programs Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2021:

Debt service:	
Principal	$ 2,000
Interest	639

The excess expenditures were provided by transfers from the general fund.

The Gas Tax Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2021:

Debt service:	
Interest	$ 787

The excess expenditures were provided by additional monies received from taxes.

Note 2 – Pension Plan

The City of Geneva and Geneva Water and Sewer Board's defined benefit pension plan provides retirement and disability benefits, annual cost-of living adjustments, and death benefits to plan members and beneficiaries.

Actuarially determined contribution rates are calculated as of September 30, three years prior to the end of the fiscal year in which contributions are reported. Contributions for fiscal year 2021 were based on the September 30, 2018 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age
Amortization method	Level percent closed
Remaining amortization period	21.4 years (6.9 years for the Board)
Asset valuation method	Five year smoothed market
Inflation	2.75%
Salary increases	3.25 – 5.00%, including inflation
Investment rate of return	7.70%, net of pension plan investment expense, including inflation

There have been no changes in assumptions used to determine the total pension liability since the prior valuation of the ERS.

Note 3 – OPEB Plan

The City of Geneva (the City) provides certain continuing health care benefits for retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City.

Methods and assumptions used to determine the total OPEB liability:

Discount rate	2.15%
Mortality	RP-2014
Trend	Variable

The discount rate decreased from 2.21% to 2.15% for the current year valuation. There have been no other changes in benefits or assumptions used to determine the total OPEB liability since the prior valuation.

Other Supplementary Information

Combining Balance Sheet - Nonmajor Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2021

	Library	Levee Project	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	$ 27,066	$ 11,044	$ 38,110
Certificates of deposit	66,594		66,594
Total assets	93,660	11,044	104,704
Liabilities and fund balance			
Liabilities			
Accounts payable	2,534		2,534
Total liabilities	2,534		2,534
Fund balance			
Committed			
Total fund balance	91,126	11,044	102,170
Total liabilities and fund balance	$ 93,660	$ 11,044	$ 104,704

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

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2021

	Library	Levee Project	LCWF Soccer	Total Nonmajor Governmental Funds
Revenues				
Investment income	$ 169			$ 169
Miscellaneous revenues	12,170			12,170
Total revenues	12,339			12,339
Expenditures				
Culture and recreation	29,085		$ 212	29,297
Capital outlay			35,004	35,004
Total expenditures	29,085		35,216	64,301
Excess of revenues over (under) expenditures	(16,746)		(35,216)	(51,962)
Other financing sources				
Transfers in	20,400	$ 1	$ 35,216	55,617
Net changes in fund balances	3,654	1		3,655
Fund balances, beginning	87,472	11,043		98,515
Fund balances, ending	$ 91,126	$ 11,044		$ 102,170

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

Schedule of Expenditures of Federal Awards

City of Geneva
Geneva, Alabama
September 30, 2021

Federal Grantor / Pass Through Grantor Agency	Program or Cluster Title	Assistance Listing Number	Contract Number	Passed Through to Subrecipients	Expenditures
United States Department of Health and Human Services					
Passed through the Southern Alabama Regional Council on Aging					
	Aging Cluster				
	Special Programs for the Aging Title III, Part B, Grants for Supportive Services and Senior Centers	93.044		$ 0	$ 11,160
	Special Programs for the Aging Title III, Part C Nutrition Services	93.045		0	4,200
	Total Aging Cluster			0	15,360
Total United States Department of Health and Human Services				0	15,360
United States Department of Transportation					
Passed through the Alabama Department of Transportation					
	Airport Improvement Program	20.106	03-01-0034-014-2019	0	146,070
Passed through the Alabama Department of Economic and Community Affairs					
	State and Community Highway Safety	20.600		0	3,169
Total United States Department of Transportation					149,239
United States Department of Homeland Security					
Passed through the Alabama Emergency Management Agency					
	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA 4406-DR-AL	0	83,752
Total United States Department of Homeland Security					83,752
United States Department of Treasury					
Passed through the Alabama State Comptroller					
	Coronavirus Relief Fund	21.019		0	208,264
Passed through the Alabama Department of Transportation					
	Coronavirus Relief Fund	21.019		0	17,303
Total United States Department of Treasury					225,567

Schedule of Expenditures of Federal Awards (Continued)

City of Geneva
Geneva, Alabama
September 30, 2021

Federal Grantor / Pass Through Grantor Agency	Program or Cluster Title	Assistance Listing Number	Contract Number	Passed Through to Subrecipients	Expenditures
United States Department of Housing and Urban Development					
Passed through the Alabama Department of Economic and Community Affairs					
	Community Development Block Grant	14.228		0	398,896
Total United States Department of Homeland Security					398,896
Total Federal Financial Assistance				$ 0	$ 872,814

The notes to the supplementary information are an integral part of this schedule.

Notes to the Schedule of Expenditures of Federal Awards

City of Geneva, Alabama
Geneva, Alabama
September 30, 2021

Note 1 – Reporting Entity

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City under programs of the federal government for the year ended September 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, activities, or cash flows of the City.

Note 2 – Basis of Accounting

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principle contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. This method is consistent with the preparation of the City's financial statements.

Note 3 – Indirect Cost Rates

The City has elected not to use the 10% de minimis cost rate allowed under Uniform Guidance.

ALDRIDGE BORDEN COMPANY

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Jessica L. Hudson, CPA

PRINCIPALS
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Amanda B. Hines, CPA
D. Joseph Mills, CPA
Melissa W. Hill, CPA

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*

Mayor and City Council of
The City of Geneva
Geneva, Alabama

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Geneva, Alabama's basic financial statements, and have issued our report thereon dated February 25, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Geneva's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Geneva's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Geneva'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 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 considered 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 of Geneva's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

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 result of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
February 25, 2023

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Independent Auditors' Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

City Council
City of Geneva, Alabama
Geneva, Alabama

Report on Compliance for Each Major Federal Program

We have audited the City of Geneva's 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 of Geneva's major federal programs for the year ended September 30, 2021. The City of Geneva'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 of Geneva'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 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 of Geneva'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 of Geneva's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Geneva 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 September 30, 2021.

Report on Internal Control Over Compliance

Management of the City of Geneva 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 of Geneva'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 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 of Geneva'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.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
February 25, 2023

Schedule of Findings and Questioned Costs

City of Geneva, Alabama
Geneva, Alabama
For the year ended September 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	**UNMODIFIED**	
Internal control over financial reporting:		
Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiencies identified not considered to be material weaknesses?	☐ Yes	☒ None reported
Noncompliance material to financial statements noted?	☐ Yes	☒ No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiencies identified not considered to be material weaknesses?	☐ Yes	☒ None reported
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 Uniform Guidance 2 CFR Part 200.516.(a)?	☐ Yes	☒ No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
20.106	**Airport Improvement Program**
21.019	**Coronavirus Relief Fund**

Dollar threshold used to distinguish between Type A and Type B programs:	**$ 750,000**	
Auditee qualified as low-risk auditee?	☐ Yes	☒ No

City of Geneva, Alabama
Geneva, Alabama
For the year ended September 30, 2021

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Uniform Guidance.

No matters were reported.

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City Council
City of Geneva
Geneva, Alabama

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva as of and for the year ended September 30, 2021, and have issued our report thereon dated February 25, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Governmental Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 28, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Geneva are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended September 30, 2021. We noted no transactions entered into by the City of Geneva during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

Management's estimate of the allowance for uncollectible municipal court accounts and Rescue Squad receipts is based on prior experience and historical collections.

Management's estimate of the useful lives of depreciable assets is based on the type of asset, prior experience, and current economic conditions.

Management's estimates of the deferred outflows/inflows and net pension liability of the defined benefit pension plan are based on assumptions developed by the Retirement Systems of Alabama.

Management's estimates of the deferred outflows/inflows and net other post-employment benefit plan are based on historical studies and current trends.

We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to the financial statement users. The most sensitive disclosures affecting the financial statements were:

> The disclosures relating to the reporting entity and inclusion of other entities in Note 1 to the financial statements.
>
> The disclosure relating to long-term debt in Note 5 to the financial statements, which describes the general obligation warrants, notes payable and the future debt service amounts.
>
> The disclosure relating to the pension plan in Note 7 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.
>
> The disclosure relating to the other post-employment benefit plan in Note 8 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.
>
> The disclosure relating to commitments and contingencies in Note 10 to the financial statements, which describes the amounts the City is obligated for during and subsequent to September 30, 2021.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The journal entries attached to the management representation letter that were detected as a result of audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the independent auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated February 25, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Budgetary Comparison Schedule – General Fund, Budgetary Comparison Schedule – Grants Fund, Budgetary Comparison Schedule – Gas Tax Fund Schedule of Changes in Net Pension Liability - City, Schedule of Employer Contributions - City, and Schedule of Changes in the OPEB Liability and Related Ratios – City, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Combining Balance Sheet – Nonmajor Governmental Funds, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds, and the Schedule of Expenditures of Federal Awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the City Council and management of the City of Geneva and is not intended to be, and should not be, used by anyone other than these specified parties.

Aldridge, Borden and Company, P.C.

February 25, 2023

Client: CITY OF GENEVA
Engagement: 2021 Audit
Current Period: 09/30/2021
Workpaper: ADJUSTING JOURNAL ENTRIES

Account	Description	Debit	Credit	Net Income Effect
AJE01				
To reverse debt for fund balances purposes.				
10.00.2181	NP - 2010 Series Bond	150,651.00	0.00	
10.00.2183	N/P Friend Bank - PD/ST Equip	0.00	0.00	
10.00.2184	Notes Payable Samson Bank - Rescue Truck	4,806.90	0.00	
10.00.2185	N/P Samson Bank Fire Truck	95,506.93	0.00	
30.00.2181	NP - Series 2010 Bond	349,349.00	0.00	
90.00.2173	Bond Payable - USDA	136,000.00	0.00	
91.00.2001	Bond Payable	137,115.00	0.00	
10.00.3011	Retained Earnings - Net Fund Balance	0.00	250,964.83	
30.00.3011	Retained Earnings - Net Fund Balance	0.00	349,349.00	
90.00.3011	Retained Earning - Net Fund Balance	0.00	136,000.00	
91.00.3011	Retained Earnings - Net Fund Balance	0.00	137,115.00	
30.10.6167	Notes Payable Principal	45,000.00	0.00	
30.00.3011	Retained Earnings - Net Fund Balance	0.00	45,000.00	
90.10.6168	Bonds Payable Principal	6,000.00	0.00	
90.00.3011	Retained Earning - Net Fund Balance	0.00	6,000.00	
91.10.6168	Bonds Payable Principal	9,000.00	0.00	
91.00.3011	Retained Earnings - Net Fund Balance	0.00	9,000.00	
Total		**933,428.83**	**933,428.83**	**(60,000.00)**

Client: CITY OF GENEVA
Engagement: 2021 Audit
Current Period: 09/30/2021
Workpaper: ADJUSTING JOURNAL ENTRIES

Account	Description	Debit	Credit	Net Income Effect
AJE02				
PBC - To reclassify interest income				
10.00.1153	Cash in Bank - General Fund C D	261.52	0.00	
10.00.4853	Interest Income	0.00	261.52	
10.00.1153	Cash in Bank - General Fund C D	26.23	0.00	
10.00.4853	Interest Income	0.00	26.23	
10.00.1114	Cash in Bank - General Fund	169.42	0.00	
10.00.4853	Interest Income	0.00	169.42	
30.00.1132	Cash in Bank - 7 Cent Gas Tax	27.99	0.00	
30.00.4853	Interest Income	0.00	27.99	
30.00.1129	Cash in Bank-Insp Fee, 4&5 Cent Gas Tax	31.09	0.00	
30.00.4853	Interest Income	0.00	31.09	
10.00.1118	Cash in Bank - Equipment Fund	5.09	0.00	
10.00.4853	Interest Income	0.00	5.09	
10.00.1164	Cash in Bank -Mun Court Corrections Acct	0.55	0.00	
10.00.4853	Interest Income	0.00	0.55	
Total		**521.89**	**521.89**	**521.89**
AJE03				
To defer revenue for grant funds not expend				
56.00.4910	ARP Federal Grant Fund	509,280.48	0.00	
56.00.2110	Deferred Revenue - ARP Funds	0.00	509,280.48	
Total		**509,280.48**	**509,280.48**	**(509,280.48)**

Client: CITY OF GENEVA
Engagement: 2021 Audit
Current Period: 09/30/2021
Workpaper: ADJUSTING JOURNAL ENTRIES

Account	Description	Debit	Credit	Net Income Effect
AJE04				
To adjust Rescue Squad fixed assets and record depreciation.				
63.00.1408	Ambulance #12	0.00	74,845.40	
63.00.1426	Accumulated Depreciation	74,845.40	0.00	
63.00.6050	Equipment Purchases	0.00	6,613.56	
63.00.1409	Miscelleanous Equipment	6,613.56	0.00	
63.00.7015	Depreciation Expense	67,715.42	0.00	
63.00.1426	Accumulated Depreciation	0.00	67,715.42	
63.00.1426	Accumulated Depreciation	1,104.10	0.00	
63.00.6279	Miscelleanous Supplies & Expenses	0.00	1,104.10	
Total		**150,278.48**	**150,278.48**	**(59,997.76)**
AJE05				
To record depreciation for the PBA and adjust accumulated depreciation to actual.				
20.00.7015	Depreciation	61,733.32	0.00	
20.00.1426	Accumulated Depreciation	0.00	61,733.32	
20.00.1426	Accumulated Depreciation	6,011.94	0.00	
20.00.7015	Depreciation	0.00	6,011.94	
Total		**67,745.26**	**67,745.26**	**(55,721.38)**
AJE06				
To record current year activity and roll forward pension for GASB 68				
63.00.1427	Deferred Outflows Related to Pension	9,484.52	0.00	
63.00.2186	Deferred Inflows Related to Pension	4,297.92	0.00	
63.00.2187	Net Pension Liablility	0.00	26,070.64	
63.00.5184	Retirement Contributions - Rescue	12,288.20	0.00	
Total		**26,070.64**	**26,070.64**	**(12,288.20)**

Client: CITY OF GENEVA
Engagement: 2021 Audit
Current Period: 09/30/2021
Workpaper: ADJUSTING JOURNAL ENTRIES

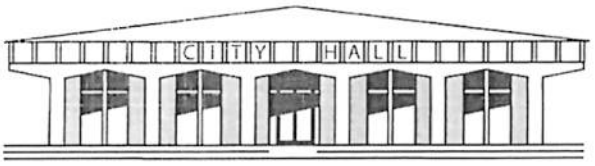
Account	Description	Debit	Credit	Net Income Effect
AJE07				
To reverse prior year GASB71 entry				
63.00.5184	Retirement Contributions - Rescue	15,946.00	0.00	
63.00.1427	Deferred Outflows Related to Pension	0.00	15,946.00	
Total		**15,946.00**	**15,946.00**	**(15,946.00)**
AJE08				
To record current year GASB71				
63.00.1427	Deferred Outflows Related to Pension	16,787.00	0.00	
63.00.5184	Retirement Contributions - Rescue	0.00	16,787.00	
Total		**16,787.00**	**16,787.00**	**16,787.00**
AJE09				
To adjust rescue squad allowance to actual.				
63.00.1259	Allowance for Doubtful Accounts	0.00	196,651.00	
63.00.6030	Bad Debts	196,651.00	0.00	
Total		**196,651.00**	**196,651.00**	**(196,651.00)**
AJE10				
PBC - To remove due to due from paid during year				
10.00.2196	Due to Rescue Fund	0.00	4,425.68	
10.10.6349	Transfer Out - To Rescue Squad	4,425.68	0.00	
63.00.1238	Due from GF	4,425.68	0.00	
63.00.4312	Transfer In - City of Geneva	0.00	4,425.68	
Total		**8,851.36**	**8,851.36**	**0.00**

Client: CITY OF GENEVA
Engagement: 2021 Audit
Current Period: 09/30/2021
Workpaper: ADJUSTING JOURNAL ENTRIES

Account	Description	Debit	Credit	Net Income Effect
AJE11				
To reclassify principal and interest.				
10.50.6170	Prin New Fire Truck Samson Banking	1,073.95	0.00	
10.50.6171	Interest New Fire Truck Samson Banking	0.00	1,073.95	
Total		**1,073.95**	**1,073.95**	**0.00**
AJE12				
To adjust capital expenditures accounts.				
10.10.7014	Capital Expenditures - Administrative	0.00	1,400.37	
10.10.6118	Admin Veh repair & Maint	1,400.37	0.00	
10.35.7014	Capital Expenditures - Recreation	0.00	18.63	
10.35.6279	Misc Operating Exp & Supply - Recreation	18.63	0.00	
Total		**1,419.00**	**1,419.00**	**0.00**
GRAND TOTAL		**1,928,053.89**	**1,928,053.89**	**(892,575.93)**

DAVID B. HAYES
MAYOR

COUNCIL MEMBERS:
RUFUS LEE
FREDDY MCCOY
KIM GILLESPIE
RYAN TIDWELL
RICH BIXBY
MIKE FOUNTAIN
DANIEL L. COLEMAN



CITY OF GENEVA

P.O. BOX 37
GENEVA, ALABAMA 36340
(334) 684-2485 • FAX: (334) 684-6902

LISA JOHNSON, CMC
CITY CLERK/TREASURER

PEPPER MOCK
CHIEF OF POLICE

BEN LATIMER
FIRE CHIEF

JEFF GRAY
CITY ATTORNEY

February 25, 2023

Aldridge, Borden & Company, P.C.
P.O. Box 33
Montgomery, Alabama 36101-0033

This representation letter is provided in connection with your audit of the financial statements of The City of Geneva, Alabama, which comprise the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information as of September 30, 2021, and the respective changes in financial position, and where applicable, cash flows for the year then ended, and the disclosures (collectively, the "financial statements"), for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of February 25, 2023, the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 28, 2022, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for the preparation of the supplementary information in accordance with the applicable criteria.

2. The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.

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

4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.

5. Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.

6. Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.

7. Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements or in the schedule of findings and questioned costs.

8. We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the City's accounts. A list of these adjustments is attached to this letter.

9. The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.

10. Guarantees, whether written or oral, under which the City is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

11. We have provided you with:

    a. Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records (including information obtained from outside the general ledger and subsidiary ledgers), documentation, and other matters.

    b. Additional information that you have requested from us for the purpose of the audit.

    c. Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence.

    d. Minutes of the meetings of City Council and Industrial Development Board, or summaries of actions of recent meetings for which minutes have not yet been prepared.

12. All material transactions have been recorded in the accounting records and are reflected in the financial statements.

13. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
14. We have no knowledge of any fraud or suspected fraud that affects the entity and involves:

    a. Management,

    b. Employees who have significant roles in internal control, or

    c. Others where the fraud could have a material effect on the financial statements.

15. We have no knowledge of any allegations of fraud or suspected fraud affecting the City's financial statements communicated by employees, former employees, regulators, or others.

16. We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.

17. We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.

18. We have disclosed to you the names of the City's related parties and all the related party relationships and transactions, including any side agreements, of which we are aware.

Government –specific

19. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

20. We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

21. We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.

22. The City has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.

23. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.

24. We have appropriately disclosed all information for conduit debt obligations in accordance with GASB Statement No. 91.

25. We have identified and disclosed to you all instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statements.

26. There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.

27. As part of your audit, you assisted with preparation of the financial statements and disclosures and schedule of expenditures of federal awards, posting journal entries to the City's trial balance that have been approved by management, preparation of the depreciation schedule and analysis of expense accounts related to fixed assets for capitalization of property and equipment, preparation of account reconciliations, and calculation of adjustments for GASB 67 and 68. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those services listed above.

28. The City has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral, except as disclosed to you.

29. The City has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

30. The financial statements include all component units, appropriately present majority equity interests in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.

31. The financial statements include all fiduciary activities as required by GASB Statement No. 84.

32. The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34, as amended.

33. All funds that meet the quantitative criteria in GASB Statement Nos. 34 and 37 for presentation as major are identified and presented as such, and all other funds that are presented as major are particularly important to financial statement users.

34. Components of net position (net investment in capital assets, restricted, and unrestricted) and components of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.

35. Investments, derivative instruments, and land and other real estate held by endowments are properly valued.

36. Provisions for uncollectible receivables have been properly identified and recorded.

37. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.

38. Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.

39. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.

40. Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.

41. Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.

42. We have appropriately disclosed the City's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available and have determined that net assets were properly recognized under the policy.

43. We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.

44. We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

45. With respect to the combining financial statements and the schedule of expenditures of federal awards:

    a) We acknowledge our responsibility for presenting the supplementary information in accordance with accounting principles generally accepted in the United States of America, and we believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation of the supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.

b) If the supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

46. With respect to federal award programs:

a) We are responsible for understanding and complying with and have complied 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* (Uniform Guidance), including requirements relating to preparation of the schedule of expenditures of federal awards.

b) We acknowledge our responsibility for preparing and presenting the schedule of expenditures of federal awards (SEFA) and related disclosures in accordance with the requirements of the Uniform Guidance, and we believe the SEFA, including its form and content, is fairly presented in accordance with the Uniform Guidance. The methods of measurement or presentation of the SEFA have not changed from those used in the prior period and we have disclosed to you any significant assumptions and interpretations underlying the measurement or presentation of the SEFA.

c) If the SEFA is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the SEFA no later than the date we issue the SEFA and the auditor's report thereon.

d) We have identified and disclosed to you all of our government programs and related activities subject to the Uniform Guidance compliance audit, and have included in the SEFA, expenditures made during the audit period for all awards provided by federal agencies in the form of federal awards, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other direct assistance.

e) We are responsible for understanding and complying with, and have complied with, the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of our federal programs and have identified and disclosed to you the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major program.

f) We are responsible for establishing, designing, implementing, and maintaining, and have established, designed, implemented, and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that we are managing our federal awards in compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended.

g) We have made available to you all federal awards (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relevant to federal programs and related activities.

h) We have received no requests from a federal agency to audit one or more specific programs as a major program.

i) We have complied with the direct and material compliance requirements (except for noncompliance disclosed to you), including when applicable, those set forth in the OMB Compliance Supplement (including its Addendum), relating to federal awards and confirm that there were no amounts questioned and no known noncompliance with the direct and material compliance requirements of federal awards.

j) We have disclosed any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.

k) We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.

l) Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB's Uniform Guidance (2 CFR part 200, subpart E).

m) We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.

n) We have made available to you all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.

o) We have disclosed to you the nature of any subsequent events that provide additional evidence about conditions that existed at the end of the reporting period affecting noncompliance during the reporting period.

p) There are no such known instances of noncompliance with direct and material compliance requirements that occurred subsequent to the period covered by the auditor's report.

q) No changes have been made in internal control over compliance or other factors that might significantly affect internal control, including any corrective action we have taken regarding significant deficiencies or material weaknesses in internal control over compliance, subsequent to the period covered by the auditor's report.

r) Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statements have been prepared.

s) The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.

t) We have charged costs to federal awards in accordance with applicable cost principles.

u) We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the

follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.

v) We are responsible for and have ensured the reporting package does not contain protected personally identifiable information.

w) We are responsible for and have accurately prepared the auditee section of the Data Collection Form as required by the Uniform Guidance.

x) We are responsible for taking corrective action on each audit finding of the compliance audit and have developed a corrective action plan that meets the requirements of the Uniform Guidance.

y) We confirm that a Uniform Guidance audit was not required for the past two years.

Signed: _____

Title: Mayor

Signed: _____

Title: City Clerk/Treasurer

2022 Financial Statements

City of Geneva

Geneva, Alabama

ALDRIDGE BORDEN COMPANY

Mayer W. Aldridge, CPA (1883–1970)
John R. Borden, CPA (1916–1994)

SHAREHOLDERS
William L. Cox, CPA, CVA
Rhonda L. Sibley, CPA, AEP®
Jeffrey T. Windham, CPA, ABV, CFF, CVA
B. David Chandler, CPA, CVA
Scott E. Grier, CPA, CVA

Jason A. Westbrook, CPA, CVA
Corey R. Savoie, CPA
Caterina Ardon Mozingo, CPA, PFS
Jessica L. Hudson, CPA

PRINCIPALS
Ashley Conner Lough, CPA
Amanda B. Hines, CPA
D. Joseph Mills, CPA
Melissa W. Hill, CPA

Independent Auditor's Report

Honorable Mayor and Members of the
City Council
City of Geneva, Alabama

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama (the "City"), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents. We did not audit the financial statements of the Geneva City Board of Education.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 1, the financial statements referred to above include only the primary government of the City of Geneva, Alabama, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the City of Geneva, Alabama's legal entity, including the Geneva Water and Sewer Board, a legally separate entity that is reported as a blended component unit.

These primary government financial statements do not include financial data for the City of Geneva, Alabama's legally separate component unit, Geneva City Board of Education, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the City of Geneva, Alabama's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the City of Geneva, Alabama, as of September 30, 2022, the changes in its financial position, or, where applicable, its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other auditors have been engaged to audit, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Geneva City Board of Education, as of and for the year ended September 30, 2022.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America also require that the budgetary comparison schedules, schedules of changes in net pension liability, schedules of employer contributions, and schedule of changes in OPEB liability and related ratios as listed in the table of contents 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 combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 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 also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated June 29, 2023 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.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
June 29, 2023

City of Geneva
Geneva, Alabama
September 30, 2022

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Basic Financial Statements

Statement of Net Position

City of Geneva
Geneva, Alabama
As of September 30, 2022

	Primary Government			Component Unit
	Governmental Activities	**Business-type Activities**	**Total**	**Public Building Authority**
Assets				
Cash and cash equivalents	$ 5,518,615	$ 737,271	$ 6,255,886	$ 105,854
Investments	1,331,202	75,000	1,406,202	
Accounts receivable, net	1,540,710	412,084	1,952,794	
Grants receivable		61,856	61,856	
Lease receivable	2,243,450		2,243,450	2,183,758
Accrued interest receivable				75,641
Unbilled revenue		33,631	33,631	
Prepaid expenses		32,009	32,009	
Internal balances	37,043	(37,043)		
Right of use leased assets, net	2,283,090		2,283,090	
Restricted assets:				
Cash and cash equivalents		105,550	105,550	
Capital assets:				
Non-depreciable	2,491,816	70,707	2,562,523	3,000
Depreciable, net	8,554,417	9,704,959	18,259,376	2,464,423
Net pension asset		73,003	73,003	
Total assets	24,000,343	11,269,027	35,269,370	4,832,676
Deferred outflows of resources				
Deferred outflows related to pension	324,751	135,279	460,030	
Deferred outflows related to OPEB	187,283		187,283	
Total deferred outflows of resources	512,034	135,279	647,313	
Liabilities				
Accounts payable	822,823	49,892	872,715	
Accrued liabilities	48,097	15,433	63,530	
Other payables	4,885		4,885	
Customer deposits		105,550	105,550	
Unearned revenue	4,460		4,460	
Accrued interest payable	64,931		64,931	
Long-term liabilities				
Portion due within one year:				
Bonds payable	86,000		86,000	170,000
Notes payable	19,917	151,070	170,987	
Lease liabilities	196,194		196,194	
Portion due or payable after one year:				
Bonds payable	605,250		605,250	1,750,000
Notes payable	58,998	1,970,762	2,029,760	
Lease liabilities	2,052,480		2,052,480	
Other post-employment benefits	610,084		610,084	
Net pension liability	346,090	18,684	364,774	
Total liabilities	4,920,209	2,311,391	7,231,600	1,920,000
Deferred inflows of resources				
Deferred inflows related to property taxes	412,043		412,043	
Deferred inflows related to leases	2,207,811		2,207,811	2,224,076
Deferred inflows related to pension	460,065	326,423	786,488	
Deferred inflows related to OPEB	352,549		352,549	
Total deferred inflows of resources	3,432,468	326,423	3,758,891	2,224,076
Net position				
Invested in capital assets, net of debt	10,276,068	7,653,834	17,929,902	547,423
Restricted	834,042		834,042	
Unrestricted	5,049,590	1,112,658	6,162,248	141,177
Total net position	$ 16,159,700	$ 8,766,492	$ 24,926,192	$ 688,600

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

Statement of Activities

City of Geneva
Geneva, Alabama
For the year ended September 30, 2022

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 1,441,327	$ 437,439		
Public safety	1,351,060	258,957	$ 78,670	$ 74,300
Sanitation	499,377	439,036		
Welfare	137,671		7,160	
Culture and recreation	566,741	56,045	15,746	219,076
Streets and roads	720,669			41,142
Education	1,182,244			
Interest charges	98,961			
Total governmental activities	5,998,050	1,191,477	101,576	334,518
Business-type activities				
Water and Sewer Board	1,494,799	1,477,185		
Rescue Squad	688,141	699,612		
Total business-type activities	2,182,940	2,176,797		
Total primary government	$ 8,180,990	$ 3,368,274	$ 101,576	$ 334,518
Component unit				
Public Building Authority	$ 152,096			
Total component unit	$ 15,204,078	$ 537,712	$ 11,236,730	$ 850,090
General revenues:				
Taxes				
Sales taxes				
Property taxes				
Franchise taxes				
Gas taxes				
Other taxes				
Grants and contributions not restricted to specific programs				
Miscellaneous income				
Earnings on investments				
Total general revenues				
Change in net position				
Net position, beginning				
Net position, ending				

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

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Public Building Authority
$ (1,003,888)		$ (1,003,888)	
(939,133)		(939,133)	
(60,341)		(60,341)	
(130,511)		(130,511)	
(275,874)		(275,874)	
(679,527)		(679,527)	
(1,182,244)		(1,182,244)	
(98,961)		(98,961)	
(4,370,479)		(4,370,479)	
	$ (17,614)	(17,614)	
	11,471	11,471	
	(6,143)	(6,143)	
$ (4,370,479)	$ (6,143)	$ (4,376,622)	
			$ 152,096
			$ 152,096
$ 3,507,596		$ 3,507,596	
413,004		413,004	
68,598		68,598	
244,845		244,845	
410,826		410,826	
1,336,733	$ 280,444	1,617,177	
752,169	76,065	828,234	$ 284,616
284,583	3,154	287,737	118
7,018,354	359,663	7,378,017	284,734
2,647,875	353,520	3,001,395	132,638
13,511,825	8,412,972	21,924,797	555,962
$ 16,159,700	$ 8,766,492	$ 24,926,192	$ 688,600

Balance Sheet - Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2022

	General Fund	Grant Programs	Gas Tax Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash	$ 4,694,073	$ 141,975	$ 671,523	$ 11,044	$ 5,518,615
Investments	770,339				770,339
Accounts receivable, net	1,246,493	65,298	9,844	219,076	1,540,711
Lease receivable	2,243,450				2,243,450
Due from Water and Sewer Board	37,044				37,044
Due from other funds	266,829	15,176			282,005
Total assets	9,258,228	222,449	681,367	230,120	10,392,164
Liabilities and fund balance					
Liabilities					
Accounts payable	822,931				822,931
Due to other funds		62,929		219,076	282,005
Other payable		4,885			4,885
Unearned revenue	2,500	1,960			4,460
Accrued expenses	48,097				48,097
Total liabilities	873,528	69,774		219,076	1,162,378
Deferred inflows of resources					
Property tax revenue	412,043				412,043
Lease revenue	2,207,811				2,207,811
Total deferred inflows of resources	2,619,854				2,619,854
Fund balance					
Restricted		152,675	681,367		834,042
Committed				11,044	11,044
Unassigned	5,764,846				5,764,846
Total fund balance	5,764,846	152,675	681,367	11,044	6,609,932
Total liabilities, deferred inflows of resources, and fund balances	$ 9,258,228	$ 222,449	$ 681,367	$ 230,120	$ 10,392,164

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

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

City of Geneva
Geneva, Alabama
September 30, 2022

Total fund balance - total governmental funds		$ 6,609,932
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Right to use leased assets, net of accumulated amortization, are not financial resources and therefore, are not reported in the funds.		
Right to use assets	$ 2,511,399	
Less accumulated depreciation	(228,309)	
	$ 2,283,090	2,283,090
Capital assets, net of accumulated depreciation, are not financial resources and therefore, are not reported in the funds.		
Governmental capital assets	$ 17,890,642	
Less accumulated depreciation	(6,844,409)	
	$ 11,046,233	11,046,233
The portion of the fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a current financial resource and is therefore not reported in the governmental funds.		560,969
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position. Balances are as follows:		
Deferred outflows of resources		
Pension		324,751
OPEB		187,283
Deferred inflows of resources		
Pension		(460,065)
OPEB		(352,549)
Lease liabilities		(2,248,674)
Accrued interest payable		(64,931)
Net pension liability		(346,090)
OPEB liability		(610,084)
Bonds and notes payable		(770,165)
Net position of governmental activities		$ 16,159,700

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

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2022

	General Fund	Grant Programs	Gas Tax Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 4,533,421		$ 111,341		$ 4,644,762
Fees and fines	258,957				258,957
Licenses and permits	437,439				437,439
Intragovernmental revenues	328,931	$ 1,100,881	41,142	$ 219,076	1,690,030
Charges for services	439,036				439,036
Investment income	131,633		1,279		132,912
Miscellaneous revenues	606,970	36,220		247,821	891,011
Total revenues	6,736,387	1,137,101	153,762	466,897	8,494,147
Expenditures					
Current:					
General government	1,011,946				1,011,946
Public safety	1,285,147				1,285,147
Sanitation	483,125				483,125
Welfare	129,837				129,837
Culture and recreation	533,855			696	534,551
Streets and roads	542,529				542,529
Education	1,182,244				1,182,244
Capital outlay	858,172	38,341		438,257	1,334,770
Capital outlay - leases	2,511,399				2,511,399
Debt service:					
Principal	304,250	16,000	45,000		365,250
Interest	8,360	11,745	13,925		34,030
Total expenditures	8,850,864	66,086	58,925	438,953	9,414,828
Excess of revenues over (under) expenditures	$ (2,114,477)	$ 1,071,015	$ 94,837	$ 27,944	$ (920,681)
Other financing sources (uses)					
Transfers in	$ 1,522,803	$ 35,407		$ 438,953	$ 1,997,163
Transfers (out)	(462,175)	(1,068,091)		(466,897)	(1,997,163)
Lease liabilities issued	2,511,399				2,511,399
Total other financing sources (uses)	3,572,027	(1,032,684)		(27,944)	2,511,399
Net changes in fund balance	1,457,550	38,331	94,837	0	1,590,718
Fund balances, beginning	4,307,296	114,344	586,530	11,044	5,019,214
Fund balances, ending	$ 5,764,846	$ 152,675	$ 681,367	$ 11,044	$ 6,609,932

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

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2022

Net change in fund balances - total governmental funds		$ 1,590,718
The change in net position reported for governmental activities in the Statement of Activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	$ 1,334,770	
Depreciation expense	(643,620)	
	$ 691,150	691,150
Governmental funds report right to use leased assets as general expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the term of the lease and reported as amortization expense.		
Right to use lease assets	$ 2,511,399	
Amortization expense	(228,309)	
	$ 2,283,090	2,283,090
The portion of the change in fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a change in currrent financial resources, and is therefore not reported in the governmental funds		151,671
Cash pension contributions reported in the funds were greater than the calculated pension expense on the Statement of Activities and therefore increase net position.		93,733
Debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position.		
Debt principal repayments	$ 365,250	
Lease liabilities issued	(2,511,399)	
Interest expense - lease liabilities	(64,931)	
	$ (2,211,080)	(2,211,080)
Other post-employment benefit obligations reported in the Statement of Activities does not require the use of current financial resources; therefore, is not reported as an expenditure in governmental funds.		48,593
Change in Net Position of Governmental Activities		$ 2,647,875

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

Statement of Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
As of September 30, 2022

	Water and Sewer Board	Rescue Squad	Total
Assets			
Current assets			
Cash and cash equivalents	$ 633,654	$ 103,617	$ 737,271
Accounts receivable, net	180,679	231,405	412,084
Grant receivable	61,856		61,856
Unbilled revenue	33,631		33,631
Prepaid expenses	32,009		32,009
Total current assets	941,829	335,022	1,276,851
Noncurrent assets			
Cash and cash equivalents, restricted	105,550		105,550
Certificates of deposit	75,000		75,000
Net pension asset	73,003		73,003
Capital assets, not being depreciated	70,707		70,707
Capital assets being depreciated, net	9,472,179	232,780	9,704,959
Total noncurrent assets	9,796,439	232,780	10,029,219
Total assets	10,738,268	567,802	11,306,070
Deferred outflows of resources			
Deferred outflows related to pension	82,284	52,995	135,279
Liabilities			
Current liabilities			
Accounts payable	37,609	12,283	49,892
Due to other funds	37,043		37,043
Other accrued expenses	6,749	8,684	15,433
Notes payable - current	142,373	8,697	151,070
Customer deposits, payable from restricted cash and cash equivalents	105,550		105,550
Total current liabilities	329,324	29,664	358,988
Noncurrent liabilities			
Net pension liability		18,684	18,684
Notes payable, net of current portion	1,960,104	10,658	1,970,762
Total noncurrent liabilities	1,960,104	29,342	1,989,446
Total liabilities	2,289,428	59,006	2,348,434
Deferred inflows of resources			
Deferred inflows related to pension	188,583	137,840	326,423
Net position			
Net investment in capital assets	7,440,409	213,425	7,653,834
Unrestricted	902,132	210,526	1,112,658
Total net position	$ 8,342,541	$ 423,951	$ 8,766,492

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

Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2022

	Water and Sewer Board	Rescue Squad	Total
Operating revenues			
Charges for services, net	$ 1,477,185	$ 699,612	$ 2,176,797
Operating expenses			
Salaries, wages, and employee benefits	294,295	470,483	764,778
Contractual services	19,022		19,022
Utilities	190,874	9,024	199,898
Repairs and maintenance	288,358	68,197	356,555
Other supplies and expenses	57,542	69,184	126,726
Insurance claims and expenses	91,022	11,533	102,555
Depreciation	487,271	58,846	546,117
Total operating expenses	1,428,384	687,267	2,115,651
Operating income	48,801	12,345	61,146
Nonoperating revenues (expenses)			
Grant revenue	210,843	69,601	280,444
Interest income	3,064	90	3,154
Miscellaneous revenue	72,617	3,448	76,065
Interest expense	(66,415)	(874)	(67,289)
Total nonoperating revenues (expenses)	220,109	72,265	292,374
Income before transfers	268,910	84,610	353,520
Transfers in		2,991	2,991
Transfers out		(2,991)	(2,991)
Change in net position	268,910	84,610	353,520
Fund balances, beginning	8,073,631	339,341	8,412,972
Fund balances, ending	$ 8,342,541	$ 423,951	$ 8,766,492

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

Statement of Cash Flows - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2022

	Water and Sewer Board	Rescue Squad	Total
Cash flows from operating activities			
Cash received from customers	$ 1,423,635	$ 658,723	$ 2,082,358
Cash paid to suppliers	(694,606)	(155,362)	(849,968)
Cash paid to employees	(371,845)	(493,112)	(864,957)
Net cash from operating activities	357,184	10,249	367,433
Cash flows from capital and related financing activities			
Principal payments on long-term debt	(136,985)	(8,427)	(145,412)
Acquisition of capital assets	(434,109)	(57,302)	(491,411)
Capital grant revenue	148,987	40,485	189,472
Other receipts	72,617	32,563	105,180
Interest expense	(66,415)	(874)	(67,289)
Net cash from capital and related financing activities	(415,905)	6,445	(409,460)
Cash flows from investing activities			
Investment income	3,064	90	3,154
Net cash from investing activities	3,064	90	3,154
Net change in cash and cash equivalents	(55,657)	16,784	(38,873)
Cash and cash equivalents - beginning of year	794,861	86,833	881,694
Cash and cash equivalents - end of year	$ 739,204	$ 103,617	$ 842,821
Displayed on Statement of Net Position as			
Cash and cash equivalents - current assets	$ 633,654	$ 103,617	$ 737,271
Cash and cash equivalents - noncurrent assets	105,550		105,550
Cash and cash equivalents - end of year	$ 739,204	$ 103,617	$ 842,821

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

	Water and Sewer Board	Rescue Squad
Reconciliation of operating income (loss) to net cash from operating activities		
Operating income (loss)	$ 48,801	$ 12,345
Adjustments to reconcile change in net position to net cash from operating activities		
Depreciation	487,271	58,846
Changes in assets and liabilities		
Accounts receivable and unbilled revenue	(43,683)	(40,886)
Prepaid expenses		
Due to other governments		
Accounts payable and accrued expenses	(46,781)	2,573
Customer deposits	(9,867)	
Deferred outflow of resources	11,067	(4,359)
Deferred inflow of resources	109,975	89,991
Net pension liability	(199,599)	(108,261)
Total adjustments	308,383	(2,096)
Net cash from operating activities	$ 357,184	$ 10,249

City of Geneva
Geneva, Alabama
September 30, 2022

Note 1 – Summary of Significant Accounting Policies

A. Reporting Entity

The City of Geneva, Alabama (the "City") is a municipal corporation governed by an elected mayor and City Council. As required by generally accepted accounting principles (GAAP), these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations. The Industrial Development Board (the Board) is a blended component unit for the City and included in general government operations. The City appoints the governing body of the Board and can significantly influence its programs, projects, and services.

In evaluating the City as a reporting entity, management has considered all potential component units in accordance with Section 2100: *Defining the Financial Reporting Entity* of the Governmental Accounting Standards Board (GASB) Codification.

Geneva City Board of Education - The Geneva City Board of Education (the "BOE") is responsible for education within the government's jurisdiction. The members of the Board are appointed by the mayor and City Council. The Board is also financially dependent upon the government. These primary government financial statements do not include financial data or disclosures for the BOE. Complete financial statements for the BOE may be obtained at the BOE's administrative office.

Blended component units

The Geneva Water and Sewer Board (the "Water and Sewer Board"), the Geneva Rescue Squad (the "Rescue Squad"), and Industrial Development Board of the City of Geneva (the "Industrial Development Board") serve all citizens of the government. The Water and Sewer Board is governed by a board appointed by the City Council. The Water and Sewer Board and the Rescue Squad are reported as proprietary funds.

Discretely Presented Component Units

Public Building Authority - The Public Building Authority (the "PBA") owns the Department of Human Resources Building of Geneva County. The City leases the building from the PBA and subleases to the State of Alabama. Members of the Public Building Authority's Board are appointed by the City Council. Separate financials are not issued for the Public Building Authority.

Note 1 – Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements

Financial information for the City and the primary government is presented as follows:

- *Basic Financial Statements:* Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities.

  These statements report all of the non-fiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions, and are reported separately from business-type activities, which rely, to a significant extent, on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

  The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and (b) grants and contributions restricted to meeting the operational or capital requirements of a particular function or program. Revenues that are not classified as program revenues, including all taxes and other items, are presented as general revenues.

- *Fund Financial Statements* consist of a series of statements focusing on information about the City's major governmental funds.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

Note 1 – Summary of Significant Accounting Policies (Continued)

The 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. For this purpose, the government considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- General Fund: The General Fund is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.
- Grant Programs Fund: The Grant Programs Fund is a capital projects fund that accounts for revenue sources that are legally restricted to expenditures for a specific purpose according to the agreements with funding agencies.
- Gas Tax Fund: The Gas Tax Fund is a special revenue fund that accounts for taxes and contributions that are legally restricted to expenditures for a specific purpose according to state or federal law.

The City reports the following major proprietary funds:

- Water and Sewer Board: This fund accounts for the operation of the water and sewer system.
- Rescue Squad Fund: This fund accounts for operations of the rescue squad.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Interfund Activity

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" within the fund financial statements. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any residual balance outstanding between the governmental and business-type activities at the end of the fiscal year, which are reported in the government-wide financial statements as internal balances.

Interfund transactions are reflected as services provided, reimbursements, or transfers. Services provided, deemed to be at or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or business-type funds are funds are netted as part of the reconciliation to the government-wide presentation.

Investments

The City's investments are limited to certificates of deposit carried at amortized cost and a joint venture with other municipalities in Geneva County in a gas distribution district reported using the equity method.

Receivables and Payables

Unbilled receivables – For the Geneva Water and Sewer Board, unbilled revenues are based on the usage incurred in September and billed during October following the close of the fiscal year.

Allowance for doubtful accounts – Accounts receivable have been reported net of the allowance for doubtful accounts. Rescue Squad receivables in excess of 90 days comprise the proprietary funds accounts receivable allowance for uncollectible accounts. The Water and Sewer Board reports no allowance for doubtful accounts; all outstanding Water and Sewer Board receivables at year end are considered collectible. Water and Sewer Board accounts receivable are written off on an individual basis in the year they are deemed uncollectible.

Leases receivable - The City and the PBA's leases receivable are measured at the present value of lease payments expected to be received during the lease term.

Note 1 – Summary of Significant Accounting Policies (Continued)

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Certain assets of the City are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Customer deposit accounts – Deposited in non-interest-bearing accounts and refunded upon termination of service with the Water and Sewer Board and satisfaction of all obligations due.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 for equipment and $25,000 for buildings and land with an estimated useful life in excess of one year.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of acquisition date or amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Asset class	Years
Buildings	20 – 50
Improvements	7 – 30
Equipment	3 – 20
Water and sewer system	25 - 50

Note 1 – Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

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 has two (2) items that qualify for reporting as deferred outflows of resources, the *deferred outflows related to pension* and the *deferred outflows related to OPEB*, all reported in the government-wide and proprietary funds statements of net position. The deferred outflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria.* The deferred outflows related to pension will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. The deferred outflows related to OPEB result from claims payments made related to the total OPEB liability (TOL) subsequent to the measurement date, in accordance with GASB Statement No. 75.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four (4) items that qualify for reporting as deferred inflows of resources. The deferred inflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria. The deferred inflows related to pension will be recognized as a reduction to pension expense in future reporting years. The deferred inflows related to OPEB result from the net difference between expected and actual experience and effects of changes in the assumptions or other inputs, in accordance with GASB Statement No. 75. The deferred inflows of property tax revenue relate to property taxes (and special assessments, if applicable) that are deferred and recognized as an inflow of resources in the period that the amounts become available. The deferred inflows related to leases is the amount of the lease revenue the City will receive in relation to its sublease held on a building. See Note 6 for further information.

The PBA has one (1) item that qualifies for reporting as a deferred inflow of resources. The deferred inflows related to leases is the amount of the lease revenue the PBA will receive in relation to its lease on their building. See Note 6 for further information.

Note 1 – Summary of Significant Accounting Policies (Continued)

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 and are recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section I30: Interest Costs – Imputation, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

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.

Leases

The PBA owns a building that it leases to the City. The City subleases this building to an unrelated organization. Both of these leases are noncancellable. The City has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease. At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be paid during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments paid. The City and the PBA have recorded lease receivables and deferred inflows related to the leases that they are the lessor for as well. At the commencement of a lease, the City and the PBA initially measure the lease receivables at the present value of payments expected to be received during the lease term and a corresponding deferred inflow is also recorded. Subsequently, the lease receivable and deferred inflow are reduced by the lease payments received.

Key estimates and judgments related to leases include how the City and PBA determine (1) the discount rate used to discount the expected lease receipts and payments to present value, (2) lease term, and (3) lease receipts and payments.

As a lessee, the City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.

Note 1 – Summary of Significant Accounting Policies (Continued)

As lessor, the City and PBA uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City and the PBA generally use their estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments. Lease receipts included in the measurement of the lease receivable are composed of fixed payments. The City and PBA monitor changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension and pension expense 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.

Other Post-Employment Benefits ("OPEB") Liability

For purposes of measuring total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the economic resources measurement focus and full accrual basis of accounting are utilized. Benefit payments are recognized when due and payable in accordance with the benefit terms.

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund balance flow assumptions – Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

<u>Revenues and Expenditures/Expenses</u>

Program revenues – Amounts reported as 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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Note 1 – Summary of Significant Accounting Policies (Continued)

Property taxes – Property taxes attach as an enforceable lien on real property and are levied by the County Commission at the first regular meeting in February of each year based on the property record as of the preceding October 1. The taxes are due the following October 1 and are delinquent after December 31st. The enforceable claim exists as of October 1 preceding the February meeting of the County Commission.

Proprietary funds operating and nonoperating revenues and expenses – 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 Rescue Squad and the PBA are charges to customers for services and rental income. 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.

Economic Dependency

The City receives a substantial amount of revenue in the form of sales tax. A significant reduction in the level of this support would have an adverse effect on the City's activities.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make various estimates. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to allowance for doubtful accounts, net pension liability, and total OPEB liability.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, June 29, 2023 and determined there were no events that occurred that required disclosure.

Recently Issued and Implemented Accounting Pronouncements

In June 2018, the GASB issued Statement No. 89 (GASB 89), Accounting for Interest Cost Incurred Before the End of a Construction Period. The objectives of GASB 89 are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. GASB 89 requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. The requirements of GASB 89 are effective for reporting periods beginning after December 15, 2020. GASB 89 had no impact on the City's financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

In June 2017, the GASB issued Statement No. 87 (GASB 87), Leases. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. GASB 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under GASB 87, a lessee is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. GASB87 has been implemented for the current year and additional information can be found at Note 6.

In January 2020, the GASB issued Statement No. 92 (GASB 92), Omnibus 2020. The objectives of GASB 92 are to enhance the comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of GASB 92 are effective for reporting periods beginning after June 15, 2021. The requirements of GASB 92 had no impact on the City's financial statements.

In May 2020, the GASB issued Statement No. 93 (GASB 93), Replacement of Interbank Offered Rates. The objectives of GASB 93 are to address financial reporting issues that result from the replacement of an Interbank Offered Rate (IBOR) by providing exceptions for certain hedging derivative instruments to the hedge accounting termination provisions when an IBOR is replaced as the reference rate of the hedging derivative instrument's variable payment and clarification of the hedge accounting termination provisions when a hedged item is amended to replace the reference rate; replacing LIBOR as an appropriate benchmark interest rate for the evaluation of the effectiveness of an interest rate swap with a Secured Overnight Financing Rate or the Effective Federal Funds Rate; and providing exceptions to the lease modifications guidance in Statement 87 for lease contracts that are amended solely to replace an IBOR used to determine variable payments. The removal of LIBOR as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2022. All other requirements of GASB 93 are effective for reporting periods beginning after June 15, 2021. The requirements of GASB 93 had no impact on the City's financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

In June 2020, the GASB issued GASB Statement No. 97 (GASB 97), Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32. The primary objectives of GASB 97 are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of GASB 97 that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of GASB 97 that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021. The requirements of GASB 97 had no impact on the City's financial statements.

The GASB has issued statements that will become effective in future years. These statements are as follows:

In May 2019, the GASB issued Statement No. 91 (GASB 91), Conduit Debt Obligations. The primary objectives of GASB 91 are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB 91 achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of GASB 91 are effective for reporting periods beginning after December 15, 2021.

Note 1 – Summary of Significant Accounting Policies (Continued)

In March 2020, the GASB issued Statement No. 94 (GASB 94), Public-Private and Public-Public Partnerships and Availability Payment Arrangements. The primary objective of GASB 94 is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in GASB 94, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in GASB 94 as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. GASB 94 also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in GASB 94, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. GASB 94 is effective for fiscal years beginning after June 15, 2022.

In May 2020, the GASB issued GASB Statement No. 96 (GASB 96), Subscription-Based Information Technology Arrangements. GASB 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). GASB 96 (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The requirements of GASB 96 are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Assets and liabilities resulting from SBITAs should be recognized and measured using the facts and circumstances that existed at the beginning of the fiscal year in which GASB 96 is implemented. Governments are permitted, but are not required, to include in the measurement of the subscription asset capitalizable outlays associated with the initial implementation stage and the operation and additional implementation stage incurred prior to the implementation of GASB 96. GASB 96 is effective for fiscal years beginning after June 15, 2022.

In June 2022, the GASB issued statement No. 101 (GASB 101), Compensated Absences. The primary objective of GASB 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements for GASB 101 are effective for reporting periods beginning after December 15, 2023.

The City is evaluating the requirements of the above statements and the impact on reporting.

Note 2 – Deposits and Investments

As of September 30, 2022, the City's bank balances were entirely covered by federal depository insurance (FDIC) and the Security for Alabama Funds Enhancement ("SAFE") Program.

The SAFE Program was established by the Alabama Legislature and is governed by the provisions contained in the Code of Alabama 1975, Sections 41-14A-1 through 41-14A-14. Under the SAFE Program, all public funds are protected through a collateral pool administered by the Alabama State Treasurer's Office. Under this program, financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that financial institution would be liquidated by the State Treasurer to replace the public deposits not covered by the FDIC. If the securities pledged fail to produce adequate funds, every institution participating in the pool would share the liability for the remaining balance.

Custodial credit risk – Custodial credit risk for deposits is the risk in the event of the failure of a depository financial institution a government may not be able to recover deposits. Monies placed on deposit with financial institutions in the form of demand deposits, time deposits or certificate of deposits are defined as public deposits. The financial institutions in which the City places its deposits are certified as "qualified public depositories," as required under the SAFE Program. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest rate risk – Interest rate risk is the possibility that interest rates will rise and reduce the fair value of an investment.

Credit risk – Section I50: Investments of the GASB Codification requires that governments provide information about credit risk associated with their investments by disclosing the credit rating of investments in debt securities as described by nationally recognized statistical rating organizations. As of September 30, 2022, the City does not have any investments in debt securities.

Concentration risk – Section I50: Investments of the GASB Codification requires disclosures of investments in any one issuer that represents five percent or more of total investments. There are no such reportable concentrations of investments as of September 30, 2022.

The City's liquid investments consist of certificates of deposit with original maturities of more than three months from the date of acquisitions and are carried at amortized cost. In addition to its liquid investments, the City, along with other municipalities in Geneva County, Alabama, invested in the Geneva County Gas District ("Gas District"). Details of the Gas District investment, which is accounted for using the equity method, are detailed below. At September 30, 2022, the City held the following investments:

Note 2 – Deposits and Investments (Continued)

		Fair Value	
Investment Type	Maturities 0-1 Year	Governmental Activities	General Fund
Certificates of deposit	$ 172,237	$ 172,237	$ 172,237
Joint venture		1,158,965	598,102
Total investments	$ 172,237	$ 1,331,202	$ 770,339

The Gas District is engaged in the business of sales and transport of natural gas to the residents of the four cities and profits are distributed to each city prorated based on the cubic feet of gas sold in each City. In fiscal year 2022, the City received $124,929 as a distribution of profits from the Gas District.

The City's allocation of the Gas District earnings are reported in the statement of activities and statement of revenues, expenditures and changes in fund balance as investment earnings. In the government-wide statement of net position, the City reports its equity interest of $598,102 as an investment in joint venture. Only the portion of the City's share of the equity associated with non-capital net assets is reported as an investment in joint venture in the governmental funds, which was $598,102 at September 30, 2022.

Condensed financial statements for the Gas District for the fiscal year ended July 31, 2022 are as follows:

Total current assets	$ 1,788,181
Net property and equipment	2,137,090
Total assets	$ 3,925,271
Total current liabilities	$ 662,128
Noncurrent liabilities	56,260
Total liabilities	718,388
Net position	3,206,883
Total liabilities and net position	$ 3,925,271
Total utility operating revenues	$ 2,849,530
Total operating expenses	2,264,441
Operating income	585,089
Total nonoperating revenues	2,572
Change in net position	587,661
Net position - beginning	3,184,823
Deduct: distributions	565,601
Net position - ending	$ 3,206,883

Note 2 – Deposits and Investments (Continued)

Net cash provided (used) by:	
Operating activities	$ 677,395
Capital and related financing activities	(812,543)
Investing activities	2,085
Net decrease in cash and cash equivalents	$ (133,063)

Note 3 – Accounts Receivable

For the Water and Sewer Board, operating revenues are generally recognized on the basis of cycle billings rendered monthly. The amount of services delivered for the period from the last billing date to September 30, 2022 (unbilled receivable), is estimated and accrued at year end. The City deems all amounts collectable therefore an allowance for doubtful accounts is not necessary. If payments are not received from customers, services are shut off and deposits are applied against negative balances.

All account receivables are shown net of allowances for uncollectable accounts for governmental funds. The accounts receivable and allowance for uncollectible accounts at September 30, 2022, were as follows:

	General Fund	Grant Programs	Gas Tax Fund	Other Governmental Funds	Proprietary Funds	Total Primary Government
Taxes	$ 823,045		$ 9,844			$ 832,889
Other	277,513				$ 1,968,149	2,245,662
Grants		$ 65,298		$ 219,076	61,856	346,230
Fines	416,958					416,958
Gross receivable	1,517,516	65,298	9,844	219,076	2,030,005	3,841,739
Less: allowance for doubtful accounts	(271,024)				(1,556,065)	(1,827,089)
Receivables, net	$ 1,246,492	$ 65,298	$ 9,844	$ 219,076	$ 437,940	$ 2,014,650

Note 4 – Capital assets

The following is a summary of changes in capital assets during the year ended September 30, 2022:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land and land improvements	$ 1,814,012			$ 1,814,012
Construction in progress	201,206	$ 476,598		677,804
Capital assets not being depreciated	2,015,218	476,598		2,491,816
Capital assets, being depreciated				
Buildings and improvements	5,755,589			5,755,589
Equipment and vehicles	3,425,416	256,736		3,682,152
Infrastructure	5,359,649	601,436		5,961,085
Capital assets, being depreciated	14,540,654	858,172		15,398,826
Less accumulated depreciation for				
Buildings and improvements	3,105,454	171,490		3,276,944
Equipment and vehicles	2,364,226	278,293		2,642,519
Infrastructure	731,109	193,837		924,946
Total accumulated depreciation	6,200,789	643,620		6,844,409
Capital assets being depreciated, net	8,339,865	214,552		8,554,417
Total governmental capital assets, net	$10,355,083	$ 691,150		$ 11,046,233

Note 4 – Capital Assets (Continued)

Business-type Activities

Water and Sewer Board

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 70,707			$ 70,707
Construction in process	273,072		$(273,072)	
Total capital assets, not being depreciated	343,779		$(273,072)	70,707
Capital assets, being depreciated				
Buildings	53,418			53,418
Water and sewer systems	16,297,490	$ 676,190		16,973,680
Equipment	1,510,874	30,990		1,541,864
Capital assets, being depreciated	17,861,782	707,180		18,568,962
Total accumulated depreciation	8,609,512	487,271		9,096,783
Total capital assets being depreciated, net	$ 9,252,270	$ 219,909		$ 9,472,179

Rescue Squad

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated				
Buildings	$ 12,532			$ 12,532
Equipment	704,451	$ 57,301		761,752
Capital assets, being depreciated	716,983	57,301		774,284
Less accumulated depreciation for				
Buildings	7,010	1,105		8,115
Equipment	475,648	57,741		533,389
Total accumulated depreciation	482,658	58,846		541,504
Total capital assets being depreciated, net	$ 234,325	(1,544)		$ 232,780
Total business-type activity capital assets, net	$ 9,830,374	$ 218,364	$(273,072)	$ 9,775,666

Note 4 – Capital Assets (Continued)

Component Units

Public Building Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 3,000			$ 3,000
Total capital assets, not being depreciated	3,000			3,000
Capital assets, being depreciated				
Buildings and improvements	3,086,665			3,086,665
Equipment	87,901			87,901
Capital assets, being depreciated	3,174,566			3,174,566
Less accumulated depreciation for				
Buildings and improvements	560,509	$ 61,733		622,242
Equipment	87,901			87,901
Total accumulated depreciation	648,410	61,733		710,143
Total capital assets being depreciated, net	$ 2,526,156	$ (61,733)		$ 2,464,423

Depreciation expense was charged to functions/programs of the primary government as follows for the year ended September 30, 2022:

Governmental activities	
General government	$ 223,490
Police	64,236
Fire	63,735
Street	190,983
Sanitation	36,680
Culture and recreation	49,390
Welfare	15,106
Total depreciation expense - governmental activities	$ 643,620

Business-type activities	
Water and Sewer Board	$ 487,271
Rescue Squad	58,846
Total depreciation expense - business-type activities	$ 546,117

Note 5 – Long-Term Debt and Liabilities

Governmental Activities

Bonds Payable

2005 General Obligation Warrants – The City issued $200,000 of General Obligation Bonds in 2005 to finance the construction of a new fire station. These bonds carry the full faith and credit of the City with principal and interest payable annually on August 1. The bonds have a stated interest rate of 4.125%. The outstanding principal balance as of September 30, 2022 is $128,000.

2008 General Obligation Warrants – The City issued $224,250 in General Obligation Bonds in 2008 to finance the construction of a new airport hangar. These bonds carry the full faith and credit of the City with principal and interest payable annually on January 1. These bonds have a stated interest rate of 4.50%. The outstanding principal balance as of September 30, 2022 is $128,250.

2010 General Obligation Warrants – In 2010, the City issued $3,675,000 in General Obligation Bonds, which carry the full faith and credit of the city for the benefit of the City and the BOE. The BOE received $2,575,000 of the bond proceeds and the City used the remaining $1,100,000 to refund certain long-term indebtedness. The BOE entered into a funding agreement with the City for repayment of their portion of the bonds. In the primary government financial statements, the City only reports activity related to the $1,100,000 portion of the bond proceeds received by the City. Activity for the remaining $2,575,000 is reported by the BOE. Principal is payable annually on August 1 and interest is payable semiannually on August 1 and February 1. The outstanding principal balance as of September 30, 2022 is $435,000.

Notes Payable

Samson Bank Note Payable – During 2017, the City obtained a loan with Samson Bank in the amount of $16,500 to refinance a fire truck. The note bears interest at a fixed rate of 2.09%. Principal and interest are due monthly in the amount of $244. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2022 is $1,949.

Samson Bank Note Payable – During 2018, the City obtained a loan with Samson Bank in the amount of $183,000 to purchase a fire truck. The note bears interest at a fixed rate of 3.34%. Principal and interest are due monthly in the amount of $1,796. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2022 is $76,966.

Note 5 – Long-Term Debt and Liabilities (Continued)

Principal and interest maturities of the governmental activities general obligation warrants and notes payable are as follows:

Year Ending September 30,	Principal	Interest
2023	$ 105,917	$ 28,656
2024	106,578	27,676
2025	107,208	23,641
2026	112,859	19,410
2027	96,353	14,391
2028 - 2032	187,000	28,973
2033 - 2037	54,250	3,818
Totals	$ 770,165	$ 146,565

Business-type Activities

Samson Bank Note Payable – During 2019, the City obtained a loan with Samson Bank in the amount of $50,000 to purchase an ambulance for the Rescue Squad. The note bears interest at a fixed rate of 3.853%. Principal and interest are due monthly in the amount of $775.10. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2022 is $19,355.

Note Payable – State Bank and Trust – In February 14, 2020, the Board borrowed $2,447,579 through a local bank for the purpose of financing the renovation of the wastewater treatment plant. This note was also used to consolidate its existing note payable and outstanding line of credit balance into a single note payable. The loan has a term of 15 years and an interest rate of 3.00%, with monthly payments in the amount of $18,806. The note is unsecured and is due to be repaid in February 2035. The outstanding principal balance as of September 30, 2022 is $2,102,477.

Principal and interest maturities of the business-type activities notes payable are as follows:

Year Ending September 30,	Principal	Interest
2023	$ 151,070	$ 61,632
2024	155,741	56,961
2025	152,786	52,244
2026	155,763	47,637
2027	160,501	42,899
2028 - 2032	878,771	138,229
2033 - 2037	467,200	17,236
Totals	$ 2,121,832	$ 416,838

Note 5 – Long-Term Debt and Liabilities (Continued)

Component Units

Public Building Authority

2010 Revenue Bond – In 2010, the Public Building Authority issued $3,475,000 in Revenue Bonds to construct a building for the Department of Human Resources that is leased to the City and then subleased to the State of Alabama. Principal is payable annually on May 1 beginning in 2013 and interest is payable semiannually on May 1 and November 1 beginning in 2011. The outstanding principal balance as of September 30, 2022 is $2,075,000.

Principal and interest maturities for the Public Building Authority Bonds payable are as follows:

Year Ending September 30,	Principal	Interest
2023	$ 170,000	$ 91,125
2024	180,000	84,325
2025	185,000	77,125
2026	190,000	69,355
2027	200,000	61,375
2028 - 2032	995,000	162,875
Totals	$ 1,920,000	$ 546,180

Changes in long-term liabilities

Changes in long-term liabilities for the year ended September 30, 2022 were as follows:

	Beginning Balance, restated	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Bonds payable	$ 772,250		$ (81,000)	$ 691,250	$ 86,000
Notes payable	100,440		(21,525)	78,915	19,917
Lease liabilities	2,511,399		(262,725)	2,248,674	196,194
Total	$ 3,384,089		$ (365,250)	$ 3,018,839	$ 302,111
Business-type activities					
Notes payable	$ 2,267,243		$ (145,411)	$ 2,121,832	$ 151,070
Component units					
Public Building Authority					
Bonds payable	$ 2,085,000		$ (165,000)	$ 1,920,000	$ 170,000

Beginning balance were restated to include the beginning balance of the lease liabilities as a result of the implementation of GASB 87.

Note 5 – Long-Term Debt and Liabilities (Continued)

Pledges Revenues

The Public Building Authority pledged future net leasing revenues to service the 2010 revenue bonds. Proceeds from the bonds were used for the leased building's construction. Principal and interest on the bond are payable through 2032, and solely from the revenues and receipts from the leasing of the building. Principal and interest paid for the current year and total customer net revenues were $255,363 and $208,975, respectively.

Note 6 – Leases

For the year ended September 30, 2022, the financial statements include the adoption of GASB 87. GASB 87 establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under GASB 87, a lessor is required to recognize a lease receivable and a deferred inflow of resources and a lessee is required to recognize right to use assets and lease liabilities. Using transitional practical expedients as outlined in GASB 87, the City implemented the accounting guidance effective October 1, 2021, and utilized facts and circumstances as of that date with regard to remaining lease terms. A summary of the leasing activity follows.

The PBA entered into a contract with the City of Geneva to lease a facility (building, structure, etc.) type asset October 1, 2012, and the remaining lease term is 10 years as of the effective date of GASB 87 implementation. The lessee does not have the option to purchase the facility at the end of the lease term. The discount rate used for the present value of lease receipts is 3.41% and annual payments based on the debt service required for the year are due by November 1. For the year ended September 30, 2022, lease-related revenue was recognized of the following:

Lease revenue	$ 222,408
Interest revenue	75,641
Total lease expense	$ 298,049

The future minimum rental payments to be received are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2023	$ 185,484	$ 75,641	$ 261,125
2024	195,109	69,216	264,325
2025	199,667	62,458	262,125
2026	203,813	55,542	259,355
2027	212,893	48,482	261,375
2028 - 2032	1,186,792	126,082	1,312,875
Totals	$ 2,183,758	$ 437,421	$ 2,621,180

Note 6 – Leases (Continued)

The City is the lessee for the lease described above. The discount rate used for the present value of the lease asset and lease liability is 2.85% the incremental borrowing rate for the City at the time the lease was entered into. Annual payments based on the debt service required for the year are due by November 1. For the year ended September 30, 2022, the city recognized lease expense of the following:

Amortization expense	$ 228,309
Interest on lease liabilities	64,931
Total lease expense	$ 293,240

Total leased assets and accumulated amortization as of September 30, 2022 were as follows:

	Beginning balance	Increases	Decreases	Ending balance
Building	$ 2,511,399			$ 2,511,359
Less accumulated amortization		$ 228,309		228,309
Total leased assets, net	$ 2,511,399	$ (228,309)		$2,283,090

The future minimum rental payments are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2023	$ 196,194	$ 64,931	$ 261,125
2024	205,059	59,266	264,325
2025	208,780	53,345	262,125
2026	212,039	47,316	259,355
2027	220,182	41,193	261,375
2028 - 2032	1,206,420	106,455	1,312,875
Totals	$ 2,248,674	$ 372,506	$ 2,621,180

The City has subleased the building they lease from the PBA. The City entered into a contract with an unrelated organization to lease a facility (building, structure, etc.) type asset October 1, 2012, and the remaining lease term is 10 years as of the effective date of GASB 87 implementation. The lessee does not have the option to purchase the facility at the end of the lease term. The discount rate used for the present value of lease receipts is 3.41% and monthly payments of $22,028 are required for the term of the lease. For the year ended September 30, 2022, lease-related revenue was recognized of the following:

Lease revenue	$ 220,781
Interest revenue	79,188
Total lease expense	$ 299,969

Note 6 – Leases (Continued)

The future minimum rental payments to be received are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2023	$ 191,012	$ 73,318	$ 264,330
2024	197,628	66,702	264,330
2025	204,474	59,856	264,330
2026	211,556	52,774	264,330
2027	218,884	45,446	264,330
2028 - 2032	1,213,539	108,112	1,321,650
Totals	$ 2,237,093	$ 406,208	$ 2,643,300

Note 7 – Interfund Receivables, Payables and Transfers

Interfund balances are generally used to meet cash demands necessary to pay operating expenditures. Interfund balances at September 30, 2022 consist of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Water and Sewer Board	$ 37,043
General Fund	Grant Programs	20,003
General Fund	Non-major Governmental	219,076
Total		$ 276,122

Transfers to/from other funds at September 30, 2022 consist of the following:

Fund Transfers From	Fund Transfer To	Amount
General Fund	Grant Programs	$ 459,184
Grant Programs	General Fund	1,025,165
Non-major Governmental	General Fund	466,897
General Fund	Rescue Squad	2,991
Total		$ 1,954,237

Transfers from the general fund to the grant programs fund are to meet grant matching requirements. Transfers from grant programs to general fund are to move grant funds released by purpose restrictions. Transfers from the nonmajor governmental fund to the general fund are for construction purposes. Transfers from the general fund to the rescue squad are for expense reimbursements.

Note 8 – Retirement Plan

Plan Description

The ERS, an agent multiple-employer public employee retirement plan, was established as of October 1, 1945, pursuant to the *Code of Alabama 1975, Title 36, Chapter 27* (Act 515 of the Legislature of 1945). The purpose of the ERS is to provide retirement allowances and other specified benefits for state employees, State Police, and, on an elective basis, to all cities, counties, towns, and quasi-public organizations. The responsibility for the general administration and operation of ERS is vested in its Board of Control which consists of 15 trustees. Act 390 of the Legislature of 2021 created two additional representatives to the ERS Board of Control Effective October 1, 2021. The Plan is administered by the Retirement Systems of Alabama (RSA). The *Code of Alabama 1975, Title 36, Chapter 27* grants the authority to establish and amend the benefit terms to the ERS Board of Control. The Plan issues a publicly available financial report that can be obtained at www.rsa-al.gov.

The ERS Board of Control consists of 15 trustees as follows:

1) The Governor, ex officio.
2) The State Treasurer, ex officio.
3) The State Personnel Director, ex officio.
4) The State Director of Finance, ex officio.
5) Three vested members of ERS appointed by the Governor for a term of four years, no two of whom are from the same department of state government nor from any department of which an ex officio trustee is the head.
6) Eight members of ERS who are elected by members from the same category of ERS for a term of four years as follows:
   a. Two retired members with one from the ranks of retired state employees and one from the ranks of retired employees of a city, county, or a public agency each of whom is an active beneficiary of ERS.
   b. Two vested active state employees.
   c. One full time employee of a participating municipality or city in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
   d. One full time employee of a participating county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
   e. One full time employee or retiree of a participating employer in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
   f. One full time employee of a participating employer other than a municipality, city or county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*

Note 8 – Retirement Plan (Continued)

Benefits Provided

State law establishes retirement benefits as well as death and disability benefits and any ad hoc increase in postretirement benefits for the ERS. Benefits for ERS members vest after 10 years of creditable service. State employees who retire after age 60 (52 for State Police) with 10 years or more of creditable service or with 25 years of service (regardless of age) are entitled to an annual retirement benefit, payable monthly for life. Local employees who retire after age 60 with 10 years or more of creditable service or with 25 or 30 years of service (regardless of age), depending on the particular entity's election, are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, members of the ERS (except State Police) are allowed 2.0125% of their average final compensation (highest 3 of the last 10 years) for each year of service. State Police are allowed 2.875% for each year of State Police service in computing the formula method.

Act 377 of the Legislature of 2012 established a new tier of benefits (Tier 2) for members hired on or after January 1, 2013. Tier 2 ERS members are eligible for retirement after age 62 (56 for State Police) with 10 years or more of creditable service and are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a formula method. Under the formula method, Tier 2 members of the ERS (except State Police) are allowed 1.65% of their average final compensation (highest 5 of the last 10 years) for each year of service up to 80% of their average final compensation. State Police are allowed 2.375% for each year of State Police service in computing the formula method.

Members are eligible for disability retirement if they have 10 years of credible service, are currently in-service, and determined by the RSA Medical Board to be permanently incapacitated from further performance of duty. Preretirement death benefits equal to the annual earnable compensation of the member as reported to the Plan for the preceding year ending September 30 are paid to the beneficiary.

Act 132 of the Legislature of 2019 allowed employers who participate in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* to provide Tier 1 retirement benefits to their Tier 2 members. Tier 2 members of employers adopting Act 2019-132 will contribute 7.5% of earnable compensation for regular employees and 8.5% for firefighters and law enforcement officers. A total of 590 employers adopted Act 2019-132.

Act 316 of the Legislature of 2019 allows employees at the time of retirement to receive a partial lump sum (PLOP) distribution as a single payment not to exceed the sum of 24 months of the maximum monthly retirement allowance the member could receive. This option may be selected in addition to the election of another retirement allowance option at a reduced amount based upon the amount of partial lump sum distribution selected.

Note 8 – Retirement Plan (Continued)

The ERS serves approximately 879 local participating employers. The ERS membership includes approximately 104,510 participants. As of September 30, 2021, membership consisted of:

Plan Membership	
Retirees and beneficiaries currently receiving benefits	29,727
Terminated employees entitled to but not yet receiving benefits	2,130
Terminated employees not entitled to a benefit	16,415
Active members	56,184
Post-DROP participants who are still in active service	54
Total plan membership	104,510

Contributions

Covered members of the ERS contributed 5% of earnable compensation to the ERS as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, covered members of the ERS were required by statute to contribute 7.25% of earnable compensation. Effective October 1, 2012, covered members of the ERS are required by statute to contribute 7.50% of earnable compensation. Certified law enforcement, correctional officers, and firefighters of the ERS contributed 6% of earnable compensation as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, certified law enforcement, correctional officers, and firefighters of the ERS were required by statute to contribute 8.25% of earnable compensation. Effective October 1, 2012, certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 8.50% of earnable compensation. State Police of the ERS contribute 10% of earnable compensation.

Employers participating in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* were not required by statute to increase covered member contribution rates but were provided the opportunity to do so through Act 2011-676. By adopting Act 2011-676, Tier 1 regular members' contribution rates increased from 5% to 7.5% of earnable compensation and Tier 1 certified law enforcement, correctional officers', and firefighters' member contribution rates increased from 6% to 8.5% of earnable compensation.

Tier 2 covered members of the ERS contribute 6% of earnable compensation to the ERS as required by statute. Tier 2 certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 7% of earnable compensation. Tier 2 State Police members of the ERS contribute 10% of earnable compensation. These contributions rates are the same for Tier 2 covered members of ERS local participating employers.

The ERS establishes rates based upon an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with additional amounts to finance any unfunded accrued liability, the pre-retirement death benefit and administrative expenses of the Plan. For the year ended September 30, 2022, the City's active employee contribution rate was 5.20% of covered employee payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 5.98% of pensionable payroll.

Note 8 – Retirement Plan (Continued)

For the year ended September 30, 2022, the Water and Sewer Board's active employee contribution rate was 5.69% of covered employee payroll, and the Water and Sewer Board's average contribution rate to fund the normal and accrued liability costs was 15.95% of employee payroll for Tier 1 employees and 9.35% for Tier 2 employees.

The City's contractually required contribution rate for the year ended September 30, 2022 was 7.84% of pensionable pay for Tier 1 employees, and 4.85% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2019, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the City were $135,045 for the year ended September 30, 2022.

The Water and Sewer Board's contractually required contribution rate for the year ended September 30, 2022 was 15.95% of pensionable pay for Tier 1 employees, and 9.35% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2019, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the Water and Sewer Board was $40,908 for the year ended September 30, 2022.

Note 8 – Retirement Plan (Continued)

Net Pension Liability

The City's net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2021 rolled forward to September 30, 2020 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Act 2019-132	Actual After Act 2019-132	Actual After 2020 Experience Study
(a) TPL as of September 30, 2020	$ 5,883,921	$ 5,761,471	$ 5,761,471	$ 5,975,560
(b) Discount rate	7.70%	7.70%	7.70%	7.45%
(c) Entry age normal cost for the period October 1, 2020 - September 30, 2021	139,622	139,622	139,622	153,728
(d) Transfers among employers		169,412	169,412	169,412
(e) Actual benefit payments and refunds for the period October 1, 2020 - September 30, 2021	(252,137)	(252,137)	(252,137)	(252,137)
(f) TPL as of September 30, 2021 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 6,214,761	$ 6,252,294	$ 6,252,294	$ 6,482,350
(g) Difference between expected and actual		37,533		
(h) Less liability transferred for immediate recognition		169,412		
(i) Difference between expected and actual - experience (gain) / loss		$ (131,879)		
(j) Difference between Actual TPL Before and After Act 2019-132 - Benefit Change (Gain)/Loss			$ 0	
(k) Difference between Actual TPL Before and After 2020 Experience Study - assumption change (gain) / loss				$ 230,056

Note 8 – Retirement Plan (Continued)

The Water and Sewer Board's net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2021 rolled forward to September 30, 2020 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Act 2019-132	Actual After Act 2019-132	Actual After 2020 Experience Study
(a) TPL as of September 30, 2020	$ 1,335,399	$ 1,307,895	$ 1,307,895	$ 1,344,755
(b) Discount rate	7.70%	7.70%	7.70%	7.45%
(c) Entry age normal cost for the period October 1, 2020 - September 30, 2021	14,168	14,168	14,168	15,605
(d) Transfers among employers	0	0	0	0
(e) Actual benefit payments and refunds for the period October 1, 2020 - September 30, 2021	(65,547)	(65,547)	(65,547)	(65,547)
(f) TPL as of September 30, 2021 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 1,384,322	$ 1,354,700	$ 1,354,700	$ 1,392,555
(g) Difference between expected and actual		(29,622)		
(h) Less liability transferred for immediate recognition		0		
(i) Experience (gain) / loss = (g) - (h)		$ (29,622)		
(j) Difference between Actual TPL Before and After Act 2019-132 - Benefit Change (Gain)/Loss			$ 0	
(k) Difference between Actual TPL Before and After 2020 Experience Study - assumtion change (gain)/loss				$ 37,855

Actuarial Assumptions

The total pension liability as of September 30, 2021 was determined based on the actuarial funding valuation report prepared as of September 30, 2020. The key actuarial assumptions are summarized as follows:

Inflation	2.50%
Projected salary increases	3.25% - 6.00%
Investment rate of return (net of pension plan investment expense)	7.45%

Mortality rates were based on the sex distinct RP-2000 Blue Collar Mortality Table Projected with Scale BB to 2020 with an adjustment of 125% at all ages for males and 120% for females ages 78 and older. The rates of mortality for the period after disability retirement are according to the sex distinct RP-2000 Disabled Retiree Mortality Table Projected with Scale BB to 2020 with an adjustment of 130% at all ages for females.

Note 8 – Retirement Plan (Continued)

The actuarial assumptions used in the September 30, 2020 valuation were based on the results of an actuarial experience study for the period October 1, 2015 – September 30, 2020.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis 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. The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Asset Class	Target Allocation	Long-Term Expected Rate of Return *
Fixed Income	15.00%	2.80%
US Large Stocks	32.00%	8.00%
US Mid Stocks	9.00%	10.00%
US Small Stocks	4.00%	11.00%
Int'l Developed Mkt Stocks	12.00%	9.50%
Int'l Emerging Mkt Stocks	3.00%	11.00%
Alternatives	10.00%	9.00%
Real Estate	10.00%	6.50%
Cash Equivalents	5.00%	1.50%
Total	100.00%	

* Includes assumed rate of inflation of 2.00%

Discount Rate

The discount rate used to measure the total pension liability was the long-term rate of return, 7.45%. 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 the employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were 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 periods of projected benefit payments to determine the total pension liability.

Note 8 – Retirement Plan (Continued)

Changes in the Net Pension Liability

City of Geneva

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2020	$ 5,883,921	$ 4,896,637	$ 987,284
Changes for the year:			
Service cost	139,622		139,622
Interest	443,355		443,355
Changes in benefit terms	0		0
Changes in assumptions	230,056		230,056
Difference between expected and actual experience	(131,879)		(131,879)
Contributions - employer		103,832	(103,832)
Contributions - employee		99,108	(99,108)
Net investment income		1,100,722	(1,100,722)
Benefit payments, including refunds of employee contributions	(252,137)	(252,137)	
Transfers among employers	169,412	169,412	
Net changes	598,429	1,220,937	(622,508)
Balances at September 30, 2021	$ 6,482,350	$ 6,117,574	$ 364,776

Geneva Water and Sewer Board

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2020	$ 1,335,399	$ 1,208,803	$ 126,596
Changes for the year:			
Service cost	14,168		14,168
Interest	100,302		100,302
Changes in benefit terms	0		
Changes in assumptions	37,855		37,855
Difference between expected and actual experience	(29,622)		(29,622)
Contributions - employer		38,423	(38,423)
Contributions - employee		16,613	(16,613)
Net investment income		267,266	(267,266)
Benefit payments, including refunds of employee contributions	(65,547)	(65,547)	
Transfers among employers	0	0	
Net changes	57,156	256,755	(199,599)
Balances at September 30, 2021	$ 1,392,555	$ 1,465,558	$ (73,003)

Note 8 – Retirement Plan (Continued)

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

City of Geneva

	1% Decrease (6.45%)	Current Rate (7.45%)	1% Increase (8.45%)
Net pension liability	$ 1,109,269	$ 364,776	$ (264,419)

Geneva Water and Sewer Board

	1% Decrease (6.45%)	Current Rate (7.45%)	1% Increase (8.45%)
Net pension liability	$ 18,060	$ (73,003)	$ (150,790)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued RSA Comprehensive Annual Report for the fiscal year ended September 30, 2020. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2020. The auditor's report dated April 30, 2021 on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes is also available. The additional financial and actuarial information is available at http://www.rsa-al.gov/index.php/employers/financial-reports/gasb-68-reports/.

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

For the year ended September 30, 2022, the City recognized pension expense of $18,790. At September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 30,712	$ 160,926
Changes of assumptions	211,993	
Net difference between projected and actual earnings on pension plan investments		436,979
Employer contributions subsequent to the measurement date	135,045	
Total	$ 377,750	$ 597,905

$135,045 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 30, 2023.

Note 8 – Retirement Plan (Continued)

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 ended September 30:	
2023	$ (70,459)
2024	(62,612)
2025	(111,433)
2026	(123,586)
2027	12,890
Thereafter	0

Geneva Water and Sewer Board

For the year ended September 30, 2022, the Board recognized pension expense of $(5,375). At September 30, 2022, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		$ 82,008
Changes of assumptions	$ 41,376	
Net difference between projected and actual earnings on pension plan investments		106,575
Employer contributions subsequent to the measurement date	40,908	
Total	$ 82,284	$ 188,583

$40,908 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 30, 2023.

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 ended September 30:	
2023	$ (35,260)
2024	(32,173)
2025	(37,869)
2026	(39,338)
2027	(2,696)
Thereafter	129

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

Plan Description

The City of Geneva (the City) provides certain continuing health care benefits for retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the City. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit.

Benefits Provided

Medical and dental insurance benefits are provided through comprehensive plans and are made available to employees upon actual retirement. To qualify for retiree medical benefits, retirees must be eligible to retire under the provisions of the Retirement System of Alabama (RSA). The earliest retirement eligibility provisions are as follows: 25 years of service at any age; or, age 60 and 10 years of service (called "Tier I" members). Employees hired on and after January 1, 2013 (called "Tier II" members) are eligible to retire only after attainment of age 62 or later completion of 10 years of service.

Employees Covered by Benefit Terms

At September 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	45
Total	50

Total OPEB Liability

The City's total OPEB liability is $610,084 as of the measurement date of September 30, 2022. The total OPEB liability in the September 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.0%
Salary increases	3.0%, including inflation
Discount rate	2.15% annually (Beginning of Year to Determine ADC) 4.02%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	Prior to Medicare, 5.5% annually until year 2030, then 4.5% During Medicare, 3%
Mortality	SOA RP-2014 Table

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of September 30, 2022, the end of the applicable measurement period.

The actuarial assumptions used in the September 30, 2022 valuation were based on the results of ongoing evaluations of the assumptions from October 1, 2009 to September 30, 2022.

Changes in the Total OPEB Liability

Balance at September 30, 2021	$ 998,026
Changes for the year:	
Service cost	23,392
Interest	21,677
Changes of benefit terms	
Differences between expected and actual experience	(232,067)
Changes in assumptions	(187.878)
Benefit payments and net transfers	(10,066)
Net changes	(387,942)
Balance at September 30, 2022	$ 610,084

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 (3.02%) or 1-percentage-point higher (4.02%) than the current discount rate:

	1% Decrease (3.02%)	Current Rate (4.02%)	1% Increase (5.02%)
Total OPEB liability	$ 683,096	$ 610,084	$ 549,351

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 (4.50%) or 1-percentage-point higher (6.50%) than the current healthcare trend rates:

	1% Decrease (4.50%)	Current Rate (5.50%)	1% Increase (6.50%)
Total OPEB liability	$ 549,055	$ 610,084	$ 682,675

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

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

For the year ended September 30, 2022, the City recognized OPEB expense of $(38,526). At September 30, 2022, 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	$ 32,820	$ (211,640)
Changes of assumptions	154,463	(140,909)
Total	$ 187,283	$ (352,549)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending September 30:	
2023	$(80,595)
2024	(80,595)
2025	(80,595)
2026	15,304
2027	15,304
Thereafter	45,911

Note 10 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has obtained coverage from commercial insurance companies, effectively transferring any risk of loss.

Note 11 – Commitments and Contingencies

Bond Guarantee

The City has signed a funding agreement dated November 1, 2008 with the Geneva County Health Care Cooperative District ("District") and a corporate trustee with respect to a bond funding agreement with the District. This agreement obligates the City to pay to the Trustee, for the account of the District, an amount not to exceed $150,000 annually as principal and interest on the bonds in the event the District is unable to pay the scheduled debt service. The term of the agreement coincides with the amortization period of the bonds.

Note 11 – Commitments and Contingencies (Continued)

Grants

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

Construction Commitments – The City had open contract commitments to improvements as of September 30, 2022 as follows:

Contract amounts	$ 1,132,536
Amount expended through September 30, 2022	(637,381)
Remaining commitment on contract	$ 495,155

Required Supplementary Information

Required Supplementary Information
Budgetary Comparison Schedules - General Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2022

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 3,958,432	$ 3,958,432	$ 4,533,421	$ 574,989
Fees and fines	184,367	184,367	258,957	74,590
Licenses and permits	417,000	417,000	437,439	20,439
Intergovernmental	12,660	12,660	328,931	316,271
Charges for services	426,000	426,000	439,036	13,036
Investment earnings	184,500	184,500	131,633	(52,867)
Miscellaneous revenues	260,955	260,955	606,970	346,015
Total revenues	5,443,914	5,443,914	6,736,387	1,292,473
Expenditures				
Current:				
General government	963,984	963,984	1,011,946	(47,962)
Public safety	1,149,932	1,149,932	1,285,147	(135,215)
Sanitation	423,724	423,724	483,125	(59,401)
Welfare	141,796	141,796	129,837	11,959
Culture and recreation	451,056	451,056	533,855	(82,799)
Streets	599,344	599,344	542,529	56,815
Education	1,066,620	1,066,620	1,182,244	(115,624)
Debt service:				
Principal	31,435	31,435	304,250	(272,815)
Interest	7,272	7,272	8,360	(1,088)
Capital outlay	237,754	237,754	858,172	(620,418)
Capital outlay - leases	0	0	2,511,399	(2,511,399)
Total expenditures	5,072,917	5,072,917	8,850,864	(3,777,947)
Excess of revenues over (under) expenditures	370,997	370,997	(2,114,477)	(2,485,474)
Other financing sources (uses)				
Transfers in	1,031,977	1,031,977	1,522,803	490,826
Transfers out	(116,446)	(116,446)	(462,175)	(345,729)
Lease liabilities issued	0	0	2,511,399	2,511,399
Total other financing sources (uses)	915,531	915,531	3,572,027	2,656,496
Net change in fund balance	$ 1,286,528	$ 1,286,528	$ 1,457,550	$ 171,022

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - Grant Programs Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2022

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Intergovernmental	$ 615,146	$ 615,146	$ 1,100,881	$ 485,735
Miscellaneous revenues	36,240	36,240	36,220	(20)
Total revenues	651,386	651,386	1,137,101	485,715
Expenditures				
Debt service:				
Principal	16,000	16,000	16,000	0
Interest	11,500	11,500	11,745	(245)
Capital outlay	105,866	105,866	38,341	67,525
Total expenditures	133,366	133,366	66,086	67,280
Excess of revenues over (under) expenditures	518,020	518,020	1,071,015	552,995
Other financing sources (uses)				
Transfers in	14,210	14,210	35,407	21,197
Transfers out	(1,033,777)	(1,033,777)	(1,068,091)	(34,314)
Total other financing sources (uses)	(1,019,567)	(1,019,567)	(1,032,684)	(13,117)
Net change in fund balance	$ (501,547)	$ (501,547)	$ 38,331	$ 539,878

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - Gas Tax Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2022

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 110,425	$ 110,425	$ 111,341	$ 916
Intergovernmental	45,000	45,000	41,142	(3,858)
Investment earnings	900	900	1,279	379
Total revenues	156,325	156,325	153,762	(2,563)
Expenditures				
Debt service:				
Principal	45,000	45,000	45,000	0
Interest	13,926	13,926	13,925	1
Total expenditures	58,926	58,926	58,925	1
Excess of revenues over (under) expenditures	97,399	97,399	94,837	(2,562)
Net change in fund balance	$ 97,399	$ 97,399	$ 94,837	$ (2,562)

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	$ 139,622	$ 119,058	$ 127,831	$ 118,998	$ 121,207	$ 110,297	$ 114,342	$ 94,799
Interest	443,355	416,701	401,125	377,295	361,075	341,424	316,385	305,563
Change in benefit terms		67,284						
Changes in assumptions	230,056			28,260		187,214		
Difference between expected and actual experience	(131,879)	25,787	(70,682)	35,311	(52,764)	(55,560)	87,974	
Benefit payments, including refunds of employee contributions	(252,137)	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	169,412	(9,895)	2,267	(8,151)	(18,112)	4,311		
Net change in total pension liability	598,429	325,502	237,473	353,520	205,381	400,799	294,168	94,713
Total pension liability - beginning	5,883,920	5,558,418	5,320,945	4,967,425	4,762,044	4,361,245	4,067,077	3,972,364
Total pension liability - ending (a)	$ 6,482,349	$ 5,883,920	$ 5,558,418	$ 5,320,945	$ 4,967,425	$ 4,762,044	$ 4,361,245	$ 4,067,077
Plan fiduciary net position								
Contributions - employer	$ 103,832	$ 98,749	$ 95,089	$ 98,630	$ 105,307	$ 126,456	$ 112,324	$ 100,564
Contributions - employee	99,108	90,887	86,543	83,654	79,613	77,088	69,371	62,140
Net investment income	1,100,722	267,756	119,223	395,970	489,241	354,010	40,893	371,927
Benefit payments, including refunds of employee contributions	(252,137)	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	169,412	(9,895)	2,267	(8,151)	(18,112)	4,311	(1,467)	137,624
Net change in plan fiduciary net position	1,220,937	154,064	80,054	371,910	450,024	374,978	(3,412)	366,606
Plan net position - beginning	4,896,638	4,742,574	4,662,520	4,290,610	3,840,586	3,465,608	3,469,020	3,102,414
Plan net position - ending (b)	$ 6,117,575	$ 4,896,638	$ 4,742,574	$ 4,662,520	$ 4,290,610	$ 3,840,586	$ 3,465,608	$ 3,469,020
Net pension liability - ending (a) - (b)	$ 364,774	$ 987,282	$ 815,844	$ 658,425	$ 676,815	$ 921,458	$ 895,637	$ 598,057
Plan fiduciary net position as a percentage of the total pension liability	94.37%	83.22%	85.32%	87.63%	86.37%	80.65%	79.46%	85.30%
Covered-employee payroll	1,926,022	1,905,747	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890	1,085,240
Net pension liability as a percentage of covered-employee payroll	18.94%	51.81%	43.95%	38.46%	40.58%	65.95%	71.43%	55.11%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Schedule of Employer Contributions - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 135,045	$ 110,391	$ 104,465	$ 93,049	$ 98,225	$ 97,331	$ 129,568	$ 117,429
Contributions in relation to the actuarially determined contribution	135,045	110,391	104,465	93,049	98,225	97,331	129,568	117,429
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	2,204,535	1,926,022	1,905,747	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890
Contributions as a percentage of covered-employee payroll	6.13%	5.73%	5.48%	5.01%	5.74%	5.83%	9.27%	9.37%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in OPEB Liability and Related Ratios - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2022	2021	2020	2019	2018
Total OPEB liability					
Service cost	$ 20,392	$ 16,000	$ 20,023	$ 10,602	$ 0
Interest	21,677	21,359	23,803	3,601	3,265
Change in benefit terms				615,456	
Difference between expected and actual experience	(232,067)	(11,225)	(61,712)	49,230	(2,401)
Changes of assumptions	(187,878)	23,718	101,243	134,416	(4,636)
Benefit payments	(10,066)	(10,278)	(9,742)	(9,326)	(5,317)
Net change in total OPEB liability	(387,942)	39,574	73,615	803,979	(9,089)
Total OPEB liability - beginning	998,026	958,452	884,837	80,858	89,947
Total OPEB liability - ending	$ 610,084	$ 998,026	$ 958,452	$ 884,837	$ 80,858
Covered-employee payroll	1,577,683	1,192,169	1,157,446	1,299,961	0
Net OPEB liability as a percentage of covered-employee payroll	38.67%	83.72%	82.81%	68.07%	0.00%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	$ 14,168	$ 13,853	$ 14,764	$ 18,343	$ 17,373	$ 13,790	$ 13,631	$ 10,983
Interest	100,302	96,943	94,362	91,399	89,906	87,452	83,221	79,460
Change in benefit terms								
Changes in assumptions	37,855			3,571		47,799		
Difference between expected and actual experience	(29,622)	(11,694)	(30,710)	(29,503)	(43,286)	(37,300)	1,403	
Benefit payments, including refunds of employee contributions	(65,547)	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers			(747)	7,053				
Net change in total pension liability	57,156	53,699	34,782	44,294	21,106	64,987	54,281	47,556
Total pension liability - beginning	1,335,399	1,281,700	1,246,918	1,202,624	1,181,518	1,116,531	1,062,250	1,014,694
Total pension liability - ending (a)	$ 1,392,555	$ 1,335,399	$ 1,281,700	$ 1,246,918	$ 1,202,624	$ 1,181,518	$ 1,116,531	$ 1,062,250
Plan fiduciary net position								
Contributions - employer	$ 38,423	$ 41,639	$ 43,218	$ 42,894	$ 47,593	$ 58,143	$ 50,222	$ 51,876
Contributions - employee	16,613	15,180	14,848	13,355	13,647	11,830	10,648	10,934
Net investment income	267,266	65,032	28,169	91,602	110,356	77,741	8,751	77,372
Benefit payments, including refunds of employee contributions	(65,547)	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers			(747)	7,053			(6,074)	
Net change in plan fiduciary net position	256,755	76,448	42,601	108,335	128,709	100,960	19,573	97,295
Plan net position - beginning	1,208,803	1,132,355	1,089,754	981,419	852,710	751,750	732,177	634,882
Plan net position - ending (b)	$ 1,465,558	$ 1,208,803	$ 1,132,355	$ 1,089,754	$ 981,419	$ 852,710	$ 751,750	$ 732,177
Net pension liability - ending (a) - (b)	$ (73,003)	$ 126,596	$ 149,345	$ 157,164	$ 221,205	$ 328,808	$ 364,781	$ 330,073
Plan fiduciary net position as a percentage of the total pension liability	105.24%	90.52%	88.35%	87.40%	81.61%	72.17%	67.33%	68.93%
Covered-employee payroll	292,045	275,466	275,481	251,393	258,576	233,505	219,742	219,248
Net pension liability as a percentage of covered-employee payroll	-25.00%	45.96%	54.21%	62.52%	85.55%	140.81%	166.00%	150.55%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Employer Contributions - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 40,908	$ 39,563	$ 41,828	$ 44,232	$ 43,810	$ 48,523	$ 58,961	$ 50,222
Contributions in relation to the actuarially determined contribution	40,908	39,563	41,828	44,232	43,810	48,523	58,961	50,222
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	304,233	292,045	275,466	275,481	251,393	258,576	233,505	219,742
Contributions as a percentage of covered-employee payroll	13.45%	13.55%	15.18%	16.06%	17.43%	18.77%	25.25%	22.85%

The notes to the required supplementary information are an integral part of this schedule.

Notes to Required Supplementary Information

City of Geneva
Geneva, Alabama
September 30, 2022

Note 1 – Stewardship, Compliance, and Accountability

A. Budgetary Information

An annual budget is adopted for the General Fund, Grants program Fund, and Gas Tax Fund on the accrual basis which is consistent with accounting principles generally accepted in the United States of America (GAAP).

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

B. Excess of Expenditures over Appropriations

The General Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2022:

General government	$ 47,962
Public safety	135,215
Sanitation	59,401
Culture and recreation	82,799
Education	115,624
Debt service:	
Principal	272,815
Interest	1,088
Capital outlay	620,418
Capital outlay - leases	2,511,399

For capital outlay – leases and debt service principal, the excess is due to the required reporting for GASB87, Leases. This amount is the total lease assets added during implementation. For debt service principal, $262,725 is also related to GASB87, as it requires rental payments to be shown as debt service. The remaining excess expenditures were provided by additional monies received from taxes and intergovernmental revenues.

The Grant Programs Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2022:

Debt service:	
Interest	$ 245

The excess expenditures were provided by transfers from the general fund.

Note 2 – Pension Plan

The City of Geneva and Geneva Water and Sewer Board's defined benefit pension plan provides retirement and disability benefits, annual cost-of living adjustments, and death benefits to plan members and beneficiaries.

Actuarially determined contribution rates are calculated as of September 30, three years prior to the end of the fiscal year in which contributions are reported. Contributions for fiscal year 2022 were based on the September 30, 2019 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age
Amortization method	Level percent closed
Remaining amortization period	21.2 years (5.5 years for the Board)
Asset valuation method	Five year smoothed market
Inflation	2.75%
Salary increases	3.25 – 5.00%, including inflation
Investment rate of return	7.70%, net of pension plan investment expense, including inflation

There have been no changes in assumptions used to determine the total pension liability since the prior valuation of the ERS.

Note 3 – OPEB Plan

The City of Geneva (the City) provides certain continuing health care benefits for retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City.

Methods and assumptions used to determine the total OPEB liability:

Discount rate	4.02%
Mortality	RP-2014
Trend	Variable

The discount rate increased from 2.15% to 4.02% for the current year valuation. There have been no other changes in benefits or assumptions used to determine the total OPEB liability since the prior valuation.

Other Supplementary Information

Combining Balance Sheet - Nonmajor Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2022

	Levee Project	LCWF Soccer	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	$ 11,044		$ 11,044
Accounts receivable		$ 219,076	219,076
Total assets	11,044	219,076	230,120
Liabilities and fund balance			
Liabilities			
Due to other funds		219,076	219,076
Total liabilities		219,076	219,076
Fund balance			
Committed			
Total fund balance	11,044	0	11,044
Total liabilities and fund balance	$ 11,044	$ 219,076	$ 230,120

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

Schedule of Expenditures of Federal Awards

City of Geneva
Geneva, Alabama
September 30, 2022

Federal Grantor / Pass Through Grantor Agency	Program or Cluster Title	Assistance Listing Number	Contract Number	Passed Through to Subrecipients	Expenditures
United States Department of the Interior					
Passed through the Alabama Department of Economic and Community Affairs					
	Land and Water Conservatoin Fund	15.916	18-LW-1055	$ 0	$ 219,076
Total United States Department of Health and Human Services				0	219,076
United States Department of Health and Human Services					
Passed through the Health Reasources and Services Administration					
	Provider Relief Fund and American Rescue Plan Rural Distribution	93.498		$ 0	$ 29,115
Total United States Department of Health and Human Services				0	29,115
United States Department of Transportation					
Passed through the Alabama Department of Transportation					
	Airport Improvement Program	20.106	03-01-0034-014-2019	0	38,340
Passed through the Alabama Department of Economic and Community Affairs					
	State and Community Highway Safety	20.600		0	9,920
Total United States Department of Transportation					48,260
United States Department of Homeland Security					
Passed through the Alabama Emergency Management Agency					
	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA 4406-DR-AL	0	7,852
Total United States Department of Homeland Security					7,852

Schedule of Expenditures of Federal Awards (Continued)

City of Geneva
Geneva, Alabama
September 30, 2022

Federal Grantor / Pass Through Grantor Agency	Program or Cluster Title	Assistance Listing Number	Contract Number	Passed Through to Subrecipients	Expenditures
United States Department of Treasury					
Passed through the Alabama State Comptroller					
	Coronavirus State and Local Fiscal Recovery Funds (COVID-19)	21.027		0	1,019,615
	Coronavirus State and Local Fiscal Recovery Funds (COVID-19)	21.027		0	10,320
Passed through the Alabama Department of Transportation					
	Coronavirus Relief Fund	21.019		0	42,926
Total United States Department of Treasury					1,072,861
United States Department of Housing and Urban Development					
Passed through the Geneva County Commission					
	Community Development Block Grant	14.228		0	74,300
Total United States Department of Homeland Security					74,300
Total Federal Financial Assistance				$ 0	$ 1,451,464

The notes to the supplementary information are an integral part of this schedule.

Notes to the Schedule of Expenditures of Federal Awards

City of Geneva, Alabama
Geneva, Alabama
September 30, 2022

Note 1 – Reporting Entity

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City under programs of the federal government for the year ended September 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, activities, or cash flows of the City.

Note 2 – Basis of Accounting

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principle contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. This method is consistent with the preparation of the City's financial statements.

Note 3 – Indirect Cost Rates

The City has elected not to use the 10% de minimis cost rate allowed under Uniform Guidance.

ALDRIDGE BORDEN COMPANY

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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*

Mayor and City Council of
The City of Geneva
Geneva, Alabama

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Geneva, Alabama's basic financial statements, and have issued our report thereon dated June 29, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Geneva's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Geneva's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Geneva'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 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 considered to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

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 result of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
June 29, 2023

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Independent Auditors' Report on Compliance for Each Major Federal Program
and Report on Internal Control Over Compliance Required by the Uniform Guidance

City Council
City of Geneva, Alabama
Geneva, Alabama

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Geneva's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Geneva's major federal programs for the year ended September 30, 2022. The City of Geneva's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

City of Geneva, Alabama's basic financial statements include the operations of the Geneva City Board of Education and the Geneva Water and Sewer Board which expended federal awards that are not included in City of Geneva, Alabama's schedule of expenditures of federal awards during the year ended September 30, 2022. Our audit, described below, did not include the operations of the Geneva City Board of Education because the Board engaged other auditors to perform an audit of compliance and does not included the Water and Sewer Board as they also issued their own financial statements.

In our opinion, the City of Geneva 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 September 30, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
June 29, 2023

Schedule of Findings and Questioned Costs

City of Geneva, Alabama
Geneva, Alabama
For the year ended September 30, 2022

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	**UNMODIFIED**	
Internal control over financial reporting:		
Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiencies identified not considered to be material weaknesses?	☐ Yes	☒ None reported
Noncompliance material to financial statements noted?	☐ Yes	☒ No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiencies identified not considered to be material weaknesses?	☐ Yes	☒ None reported
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 Uniform Guidance 2 CFR Part 200.516.(a)?	☐ Yes	☒ No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
21.027	**Coronavirus State and Local Fiscal Recovery Funds**

Dollar threshold used to distinguish between Type A and Type B programs:	**$ 750,000**	
Auditee qualified as low-risk auditee?	☐ Yes	☒ No

City of Geneva, Alabama
Geneva, Alabama
For the year ended September 30, 2022

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Uniform Guidance.

No matters were reported.

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City Council
City of Geneva
Geneva, Alabama

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama as of and for the year ended September 30, 2022, and have issued our report thereon dated June 29, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Governmental Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 1, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Geneva are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the City of Geneva changed accounting policies related to leases by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 87, *Leases*, in the year ended September 30, 2022. We noted no transactions entered into by the City of Geneva during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

Management's estimate of the allowance for uncollectible municipal court accounts and Rescue Squad receipts is based on prior experience and historical collections.

Management's estimate of the useful lives of depreciable assets is based on the type of asset, prior experience, and current economic conditions.

Management's estimates of the deferred outflows/inflows and net pension liability of the defined benefit pension plan are based on assumptions developed by the Retirement Systems of Alabama.

Management's estimates of the deferred outflows/inflows and net other post-employment benefit plan are based on historical studies and current trends.

Management's estimates of the discount rate used for estimating the lease liabilities due is based on its historical borrowing rates.

We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to the financial statement users. The most sensitive disclosures affecting the financial statements were:

The disclosures relating to the reporting entity and inclusion of other entities in Note 1 to the financial statements.

The disclosure relating to long-term debt in Note 5 to the financial statements, which describes the general obligation warrants, notes payable and the future debt service amounts.

The disclosure relating to long-term debt in Note 6 to the financial statements, which describes the leases the City is a party to, future minimum rental receipts and payments, and leasing revenue and expense recognized in the financial statements.

The disclosure relating to the pension plan in Note 8 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.

The disclosure relating to the other post-employment benefit plan in Note 9 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.

The disclosure relating to commitments and contingencies in Note 11 to the financial statements, which describes the amounts the City is obligated for during and subsequent to September 30, 2022.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The journal entries attached to the management representation letter that were detected as a result of audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the independent auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated June 29, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Budgetary Comparison Schedule – General Fund, Budgetary Comparison Schedule – Grants Fund, Budgetary Comparison Schedule – Gas Tax Fund Schedule of Changes in Net Pension Liability - City, Schedule of Employer Contributions - City, and Schedule of Changes in the OPEB Liability and Related Ratios – City, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Combining Balance Sheet – Nonmajor Governmental Funds, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds, and the Schedule of Expenditures of Federal Awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the City Council and management of the City of Geneva and is not intended to be, and should not be, used by anyone other than these specified parties.

Aldridge, Borden and Company, P.C.

June 29, 2023

2023 Financial Statements

City of Geneva

Geneva, Alabama

ALDRIDGE BORDEN OneSource

Partners
Rhonda L. Sibley, CPA, AEP®
Jeffrey T. Windham, CPA, ABV, CFF, CVA
B. David Chandler, CPA, CVA
Scott E. Grier, CPA, CVA
Corey R. Savoie, CPA
Jason A. Westbrook, CPA, CVA
Jessica L. Hudson, CPA
Amanda B. Hines, CPA
D. Joseph Mills, CPA
Principals
Ashley C. Lough, CPA
Melissa W. Hill, CPA

Independent Auditor's Report

Honorable Mayor and Members of the
City Council
City of Geneva, Alabama

Report of the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama (the "City"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 1, the financial statements referred to above include only the primary government of the City of Geneva, Alabama, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the City of Geneva, Alabama's legal entity, including the Geneva Water and Sewer Board, a legally separate entity that is reported as a blended component unit.

These primary government financial statements do not include financial data for the City of Geneva, Alabama's legally separate component unit, Geneva City Board of Education, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the City of Geneva, Alabama's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the City of Geneva, Alabama, as of September 30, 2023, the changes in its financial position, or, where applicable, its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other auditors have been engaged to audit, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Geneva City Board of Education, as of and for the year ended September 30, 2023.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Financial Statements

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

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

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

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

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America also require that the budgetary comparison schedules, schedules of changes in net pension liability, schedules of employer contributions, and schedule of changes in OPEB liability and related ratios as listed in the table of contents 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 combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements 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 the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated May 28, 2024 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.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
May 28, 2024

City of Geneva
Geneva, Alabama
September 30, 2023

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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*

Basic Financial Statements

Statement of Net Position

City of Geneva
Geneva, Alabama
As of September 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Public Building Authority
Assets				
Cash and cash equivalents	$ 4,627,139	$ 850,688	$ 5,477,827	$ 108,609
Investments	1,293,141	75,000	1,368,141	
Accounts receivable, net	1,478,534	479,114	1,957,648	
Grants receivable		124,951	124,951	
Lease receivable	2,358,191		2,358,191	1,998,274
Accrued interest receivable	11,174		11,174	69,216
Unbilled revenue		33,631	33,631	
Prepaid expenses		32,009	32,009	
Internal balances	34,245	(34,245)		
Right of use leased assets, net	2,054,781		2,054,781	
Restricted assets:				
Cash and cash equivalents		107,908	107,908	
Capital assets:				
Non-depreciable	2,069,955	70,707	2,140,662	3,000
Depreciable, net	10,251,971	9,192,079	19,444,050	2,402,689
Total assets	24,179,131	10,931,842	35,110,973	4,581,788
Deferred outflows of resources				
Deferred outflows related to pension	903,923	500,504	1,404,427	
Deferred outflows related to OPEB	161,989		161,989	
Total deferred outflows of resources	1,065,912	500,504	1,566,416	
Liabilities				
Accounts payable	411,637	63,216	474,853	
Accrued liabilities	57,278	23,728	81,006	
Other payables	690		690	
Due to other funds	3,006		3,006	
Customer deposits		107,908	107,908	
Accrued interest payable	59,266		59,266	
Long-term liabilities				
Portion due within one year:				
Bonds payable	88,000		88,000	180,000
Notes payable	18,578	155,741	174,319	
Lease liabilities	205,059		205,059	
Portion due or payable after one year:				
Bonds payable	517,250		517,250	1,570,000
Notes payable	38,980	1,816,950	1,855,930	
Lease liabilities	1,847,421		1,847,421	
Other post-employment benefits	659,093		659,093	
Net pension liability	1,447,851	384,629	1,832,480	
Total liabilities	5,354,109	2,552,172	7,906,281	1,750,000
Deferred inflows of resources				
Deferred inflows related to property taxes	475,364		475,364	
Deferred inflows related to leases	2,267,929		2,267,929	2,001,668
Deferred inflows related to pension	59,674	142,469	202,143	
Deferred inflows related to OPEB	238,727		238,727	
Total deferred inflows of resources	3,041,694	142,469	3,184,163	2,001,668
Net position				
Invested in capital assets, net of debt	11,659,118	7,290,094	18,949,213	655,689
Restricted	942,168		942,168	
Unrestricted	4,247,954	1,447,611	5,695,564	174,431
Total net position	$ 16,849,240	$ 8,737,705	$ 25,586,945	$ 830,120

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

Statement of Activities

City of Geneva
Geneva, Alabama
For the year ended September 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 1,665,849	$ 466,023		
Public safety	1,511,755	138,779	$ 77,691	
Sanitation	534,318	460,665		
Welfare	164,925		9,145	
Culture and recreation	607,990	56,137	12,123	$ 129,474
Streets and roads	794,375			41,395
Education	1,225,780			
Interest charges	89,654			
Total governmental activities	6,594,646	1,121,604	98,959	170,869
Business-type activities				
Water and Sewer Board	1,596,593	1,440,036		
Rescue Squad	805,314	718,165		
Total business-type activities	2,401,907	2,158,201		
Total primary government	$ 8,996,553	$ 3,279,805	$ 98,959	$ 170,869
Component unit				
Public Building Authority	$ 145,496			
Total component unit	$ 145,496			
General revenues:				
Taxes				
Sales taxes				
Property taxes				
Franchise taxes				
Gas taxes				
Other taxes				
Grants and contributions not restricted to specific programs				
Miscellaneous income				
Earnings on investments				
Loss on sale of capital assets				
Transfers				
Total general revenues				
Change in net position				
Net position, beginning				
Net position, ending				

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

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Public Building Authority
$ (1,199,826)		$ (1,199,826)	
(1,295,285)		(1,295,285)	
(73,653)		(73,653)	
(155,780)		(155,780)	
(410,256)		(410,256)	
(752,980)		(752,980)	
(1,225,780)		(1,225,780)	
(89,654)		(89,654)	
(5,203,214)		(5,203,214)	
	$ (156,557)	(156,557)	
	(87,149)	(87,149)	
	(243,706)	(243,706)	
$ (5,203,214)	$ (243,706)	$ (5,446,920)	
			$ 145,496
			$ 145,496
$ 3,690,485		$ 3,690,485	
431,037		431,037	
63,400		63,400	
245,246		245,246	
428,925		428,925	
204,453	$ 116,608	321,061	
587,620	53,730	641,350	$ 285,112
318,992	913	319,905	1,904
(33,736)		(33,736)	
(43,668)	43,668		
5,892,754	214,919	6,107,673	287,016
689,540	(28,787)	660,753	141,520
16,159,700	8,766,492	24,926,192	688,600
$ 16,849,240	$ 8,737,705	$ 25,586,945	$ 830,120

Balance Sheet - Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2023

	General Fund	Gas Tax Fund	LCWF Soccer	Other Governmental Funds	Total Governmental Funds
Assets					
Cash	$ 3,710,791	$ 764,415		$ 151,933	$ 4,627,139
Investments	765,720				765,720
Accounts receivable, net	1,235,176	10,172	$ 129,474	103,712	1,478,534
Lease receivable	2,369,365				2,369,365
Due from Water and Sewer Board	37,252				37,252
Due from other funds	219,373		89,736	29,963	339,072
Total assets	8,337,677	774,587	219,210	285,608	9,617,082
Liabilities and fund balance					
Liabilities					
Accounts payable	304,761		89,736	17,273	411,770
Due to other funds	92,757		129,474	119,846	342,077
Other payable				690	690
Accrued expenses	57,278				57,278
Total liabilities	454,796		219,210	137,809	811,815
Deferred inflows of resources					
Property tax revenue	475,364				475,364
Lease revenue	2,267,929				2,267,929
Total deferred inflows of resources	2,743,293				2,743,293
Fund balance					
Restricted	30,826	774,587		136,755	942,168
Committed				11,044	11,044
Unassigned	5,108,762				5,108,762
Total fund balance	5,139,588	774,587	0	147,799	6,061,974
Total liabilities, deferred inflows of resources, and fund balances	$ 8,337,677	$ 774,587	$ 219,210	$ 285,608	$ 9,617,082

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

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

City of Geneva
Geneva, Alabama
September 30, 2023

Total fund balance - total governmental funds		$ 6,061,974
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Right to use leased assets, net of accumulated amortization, are not financial resources and therefore, are not reported in the funds.		
Right to use assets	$ 2,511,399	
Less accumulated depreciation	(456,618)	
	$ 2,054,781	2,054,781
Capital assets, net of accumulated depreciation, are not financial resources and therefore, are not reported in the funds.		
Governmental capital assets	$ 19,745,106	
Less accumulated depreciation	(7,423,180)	
	$ 12,321,926	12,321,926
The portion of the fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a current financial resource and is therefore not reported in the governmental funds.		524,546
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position. Balances are as follows:		
Deferred outflows of resources		
Pension		903,923
OPEB		161,989
Deferred inflows of resources		
Pension		(59,674)
OPEB		(238,727)
Lease liabilities		(2,052,480)
Accrued interest payable		(59,266)
Net pension liability		(1,447,851)
OPEB liability		(659,093)
Bonds and notes payable		(662,808)
Net position of governmental activities		$ 16,849,240

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

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2023

	General Fund	Gas Tax Fund	LCWF Soccer	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 4,746,387	$ 112,705			$ 4,859,092
Fees and fines	138,779				138,779
Licenses and permits	466,023				466,023
Intragovernmental revenues	150,642	41,395	$ 129,474	$ 67,953	389,464
Charges for services	460,665				460,665
Investment income	350,964	1,470			352,434
Miscellaneous revenues	701,724			29,705	731,429
Total revenues	7,015,184	155,570	129,474	97,658	7,397,886
Expenditures					
Current:					
General government	1,132,283			53,181	1,185,464
Public safety	1,357,264				1,357,264
Sanitation	476,114				476,114
Welfare	146,492				146,492
Culture and recreation	564,588				564,588
Streets and roads	589,670				589,670
Education	1,225,780				1,225,780
Capital outlay	859,000		1,124,059		1,983,059
Debt service:					
Principal	237,426	50,000		16,000	303,426
Interest	71,918	12,350		11,051	95,319
Total expenditures	6,660,535	62,350	1,124,059	80,232	7,927,176
Excess of revenues over (under) expenditures	$ 354,649	$ 93,220	$ (994,585)	$ 17,426	$ (529,290)
Other financing sources (uses)					
Transfers in	$ 193,388		$ 1,124,059	$ 36,587	$ 1,354,034
Transfers (out)	(1,198,295)		(129,474)	(69,933)	(1,397,702)
Proceeds from sale of capital assets	25,000				25,000
Total other financing sources (uses)	(979,907)		994,585	(33,346)	(18,668)
Net changes in fund balance	(625,258)	93,220	0	(15,920)	(547,958)
Fund balances, beginning	5,764,846	681,367	0	163,719	6,609,932
Fund balances, ending	$ 5,139,588	$ 774,587	$ 0	$ 147,799	$ 6,061,974

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

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2023

Net change in fund balances - total governmental funds		$ (547,958)
The change in net position reported for governmental activities in the Statement of Activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	$ 1,983,059	
Depreciation expense	(648,631)	
	$ 1,334,428	1,334,428
Governmental funds report right to use leased assets as general expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the term of the lease and reported as amortization expense.		
Amortization expense	$ (228,309)	(228,309)
Proceeds from the sale of capital assets are reported without taking into consideration the book value of the asset in governmental funds. However, in the Statement of Activities, the book value must be considered in calculating net proceeds/loss.		
Proceeds from disposal of assets	$ (25,000)	
Loss reported on the Statement of Activities	(33,736)	
Net book value of assets	$ (58,736)	(58,736)
The portion of the change in fair value of the investment in the joint venture with Geneva County Gas District attributable to capital asset activity is not considered to be a change in currrent financial resources, and is therefore not reported in the governmental funds		(33,442)
Cash pension contributions reported in the funds were greater than the calculated pension expense on the Statement of Activities and therefore increase net position.		(125,053)
Debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position.		
Lease liability payments	$ 196,194	
Debt principal repayments	107,232	
Interest expense - lease liabilities	5,665	
	$ 309,091	309,091
Other post-employment benefit obligations reported in the Statement of Activities does not require the use of current financial resources; therefore, is not reported as an expenditure in governmental funds.		39,519
Change in Net Position of Governmental Activities		$ 689,540

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

Statement of Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
As of September 30, 2023

	Water and Sewer Board	Rescue Squad	Total
Assets			
Current assets			
Cash and cash equivalents	$ 761,204	$ 89,484	$ 850,688
Certificates of deposit	75,000		75,000
Accounts receivable, net	172,769	306,345	479,114
Grant receivable	124,951		124,951
Due from other funds		3,006	3,006
Unbilled revenue	33,631		33,631
Prepaid expenses	32,009		32,009
Total current assets	1,199,564	398,835	1,598,399
Noncurrent assets			
Cash and cash equivalents, restricted	107,908		107,908
Capital assets, not being depreciated	70,707		70,707
Capital assets being depreciated, net	8,982,891	209,188	9,192,079
Total noncurrent assets	9,161,506	209,188	9,370,694
Total assets	10,361,070	608,023	10,969,093
Deferred outflows of resources			
Deferred outflows related to pension	328,186	172,318	500,504
Liabilities			
Current liabilities			
Accounts payable	43,152	20,064	63,216
Due to other funds	37,251		37,251
Other accrued expenses	12,168	11,560	23,728
Notes payable - current	146,703	9,038	155,741
Customer deposits, payable from restricted cash and cash equivalents	107,908		107,908
Total current liabilities	347,182	40,662	387,844
Noncurrent liabilities			
Net pension liability	138,156	246,473	384,629
Notes payable, net of current portion	1,815,374	1,576	1,816,950
Total noncurrent liabilities	1,953,530	248,049	2,201,579
Total liabilities	2,300,712	288,711	2,589,423
Deferred inflows of resources			
Deferred inflows related to pension	87,410	55,059	142,469
Net position			
Net investment in capital assets	7,091,520	198,574	7,290,094
Unrestricted	1,209,614	237,997	1,447,611
Total net position	$ 8,301,134	$ 436,571	$ 8,737,705

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

Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2023

	Water and Sewer Board	Rescue Squad	Total
Operating revenues			
Charges for services, net	$ 1,440,036	$ 718,165	$ 2,158,201
Operating expenses			
Salaries, wages, and employee benefits	344,374	566,151	910,525
Contractual services	45,983		45,983
Utilities	205,069	9,413	214,482
Repairs and maintenance	300,756	76,709	377,465
Other supplies and expenses	51,312	73,290	124,602
Insurance claims and expenses	96,814	11,931	108,745
Depreciation	489,288	67,260	556,548
Total operating expenses	1,533,596	804,754	2,338,350
Operating income	(93,560)	(86,589)	(180,149)
Nonoperating revenues (expenses)			
Grant revenue	63,095	53,513	116,608
Interest income	871	42	913
Miscellaneous revenue	51,184	2,546	53,730
Interest expense	(62,997)	(560)	(63,557)
Total nonoperating revenues (expenses)	52,153	55,541	107,694
Income before transfers	(41,407)	(31,048)	(72,455)
Transfers in		52,421	52,421
Transfers out		(8,753)	(8,753)
Change in net position	(41,407)	12,620	(28,787)
Fund balances, beginning	8,342,541	423,951	8,766,492
Fund balances, ending	$ 8,301,134	$ 436,571	$ 8,737,705

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

Statement of Cash Flows - Proprietary Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2023

	Water and Sewer Board	Rescue Squad	Total
Cash flows from operating activities			
Cash received from customers	$ 1,450,304	$ 666,974	$ 2,117,278
Cash paid to suppliers	(694,183)	(160,686)	(854,869)
Cash paid to employees	(474,871)	(540,466)	(1,015,337)
Net cash from operating activities	281,250	(34,178)	247,072
Cash flows from capital and related financing activities			
Principal payments on long-term debt	(140,400)	(8,741)	(149,141)
Acquisition of capital assets		(43,668)	(43,668)
Capital grant revenue		26,758	26,758
Transfer of grant funds for capital assets		43,668	43,668
Other receipts	51,184	2,546	53,730
Interest expense	(62,997)	(560)	(63,557)
Net cash from capital and related financing activities	(152,213)	20,003	(132,210)
Cash flows from investing activities			
Investment income	871	42	913
Net cash from investing activities	871	42	913
Net change in cash and cash equivalents	129,908	(14,133)	115,775
Cash and cash equivalents - beginning of year	739,204	103,617	842,821
Cash and cash equivalents - end of year	$ 869,112	$ 89,484	$ 958,596
Displayed on Statement of Net Position as			
Cash and cash equivalents - current assets	$ 761,204	$ 89,484	$ 850,688
Cash and cash equivalents - noncurrent assets	107,908		107,908
Cash and cash equivalents - end of year	$ 869,112	$ 89,484	$ 958,596

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

	Water and Sewer Board	Rescue Squad
Reconciliation of operating income (loss) to net cash from operating activities		
Operating income (loss)	$ (93,560)	$ (86,589)
Adjustments to reconcile change in net position to net cash from operating activities		
Depreciation	489,288	67,260
Changes in assets and liabilities		
Accounts receivable and unbilled revenue	7,910	(51,191)
Due to other governments	208	
Accounts payable and accrued expenses	10,962	10,657
Customer deposits	2,358	
Deferred outflow of resources	(245,902)	(119,323)
Deferred inflow of resources	(101,173)	(82,781)
Net pension liability	211,159	227,789
Total adjustments	374,810	52,411
Net cash from operating activities	$ 281,250	$ (34,178)

City of Geneva
Geneva, Alabama
September 30, 2023

Note 1 – Summary of Significant Accounting Policies

A. Reporting Entity

The City of Geneva, Alabama (the "City") is a municipal corporation governed by an elected mayor and City Council. As required by generally accepted accounting principles (GAAP), these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations. The Industrial Development Board (the Board) is a blended component unit for the City and included in general government operations. The City appoints the governing body of the Board and can significantly influence its programs, projects, and services.

In evaluating the City as a reporting entity, management has considered all potential component units in accordance with Section 2100: *Defining the Financial Reporting Entity* of the Governmental Accounting Standards Board (GASB) Codification.

Geneva City Board of Education - The Geneva City Board of Education (the "BOE") is responsible for education within the government's jurisdiction. The members of the Board are appointed by the mayor and City Council. The Board is also financially dependent upon the government. These primary government financial statements do not include financial data or disclosures for the BOE. Complete financial statements for the BOE may be obtained at the BOE's administrative office.

Blended component units

The Geneva Water and Sewer Board (the "Water and Sewer Board"), the Geneva Rescue Squad (the "Rescue Squad"), and Industrial Development Board of the City of Geneva (the "Industrial Development Board") serve all citizens of the government. The Water and Sewer Board is governed by a board appointed by the City Council. The Water and Sewer Board and the Rescue Squad are reported as proprietary funds. The Industrial Development Board activity is presented within the General Fund.

Discretely Presented Component Units

Public Building Authority - The Public Building Authority (the "PBA") owns the Department of Human Resources Building of Geneva County. The City leases the building from the PBA and subleases to the State of Alabama. Members of the Public Building Authority's Board are appointed by the City Council. Separate financials are not issued for the Public Building Authority.

Note 1 – Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements

Financial information for the City and the primary government is presented as follows:

- *Basic Financial Statements:* Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities.

  These statements report all of the non-fiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions, and are reported separately from business-type activities, which rely, to a significant extent, on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

  The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and (b) grants and contributions restricted to meeting the operational or capital requirements of a particular function or program. Revenues that are not classified as program revenues, including all taxes and other items, are presented as general revenues.

- *Fund Financial Statements* consist of a series of statements focusing on information about the City's major governmental funds.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

Note 1 – Summary of Significant Accounting Policies (Continued)

The 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. For this purpose, the government considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- General Fund: The General Fund is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.
- Gas Tax Fund: The Gas Tax Fund is a special revenue fund that accounts for taxes and contributions that are legally restricted to expenditures for a specific purpose according to state or federal law.
- LCWF Soccer: The LCWF Soccer Fund is a special revenue fund that accounts for the grants and contributions that are restricted to the soccer field development.

The City reports the following major proprietary funds:

- Water and Sewer Board: This fund accounts for the operation of the water and sewer system.
- Rescue Squad Fund: This fund accounts for operations of the rescue squad.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Interfund Activity

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" within the fund financial statements. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any residual balance outstanding between the governmental and business-type activities at the end of the fiscal year, which are reported in the government-wide financial statements as internal balances.

Interfund transactions are reflected as services provided, reimbursements, or transfers. Services provided, deemed to be at or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or business-type funds are funds are netted as part of the reconciliation to the government-wide presentation.

Investments

The City's investments are limited to certificates of deposit carried at amortized cost and a joint venture with other municipalities in Geneva County in a gas distribution district reported using the equity method.

Receivables and Payables

Unbilled receivables – For the Geneva Water and Sewer Board, unbilled revenues are based on the usage incurred in September and billed during October following the close of the fiscal year.

Allowance for doubtful accounts – Accounts receivable have been reported net of the allowance for doubtful accounts. Rescue Squad receivables in excess of 90 days comprise the proprietary funds accounts receivable allowance for uncollectible accounts. The Water and Sewer Board reports no allowance for doubtful accounts; all outstanding Water and Sewer Board receivables at year end are considered collectible. Water and Sewer Board accounts receivable are written off on an individual basis in the year they are deemed uncollectible.

Leases receivable - The City and the PBA's leases receivable are measured at the present value of lease payments expected to be received during the lease term.

Note 1 – Summary of Significant Accounting Policies (Continued)

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Certain assets of the City are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Customer deposit accounts – Deposited in non-interest-bearing accounts and refunded upon termination of service with the Water and Sewer Board and satisfaction of all obligations due.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 for equipment and $25,000 for buildings and land with an estimated useful life in excess of one year.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of acquisition date or amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Asset class	Years
Buildings	20 – 50
Improvements	7 – 30
Equipment	3 – 20
Water and sewer system	25 - 50

Note 1 – Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

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 has two (2) items that qualify for reporting as deferred outflows of resources, the *deferred outflows related to pension* and the *deferred outflows related to OPEB*, all reported in the government-wide and proprietary funds statements of net position. The deferred outflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria.* The deferred outflows related to pension will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. The deferred outflows related to OPEB result from claims payments made related to the total OPEB liability (TOL) subsequent to the measurement date, in accordance with GASB Statement No. 75.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four (4) items that qualify for reporting as deferred inflows of resources. The deferred inflows related to pension are an aggregate of items related to pensions as calculated in accordance with GASB Codification Section P20: Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria. The deferred inflows related to pension will be recognized as a reduction to pension expense in future reporting years. The deferred inflows related to OPEB result from the net difference between expected and actual experience and effects of changes in the assumptions or other inputs, in accordance with GASB Statement No. 75. The deferred inflows of property tax revenue relate to property taxes (and special assessments, if applicable) that are deferred and recognized as an inflow of resources in the period that the amounts become available. The deferred inflows related to leases is the amount of the lease revenue the City will receive in relation to its sublease held on a building. See Note 6 for further information.

The PBA has one (1) item that qualifies for reporting as a deferred inflow of resources. The deferred inflows related to leases is the amount of the lease revenue the PBA will receive in relation to its lease on their building. See Note 6 for further information.

Note 1 – Summary of Significant Accounting Policies (Continued)

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 and are recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section I30: Interest Costs – Imputation, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

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.

Leases

The PBA owns a building that it leases to the City. The City subleases this building to an unrelated organization. Both of these leases are noncancellable. The City has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease. At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be paid during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments paid. The City and the PBA have recorded lease receivables and deferred inflows related to the leases that they are the lessor for as well. At the commencement of a lease, the City and the PBA initially measure the lease receivables at the present value of payments expected to be received during the lease term and a corresponding deferred inflow is also recorded. Subsequently, the lease receivable and deferred inflow are reduced by the lease payments received.

Key estimates and judgments related to leases include how the City and PBA determine (1) the discount rate used to discount the expected lease receipts and payments to present value, (2) lease term, and (3) lease receipts and payments.

As a lessee, the City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.

Note 1 – Summary of Significant Accounting Policies (Continued)

As lessor, the City and PBA uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City and the PBA generally use their estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments. Lease receipts included in the measurement of the lease receivable are composed of fixed payments. The City and PBA monitor changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension and pension expense 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.

Other Post-Employment Benefits ("OPEB") Liability

For purposes of measuring total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the economic resources measurement focus and full accrual basis of accounting are utilized. Benefit payments are recognized when due and payable in accordance with the benefit terms.

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund balance flow assumptions – Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

<u>Revenues and Expenditures/Expenses</u>

Program revenues – Amounts reported as 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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Note 1 – Summary of Significant Accounting Policies (Continued)

Property taxes – Property taxes attach as an enforceable lien on real property and are levied by the County Commission at the first regular meeting in February of each year based on the property record as of the preceding October 1. The taxes are due the following October 1 and are delinquent after December 31st. The enforceable claim exists as of October 1 preceding the February meeting of the County Commission.

Proprietary funds operating and nonoperating revenues and expenses – 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 Rescue Squad and the PBA are charges to customers for services and rental income. 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.

Economic Dependency

The City receives a substantial amount of revenue in the form of sales tax. A significant reduction in the level of this support would have an adverse effect on the City's activities.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make various estimates. Actual results could differ from those estimates.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, May 28, 2024, and determined there were no events that occurred that required disclosure.

Recently Issued and Implemented Accounting Pronouncements

In May 2019, the GASB issued Statement No. 91 (GASB 91), Conduit Debt Obligations. The primary objectives of GASB 91 are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB 91 achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of GASB 91 are effective for reporting periods beginning after December 15, 2021. GASB 91 had no impact on the City's financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

In March 2020, the GASB issued Statement No. 94 (GASB 94), Public-Private and Public-Public Partnerships and Availability Payment Arrangements. The primary objective of GASB 94 is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in GASB 94, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in GASB 94 as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. GASB 94 also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in GASB 94, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. GASB 94 is effective for fiscal years beginning after June 15, 2022. GASB 94 had no impact on the City's financial statements.

In May 2020, the GASB issued GASB Statement No. 96 (GASB 96), Subscription-Based Information Technology Arrangements. GASB 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). GASB 96 (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The requirements of GASB 96 are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Assets and liabilities resulting from SBITAs should be recognized and measured using the facts and circumstances that existed at the beginning of the fiscal year in which GASB 96 is implemented. Governments are permitted, but are not required, to include in the measurement of the subscription asset capitalizable outlays associated with the initial implementation stage and the operation and additional implementation stage incurred prior to the implementation of GASB 96. GASB 96 is effective for fiscal years beginning after June 15, 2022. GASB 96 was implemented by the City; however, the City has no material agreements for which the standard applies. Therefore, there was no impact on the City's financial statements.

Note 1 – Summary of Significant Accounting Policies (Continued)

The GASB has issued statements that will become effective in future years. These statements are as follows:

In June 2022, the GASB issued statement No. 101 (GASB 101), Compensated Absences. The primary objective of GASB 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements for GASB 101 are effective for reporting periods beginning after December 15, 2023.

In December 2023, the GASB issued statement No. 102 (GASB 102), Certain Risk Disclosures. The primary objective of GASB 102 is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The requirements of GASB 102 are effective for reporting periods beginning after June 15, 2024.

The City is evaluating the requirements of the above statements and the impact on reporting.

Note 2 – Deposits and Investments

As of September 30, 2023, the City's bank balances were entirely covered by federal depository insurance (FDIC) and the Security for Alabama Funds Enhancement ("SAFE") Program.

The SAFE Program was established by the Alabama Legislature and is governed by the provisions contained in the Code of Alabama 1975, Sections 41-14A-1 through 41-14A-14. Under the SAFE Program, all public funds are protected through a collateral pool administered by the Alabama State Treasurer's Office. Under this program, financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that financial institution would be liquidated by the State Treasurer to replace the public deposits not covered by the FDIC. If the securities pledged fail to produce adequate funds, every institution participating in the pool would share the liability for the remaining balance.

Note 2 – Deposits and Investments (Continued)

Custodial credit risk – Custodial credit risk for deposits is the risk in the event of the failure of a depository financial institution a government may not be able to recover deposits. Monies placed on deposit with financial institutions in the form of demand deposits, time deposits or certificate of deposits are defined as public deposits. The financial institutions in which the City places its deposits are certified as "qualified public depositories," as required under the SAFE Program. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Interest rate risk – Interest rate risk is the possibility that interest rates will rise and reduce the fair value of an investment.

Credit risk – Section I50: Investments of the GASB Codification requires that governments provide information about credit risk associated with their investments by disclosing the credit rating of investments in debt securities as described by nationally recognized statistical rating organizations. As of September 30, 2023, the City does not have any investments in debt securities.

Concentration risk – Section I50: Investments of the GASB Codification requires disclosures of investments in any one issuer that represents five percent or more of total investments. There are no such reportable concentrations of investments as of September 30, 2023.

The City's liquid investments consist of certificates of deposit with original maturities of more than three months from the date of acquisitions and are carried at amortized cost. In addition to its liquid investments, the City, along with other municipalities in Geneva County, Alabama, invested in the Geneva County Gas District ("Gas District"). Details of the Gas District investment, which is accounted for using the equity method, are detailed below. At September 30, 2023, the City held the following investments:

		Fair Value	
	Maturities	Governmental	
Investment Type	0-1 Year	Activities	General Fund
Certificates of deposit	$ 137,694	$ 137,694	$ 137,694
Joint venture		1,155,447	628,026
Total investments	$ 137,694	$ 1,293,141	$ 765,720

The Gas District is engaged in the business of sales and transport of natural gas to the residents of the four cities and profits are distributed to each city prorated based on the cubic feet of gas sold in each City. In fiscal year 2023, the City received $342,506 as a distribution of profits from the Gas District.

The City's allocation of the Gas District earnings are reported in the statement of activities and statement of revenues, expenditures and changes in fund balance as investment earnings. In the government-wide statement of net position, the City reports its equity interest of $628,026 as an investment in joint venture. Only the portion of the City's share of the equity associated with non-capital net assets is reported as an investment in joint venture in the governmental funds, which was $628,026 at September 30, 2023.

Note 2 – Deposits and Investments (Continued)

Condensed financial statements for the Gas District for the fiscal year ended July 31, 2023 are as follows:

Total current assets	$ 2,034,610
Net property and equipment	2,014,339
Total assets	$ 4,048,949
Total current liabilities	$ 753,644
Noncurrent liabilities	57,160
Total liabilities	810,804
Net position	3,238,145
Total liabilities and net position	$ 4,048,949
Total utility operating revenues	$ 3,173,245
Total operating expenses	2,476,067
Operating income	697,178
Total nonoperating revenues	10,532
Change in net position	707,710
Net position - beginning	3,206,883
Deduct: distributions	676,448
Net position - ending	$ 3,238,145
Net cash provided (used) by:	
Operating activities	$ 838,915
Capital and related financing activities	(575,126)
Investing activities	9,557
Net increase in cash and cash equivalents	$ 273,346

Note 3 – Accounts Receivable

For the Water and Sewer Board, operating revenues are generally recognized on the basis of cycle billings rendered monthly. The amount of services delivered for the period from the last billing date to September 30, 2023 (unbilled receivable), is estimated and accrued at year end. The City deems all amounts collectable therefore an allowance for doubtful accounts is not necessary. If payments are not received from customers, services are shut off and deposits are applied against negative balances.

All account receivables are shown net of allowances for uncollectable accounts for governmental funds. The accounts receivable and allowance for uncollectible accounts at September 30, 2023, were as follows:

	General Fund	Gas Tax Fund	LCWF Soccer	Other Governmental Funds	Proprietary Funds	Total Primary Government
Taxes	$ 860,361	$ 10,172				$ 870,533
Other	219,652				$ 2,162,815	2,382,467
Grants			$ 129,474	$ 103,712	124,951	358,137
Fines	443,381					443,381
Gross receivable	1,523,394	10,172	129,474	103,712	2,287,766	4,054,518
Less: allowance for doubtful accounts	(288,218)				(1,683,701)	(1,971,919)
Receivables, net	$ 1,235,176	$ 10,172	$ 129,.474	$ 103,712	$ 604,065	$ 2,082,599

Note 4 – Capital assets

The following is a summary of changes in capital assets during the year ended September 30, 2023:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land and land improvements	$ 1,814,012	$ 20,000	$ 20,494	$ 1,813,518
Construction in progress	677,804	256,437	677,804	256,437
Capital assets not being depreciated	2,491,816	276,437	698,298	2,069,955
Capital assets, being depreciated				
Buildings and improvements	6,047,084	1,886,614		7,933,698
Equipment and vehicles	3,682,152	437,248	69,860	4,049,540
Infrastructure	5,669,590	22,325		5,691,915
Capital assets, being depreciated	15,398,826	2,346,187	69,860	17,675,153
Less accumulated depreciation for				
Buildings and improvements	3,296,377	170,248		3,466,625
Equipment and vehicles	2,642,519	273,471	69,860	2,846,130
Infrastructure	905,513	204,912		1,110,425
Total accumulated depreciation	6,844,409	648,631	69,860	7,423,180
Capital assets being depreciated, net	8,554,417	1,697,556		10,251,973
Total governmental capital assets, net	$11,046,233	$ 1,973,993	$ 698,298	$ 12,321,926

Note 4 – Capital Assets (Continued)

Business-type Activities

Water and Sewer Board

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 70,707			$ 70,707
Total capital assets, not being depreciated	70,707			70,707
Capital assets, being depreciated				
Buildings	53,418			53,418
Water and sewer systems	16,973,680			16,973,680
Equipment	1,541,864			1,541,864
Capital assets, being depreciated	18,568,962			18,568,962
Total accumulated depreciation	9,096,783	$ 489,288		9,586,071
Total capital assets being depreciated, net	$ 9,472,179	$(489,288)		$ 8,982,891

Rescue Squad

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated				
Buildings	$ 12,532			$ 12,532
Equipment	761,752	$ 43,668		805,420
Capital assets, being depreciated	774,284	43,667		817,952
Less accumulated depreciation for				
Buildings	8,115	1,105		9,220
Equipment	533,389	66,155		599,544
Total accumulated depreciation	541,504	67,260		608,764
Total capital assets being depreciated, net	$ 232,780	(23,593)		$ 209,188
Total business-type activity capital assets, net	$ 9,775,666	$ (512,881)		$ 9,262,786

Note 4 – Capital Assets (Continued)

Component Units

Public Building Authority

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 3,000			$ 3,000
Total capital assets, not being depreciated	3,000			3,000
Capital assets, being depreciated				
Buildings and improvements	3,086,665			3,086,665
Equipment	87,901			87,901
Capital assets, being depreciated	3,174,566			3,174,566
Less accumulated depreciation for				
Buildings and improvements	622,242	$ 61,733		683,975
Equipment	87,901			87,901
Total accumulated depreciation	710,143	61,733		771,876
Total capital assets being depreciated, net	$ 2,464,423	$ (61,733)		$ 2,402,690

Depreciation expense was charged to functions/programs of the primary government as follows for the year ended September 30, 2023:

Governmental activities	
General government	$ 236,772
Police	53,914
Fire	66,006
Street	198,369
Sanitation	46,915
Culture and recreation	31,549
Welfare	15,106
Total depreciation expense - governmental activities	$ 648,631
Business-type activities	
Water and Sewer Board	$ 489,288
Rescue Squad	67,260
Total depreciation expense - business-type activities	$ 556,548

Note 5 – Long-Term Debt and Liabilities

Governmental Activities

Bonds Payable

2005 General Obligation Warrants – The City issued $200,000 of General Obligation Bonds in 2005 to finance the construction of a new fire station. These bonds carry the full faith and credit of the City with principal and interest payable annually on August 1. The bonds have a stated interest rate of 4.125%. The outstanding principal balance as of September 30, 2023 is $121,000.

2008 General Obligation Warrants – The City issued $224,250 in General Obligation Bonds in 2008 to finance the construction of a new airport hangar. These bonds carry the full faith and credit of the City with principal and interest payable annually on January 1. These bonds have a stated interest rate of 4.50%. The outstanding principal balance as of September 30, 2023 is $119,250.

2010 General Obligation Warrants – In 2010, the City issued $3,675,000 in General Obligation Bonds, which carry the full faith and credit of the city for the benefit of the City and the BOE. The BOE received $2,575,000 of the bond proceeds and the City used the remaining $1,100,000 to refund certain long-term indebtedness. The BOE entered into a funding agreement with the City for repayment of their portion of the bonds. In the primary government financial statements, the City only reports activity related to the $1,100,000 portion of the bond proceeds received by the City. Activity for the remaining $2,575,000 is reported by the BOE. Principal is payable annually on August 1 and interest is payable semiannually on August 1 and February 1. The outstanding principal balance as of September 30, 2023 is $365,000.

Notes Payable

Samson Bank Note Payable – During 2017, the City obtained a loan with Samson Bank in the amount of $16,500 to refinance a fire truck. The note bears interest at a fixed rate of 2.09%. Principal and interest are due monthly in the amount of $244. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2023 is $0.

Samson Bank Note Payable – During 2018, the City obtained a loan with Samson Bank in the amount of $183,000 to purchase a fire truck. The note bears interest at a fixed rate of 3.34%. Principal and interest are due monthly in the amount of $1,796. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2023 is $57,558.

Note 5 – Long-Term Debt and Liabilities (Continued)

Principal and interest maturities of the governmental activities general obligation warrants and notes payable are as follows:

Year Ending September 30,	Principal	Interest
2024	$ 106,578	$ 27,676
2025	107,208	23,641
2026	112,772	19,410
2027	95,000	13,935
2028	96,000	10,069
2029 - 2033	117,250	21,113
2034 - 2036	28,000	1,609
Totals	$ 662,807	$ 117,452

Business-type Activities

Samson Bank Note Payable – During 2019, the City obtained a loan with Samson Bank in the amount of $50,000 to purchase an ambulance for the Rescue Squad. The note bears interest at a fixed rate of 3.853%. Principal and interest are due monthly in the amount of $775.10. The note payable is collateralized with equipment. The outstanding principal balance as of September 30, 2023 is $10,614.

Note Payable – State Bank and Trust – In February 14, 2020, the Board borrowed $2,447,579 through a local bank for the purpose of financing the renovation of the wastewater treatment plant. This note was also used to consolidate its existing note payable and outstanding line of credit balance into a single note payable. The loan has a term of 15 years and an interest rate of 3.00%, with monthly payments in the amount of $18,806. The note is unsecured and is due to be repaid in February 2035. The outstanding principal balance as of September 30, 2023 is $1,962,077.

Principal and interest maturities of the business-type activities notes payable are as follows:

Year Ending September 30,	Principal	Interest
2024	$ 155,741	$ 56,961
2025	152,786	52,244
2026	155,763	47,637
2027	160,501	42,899
2028	165,383	38,017
2029 - 2033	905,500	111,500
2034 - 2038	277,061	5,947
Totals	$ 1,972,691	$ 355,205

Note 5 – Long-Term Debt and Liabilities (Continued)

Component Units

Public Building Authority

2010 Revenue Bond – In 2010, the Public Building Authority issued $3,475,000 in Revenue Bonds to construct a building for the Department of Human Resources that is leased to the City and then subleased to the State of Alabama. Principal is payable annually on May 1 beginning in 2013 and interest is payable semiannually on May 1 and November 1 beginning in 2011. The outstanding principal balance as of September 30, 2023 is $1,750,000.

Principal and interest maturities for the Public Building Authority Bonds payable are as follows:

Year Ending September 30,	Principal	Interest
2024	$ 180,000	$ 84,325
2025	185,000	77,125
2026	190,000	69,355
2027	200,000	61,375
2028	210,000	52,375
2029 - 2032	785,000	110,500
Totals	$ 1,750,000	$ 455,055

Changes in long-term liabilities

Changes in long-term liabilities for the year ended September 30, 2023 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Bonds payable	$ 691,250		$ (86,000)	$ 605,250	$ 88,000
Notes payable	78,915		(21,357)	57,558	18,578
Lease liabilities	2,248,674		(196,194)	2,052,480	205,059
Total	$ 3,018,839		$ (303,551)	$ 2,715,288	$ 311,637
Business-type activities					
Notes payable	$ 2,121,832		$ (149,141)	$ 1,972,691	$ 155,741
Component units					
Public Building Authority					
Bonds payable	$ 1,920,000		$ (170,000)	$ 1,750,000	$ 180,000

Note 5 – Long-Term Debt and Liabilities (Continued)

Pledges Revenues

The Public Building Authority pledged future net leasing revenues to service the 2010 revenue bonds. Proceeds from the bonds were used for the leased building's construction. Principal and interest on the bond are payable through 2032, and solely from the revenues and receipts from the leasing of the building. Principal and interest paid for the current year and total customer net revenues were $253,763 and $215,896, respectively.

Note 6 – Leases

The PBA entered into a contract with the City of Geneva to lease a facility (building, structure, etc.) type asset October 1, 2012, and the remaining lease term is 10 years as of the effective date of GASB 87 implementation. The lessee does not have the option to purchase the facility at the end of the lease term. The discount rate used for the present value of lease receipts is 3.41% and annual payments based on the debt service required for the year are due by November 1. For the year ended September 30, 2023, lease-related revenue was recognized of the following:

Lease revenue	$ 222,408
Interest revenue	69,216
Total lease expense	$ 291,634

The future minimum rental payments to be received are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2024	$ 195,109	$ 69,216	$ 264,325
2025	199,667	62,458	262,125
2026	203,813	55,542	259,355
2027	212,893	48,482	261,375
2028	221,267	41,108	262,375
2029 – 2033	965,526	84,974	1,050,500
Totals	$ 1,998,274	$ 361,781	$ 2,360,055

The City is the lessee for the lease described above. The discount rate used for the present value of the lease asset and lease liability is 2.85% the incremental borrowing rate for the City at the time the lease was entered into. Annual payments based on the debt service required for the year are due by November 1. For the year ended September 30, 2023, the city recognized lease expense of the following:

Amortization expense	$ 228,309
Interest on lease liabilities	59,266
Total lease expense	$ 287,575

Note 6 – Leases (Continued)

Total leased assets and accumulated amortization as of September 30, 2023 were as follows:

	Beginning balance	Increases	Decreases	Ending balance
Building	$ 2,511,399			$ 2,511,359
Less accumulated amortization	228,309	$ 228,309		456,618
Total leased assets, net	$ 2,283,090	$ (228,309)		$2,054,781

The future minimum rental payments are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2024	$ 205,059	$ 59,266	$ 264,325
2025	208,780	53,345	262,125
2026	212,039	47,316	259,355
2027	220,182	41,193	261,375
2028	227,539	34,836	262,375
2029 - 2033	978,880	71,620	1,050,500
Totals	$ 2,052,480	$ 307,575	$ 2,360,055

The City has subleased the building they lease from the PBA. The City entered into a contract with an unrelated organization to lease a facility (building, structure, etc.) type asset October 1, 2012, and the remaining lease term is 10 years as of the effective date of GASB 87 implementation. The lessee does not have the option to purchase the facility at the end of the lease term. The discount rate used for the present value of lease receipts is 3.41% and monthly payments of $22,028 are required for the term of the lease.

During the year ended September 30, 2023, the City leased their airport hangar to an unrelated third party. The lease term is 5 years beginning on April 1, 2023. The lessee does not have the option to purchase the facility at the end of the lease term. The discount rate used for the present value of lease receipts is 3.41%. Monthly payments of $6,332 in rent, with no rent being paid for April through September 2023, are required for the term of the lease. The lease contains provisions for 5 1-year renewals, although these are not currently considered in the calculations for the lease.

For the year ended September 30, 2023, lease-related revenue was recognized of the following:

Lease revenue	$ 251,992
Interest revenue	78,134
Total lease expense	$ 299,969

Note 6 – Leases (Continued)

The future minimum rental payments to be received are as follows:

Year Ending September 30,	Principal	Interest	Total receipts
2024	$ 259,386	$ 80,928	$ 340,314
2025	272,985	67,629	340,314
2026	282,441	57,873	340,314
2027	292,224	48,090	340,314
2028	264,083	38,239	302,322
2029 – 2033	987,072	70,248	1,057,320
Totals	$ 2,358,191	$ 362,707	$ 2,720,898

Note 7 – Interfund Receivables, Payables and Transfers

Interfund balances are generally used to meet cash demands necessary to pay operating expenditures. Interfund balances at September 30, 2023 consist of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Water and Sewer Board	$ 37,252
General Fund	LCWF Soccer	129,474
Non-major Governmental	General Fund	15
General Fund	Non-major Governmental	89,899
LCWF Soccer	General Fund	89,736
Rescue Squad	General Fund	3,006
Total		$ 349,381

Transfers to/from other funds at September 30, 2023 consist of the following:

Fund Transfers From	Fund Transfer To	Amount
General Fund	LCWF Soccer	$ 1,124,059
Grant Programs	General Fund	55,161
LCWF Soccer	General Fund	129,474
General Fund	Rescue Squad	52,421
General Fund	Non-major Governmental	21,815
Total		$ 1,382,930

Transfers from the general fund to the grant programs fund are to meet grant matching requirements. Transfers from grant programs to general fund are to move grant funds released by purpose restrictions. Transfers from the nonmajor governmental fund to the general fund are for construction purposes. Transfers from the general fund to the rescue squad are for expense reimbursements.

Note 8 – Retirement Plan

Plan Description

The ERS, an agent multiple-employer public employee retirement plan, was established as of October 1, 1945, pursuant to the *Code of Alabama 1975, Title 36, Chapter 27* (Act 515 of the Legislature of 1945). The purpose of the ERS is to provide retirement allowances and other specified benefits for state employees, State Police, and, on an elective basis, to all cities, counties, towns, and quasi-public organizations. The responsibility for the general administration and operation of ERS is vested in its Board of Control which consists of 15 trustees. Act 390 of the Legislature of 2021 created two additional representatives to the ERS Board of Control Effective October 1, 2021. The Plan is administered by the Retirement Systems of Alabama (RSA). The *Code of Alabama 1975, Title 36, Chapter 27* grants the authority to establish and amend the benefit terms to the ERS Board of Control. The Plan issues a publicly available financial report that can be obtained at www.rsa-al.gov.

The ERS Board of Control consists of 15 trustees as follows:

1) The Governor, ex officio.
2) The State Treasurer, ex officio.
3) The State Personnel Director, ex officio.
4) The State Director of Finance, ex officio.
5) Three vested members of ERS appointed by the Governor for a term of four years, no two of whom are from the same department of state government nor from any department of which an ex officio trustee is the head.
6) Eight members of ERS who are elected by members from the same category of ERS for a term of four years as follows:
    a. Two retired members with one from the ranks of retired state employees and one from the ranks of retired employees of a city, county, or a public agency each of whom is an active beneficiary of ERS.
    b. Two vested active state employees.
    c. One full time employee of a participating municipality or city in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
    d. One full time employee of a participating county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
    e. One full time employee or retiree of a participating employer in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*
    f. One full time employee of a participating employer other than a municipality, city or county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6.*

Note 8 – Retirement Plan (Continued)

Benefits Provided

State law establishes retirement benefits as well as death and disability benefits and any ad hoc increase in postretirement benefits for the ERS. Benefits for ERS members vest after 10 years of creditable service. State employees who retire after age 60 (52 for State Police) with 10 years or more of creditable service or with 25 years of service (regardless of age) are entitled to an annual retirement benefit, payable monthly for life. Local employees who retire after age 60 with 10 years or more of creditable service or with 25 or 30 years of service (regardless of age), depending on the particular entity's election, are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, members of the ERS (except State Police) are allowed 2.0125% of their average final compensation (highest 3 of the last 10 years) for each year of service. State Police are allowed 2.875% for each year of State Police service in computing the formula method.

Act 377 of the Legislature of 2012 established a new tier of benefits (Tier 2) for members hired on or after January 1, 2013. Tier 2 ERS members are eligible for retirement after age 62 (56 for State Police) with 10 years or more of creditable service and are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a formula method. Under the formula method, Tier 2 members of the ERS (except State Police) are allowed 1.65% of their average final compensation (highest 5 of the last 10 years) for each year of service up to 80% of their average final compensation. State Police are allowed 2.375% for each year of State Police service in computing the formula method.

Members are eligible for disability retirement if they have 10 years of credible service, are currently in-service, and determined by the RSA Medical Board to be permanently incapacitated from further performance of duty. Preretirement death benefits equal to the annual earnable compensation of the member as reported to the Plan for the preceding year ending September 30 are paid to the beneficiary.

Act 132 of the Legislature of 2019 allowed employers who participate in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* to provide Tier 1 retirement benefits to their Tier 2 members. Tier 2 members of employers adopting Act 2019-132 will contribute 7.5% of earnable compensation for regular employees and 8.5% for firefighters and law enforcement officers. A total of 608 employers adopted Act 2019-132 as of September 30, 2022.

Act 316 of the Legislature of 2019 allows employees at the time of retirement to receive a partial lump sum (PLOP) distribution as a single payment not to exceed the sum of 24 months of the maximum monthly retirement allowance the member could receive. This option may be selected in addition to the election of another retirement allowance option at a reduced amount based upon the amount of partial lump sum distribution selected.

Note 8 – Retirement Plan (Continued)

The ERS serves approximately 886 local participating employers. The ERS membership includes approximately 108,890 participants. As of September 30, 2022, membership consisted of:

Plan Membership	
Retirees and beneficiaries currently receiving benefits	30,598
Terminated employees entitled to but not yet receiving benefits	2,286
Terminated employees not entitled to a benefit	18,689
Active members	57,278
Post-DROP participants who are still in active service	39
Total plan membership	108,890

Contributions

Covered members of the ERS contributed 5% of earnable compensation to the ERS as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, covered members of the ERS were required by statute to contribute 7.25% of earnable compensation. Effective October 1, 2012, covered members of the ERS are required by statute to contribute 7.50% of earnable compensation. Certified law enforcement, correctional officers, and firefighters of the ERS contributed 6% of earnable compensation as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, certified law enforcement, correctional officers, and firefighters of the ERS were required by statute to contribute 8.25% of earnable compensation. Effective October 1, 2012, certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 8.50% of earnable compensation. State Police of the ERS contribute 10% of earnable compensation.

Employers participating in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* were not required by statute to increase covered member contribution rates but were provided the opportunity to do so through Act 2011-676. By adopting Act 2011-676, Tier 1 regular members' contribution rates increased from 5% to 7.5% of earnable compensation and Tier 1 certified law enforcement, correctional officers', and firefighters' member contribution rates increased from 6% to 8.5% of earnable compensation.

Tier 2 covered members of the ERS contribute 6% of earnable compensation to the ERS as required by statute. Tier 2 certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 7% of earnable compensation. Tier 2 State Police members of the ERS contribute 10% of earnable compensation. These contributions rates are the same for Tier 2 covered members of ERS local participating employers.

The ERS establishes rates based upon an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with additional amounts to finance any unfunded accrued liability, the pre-retirement death benefit and administrative expenses of the Plan. For the year ended September 30, 2023, the City's active employee contribution rate was 5.35% of covered employee payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 6.70% of pensionable payroll.

Note 8 – Retirement Plan (Continued)

The City's contractually required contribution rate for the year ended September 30, 2023 was 7.25% of pensionable pay for Tier 1 employees, and 6.16% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2020, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the City were $128,668 for the year ended September 30, 2023.

For the year ended September 30, 2023, the Water and Sewer Board's active employee contribution rate was 6.56% of covered employee payroll, and the Water and Sewer Board's average contribution rate to fund the normal and accrued liability costs was 18.17% of employee payroll for Tier 1 employees and 4.08% for Tier 2 employees.

The Water and Sewer Board's contractually required contribution rate for the year ended September 30, 2023 was 18.17% of pensionable pay for Tier 1 employees, and 4.08% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2020, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the Water and Sewer Board was $45,291 for the year ended September 30, 2023.

Note 8 – Retirement Plan (Continued)

Net Pension Liability

The City's net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2022 rolled forward to September 30, 2021 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Plan Changes	Actual After Plan Changes
(a) TPL as of September 30, 2021	$ 6,482,350	$ 6,636,944	$ 6,641,342
(b) Discount rate	7.45%	7.45%	7.15%
(c) Entry age normal cost for the period October 1, 2021 - September 30, 2022	171,988	171,988	172,146
(d) Transfers among employers	0	(34,400)	(34,400)
(e) Actual benefit payments and refunds for the period October 1, 2021 - September 30, 2022	(345,817)	(345,817)	(345,817)
(f) TPL as of September 30, 2022 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 6,778,574	$ 6,910,286	$ 6,915,169
(g) Difference between expected and actual		131,712	
(h) Less liability transferred for immediate recognition		(34,400)	
(i) Difference between expected and actual - experience (gain) / loss		$ 166,112	
(j) Difference between Actual TPL Before and After Plan Changes - Benefit Change (Gain)/Loss			$ 4,883

Note 8 – Retirement Plan (Continued)

The Water and Sewer Board's net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2022 rolled forward to September 30, 2021 using standard roll-forward techniques as shown in the following table:

	Expected	Actual Before Plan Changes	Actual After Plan Changes
(a) TPL as of September 30, 2021	$ 1,392,555	$ 1,365,725	$ 1,359,243
(b) Discount rate	7.45%	7.45%	7.45%
(c) Entry age normal cost for the period October 1, 2021 - September 30, 2022	10,412	10,412	10,950
(d) Transfers among employers	0	9,721	9,721
(e) Actual benefit payments and refunds for the period October 1, 2021 - September 30, 2022	(42,887)	(42,887)	(42,887)
(f) TPL as of September 30, 2022 [(a) x (1 + (b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	$ 1,462,228	$ 1,433,450	$ 1,436,693
(g) Difference between expected and actual		(28,778)	
(h) Less liability transferred for immediate recognition		9,721	
(i) Experience (gain) / loss = (g) - (h)		$ (38,499)	
(j) Difference between Actual TPL Before and After Plan Changes - Benefit Change (Gain)/Loss			$ 3,243

Actuarial Assumptions

The total pension liability as of September 30, 2022 was determined based on the actuarial funding valuation report prepared as of September 30, 2020. The key actuarial assumptions are summarized as follows:

Inflation	2.50%
Projected salary increases	3.25% - 6.00%
Investment rate of return (net of pension plan investment expense)	7.45%

Mortality rates were based on the sex distinct RP-2000 Blue Collar Mortality Table Projected with Scale BB to 2020 with an adjustment of 125% at all ages for males and 120% for females ages 78 and older. The rates of mortality for the period after disability retirement are according to the sex distinct RP-2000 Disabled Retiree Mortality Table Projected with Scale BB to 2020 with an adjustment of 130% at all ages for females.

Note 8 – Retirement Plan (Continued)

The actuarial assumptions used in the September 30, 2020 valuation were based on the results of an actuarial experience study for the period October 1, 2015 – September 30, 2020.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis 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. The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Asset Class	Target Allocation	Long-Term Expected Rate of Return *
Fixed Income	15.00%	2.80%
US Large Stocks	32.00%	8.00%
US Mid Stocks	9.00%	10.00%
US Small Stocks	4.00%	11.00%
Int'l Developed Mkt Stocks	12.00%	9.50%
Int'l Emerging Mkt Stocks	3.00%	11.00%
Alternatives	10.00%	9.00%
Real Estate	10.00%	6.50%
Cash Equivalents	5.00%	1.50%
Total	100.00%	

* Includes assumed rate of inflation of 2.00%

Discount Rate

The discount rate used to measure the total pension liability was the long-term rate of return, 7.45%. 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 the employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were 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 periods of projected benefit payments to determine the total pension liability.

Note 8 – Retirement Plan (Continued)

Changes in the Net Pension Liability

City of Geneva

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2021	$ 6,482,350	$ 6,117,574	$ 364,776
Changes for the year:			
Service cost	171,988		171,988
Interest	470,053		470,053
Changes in benefit terms	4,883		4,883
Changes in assumptions	0		0
Difference between expected and actual experience	166,112		166,112
Contributions - employer		140,128	(140,128)
Contributions - employee		117,918	(117,918)
Net investment income		(774,560)	774,560
Benefit payments, including refunds of employee contributions	(345,817)	(345,817)	0
Transfers among employers	(34,400)	(34,400)	0
Net changes	432,819	(896,731)	1,329,550
Balances at September 30, 2022	$ 6,915,169	$ 5,220,843	$ 1,694,326

Geneva Water and Sewer Board

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2021	$ 1,392,555	$ 1,465,558	$ (73,003)
Changes for the year:			
Service cost	10,412		10,412
Interest	102,148		102,148
Changes in benefit terms	3,243		3,243
Changes in assumptions	0		0
Difference between expected and actual experience	(38,499)		(38,499)
Contributions - employer		38,968	(38,968)
Contributions - employee		16,001	(16,001)
Net investment income		(188,824)	188,824
Benefit payments, including refunds of employee contributions	(42,887)	(42,887)	
Transfers among employers	9,721	9,721	
Net changes	44,138	(167,021)	211,159
Balances at September 30, 2022	$ 1,436,693	$ 1,298,537	$ 138,156

Note 8 – Retirement Plan (Continued)

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

City of Geneva

	1% Decrease (6.45%)	Current Rate (7.45%)	1% Increase (8.45%)
Net pension liability	$ 2,525,461	$ 1,694,326	$ 995,687

Geneva Water and Sewer Board

	1% Decrease (6.45%)	Current Rate (7.45%)	1% Increase (8.45%)
Net pension liability	$ 222,498	$ 136,156	$ 65,712

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued RSA Comprehensive Annual Report for the fiscal year ended September 30, 2022. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2022. The auditor's report on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes is also available. The additional financial and actuarial information is available at http://www.rsa-al.gov/index.php/employers/financial-reports/gasb-68-reports/.

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

For the year ended September 30, 2023, the City recognized pension expense of $281,635. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 158,006	$ 114,733
Changes of assumptions	155,514	
Net difference between projected and actual earnings on pension plan investments	634,056	
Employer contributions subsequent to the measurement date	128,668	
Total	$ 1,076,244	$ 114,733

$128,668 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 30, 2023.

Note 8 – Retirement Plan (Continued)

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 ended September 30:	
2024	$ 211,684
2025	162,863
2026	150,710
2027	287,184
2028	120,402
Thereafter	0

Geneva Water and Sewer Board

For the year ended September 30, 2023, the Board recognized pension expense of $9,375. At September 30, 2023, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		$ 87,410
Changes of assumptions	$ 28,297	
Net difference between projected and actual earnings on pension plan investments	154,598	
Employer contributions subsequent to the measurement date	45,291	
Total	$ 228,186	$ 87,410

$45,291 reported as deferred outflows of resources related to the pension plan resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended September 30, 2023.

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 ended September 30:	
2023	$ 20,716
2024	15,020
2025	13,551
2026	50,193
2027	(3,995)
Thereafter	0

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

Plan Description

The City of Geneva (the City) provides certain continuing health care benefits for two grandfathered retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the City. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit.

Benefits Provided

Benefits are provided through comprehensive plans and are made available to employees upon actual retirement. To qualify for retiree medical benefits, retirees must be eligible to retire under the provisions of the Retirement System of Alabama (RSA). The earliest retirement eligibility provisions are as follows: 25 years of service at any age; or, age 60 and 10 years of service (called "Tier I" members).

Employees Covered by Benefit Terms

At September 30, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	45
Total	50

Total OPEB Liability

The City's total OPEB liability is $659,093 as of the measurement date of September 30, 2023. The total OPEB liability in the September 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.0%
Salary increases	3.0%, including inflation
Discount rate	4.02% annually (Beginning of Year to Determine ADC) 4.09%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	Prior to Medicare, 5.5% annually until year 2030, then 4.5% During Medicare, 3%
Mortality	SOA RP-2014 Table

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of September 30, 2023, the end of the applicable measurement period.

The actuarial assumptions used in the September 30, 2023 valuation were based on the results of ongoing evaluations of the assumptions from October 1, 2009 to September 30, 2023.

Changes in the Total OPEB Liability

Balance at September 30, 2022	$ 610,084
Changes for the year:	
Service cost	24,689
Interest	25,022
Changes of benefit terms	
Differences between expected and actual experience	14,535
Changes in assumptions	(4,617)
Benefit payments and net transfers	(10,620)
Net changes	49,009
Balance at September 30, 2023	$ 659,093

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 (3.09%) or 1-percentage-point higher (4.09%) than the current discount rate:

	1% Decrease (3.09%)	Current Rate (4.09%)	1% Increase (5.09%)
Total OPEB liability	$ 737,484	$ 659,093	$ 593,819

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 (4.50%) or 1-percentage-point higher (6.50%) than the current healthcare trend rates:

	1% Decrease (4.50%)	Current Rate (5.50%)	1% Increase (6.50%)
Total OPEB liability	$ 593,130	659,093	$ 737,569

Note 9 – Post-Employment Benefits Other Than Pension (OPEB)

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

For the year ended September 30, 2023, the City recognized OPEB expense of $(28,901). At September 30, 2023, 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	$ 40,345	$ (141,094)
Changes of assumptions	121,644	(97,633)
Total	$ 161,989	$ (238,727)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending September 30:	
2024	$(78,612)
2024	(78,612)
2026	17,287
2027	17,287
2028	15,304
Thereafter	30,608

Note 10 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has obtained coverage from commercial insurance companies, effectively transferring any risk of loss.

Note 11 – Commitments and Contingencies

Bond Guarantee

The City has signed a funding agreement dated November 1, 2008 with the Geneva County Health Care Cooperative District ("District") and a corporate trustee with respect to a bond funding agreement with the District. This agreement obligates the City to pay to the Trustee, for the account of the District, an amount not to exceed $150,000 annually as principal and interest on the bonds in the event the District is unable to pay the scheduled debt service. The term of the agreement coincides with the amortization period of the bonds. There were no amounts paid during the year ended September 30, 2023.

Note 11 – Commitments and Contingencies (Continued)

Grants

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

Construction Commitments – The City had open contract commitments to improvements as of September 30, 2023 as follows:

Contract amounts	$ 3,271,700
Amount expended through September 30, 2023	(165,769)
Remaining commitment on contract	$ 3,105,931

Required Supplementary Information

Required Supplementary Information
Budgetary Comparison Schedules - General Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2023

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 4,321,003	$ 4,321,003	$ 4,746,387	$ 425,384
Fees and fines	269,000	269,000	138,779	(130,221)
Licenses and permits	425,169	425,169	466,023	40,854
Intergovernmental	35,040	35,040	150,642	115,602
Charges for services	426,000	426,000	460,665	34,665
Investment earnings	204,650	204,650	350,964	146,314
Miscellaneous revenues	426,685	426,685	701,724	275,039
Total revenues	6,107,547	6,107,547	7,015,184	907,637
Expenditures				
Current:				
General government	995,599	995,599	1,132,283	(136,684)
Public safety	1,366,930	1,366,930	1,357,264	9,666
Sanitation	543,552	543,552	476,114	67,438
Welfare	147,752	147,752	146,492	1,260
Culture and recreation	557,769	557,769	564,588	(6,819)
Streets	634,371	634,371	589,670	44,701
Education	1,161,443	1,161,443	1,225,780	(64,337)
Debt service:				
Principal	39,348	39,348	237,426	(198,078)
Interest	7,585	7,585	71,918	(64,333)
Capital outlay	729,669	729,669	859,000	(129,331)
Total expenditures	6,184,018	6,184,018	6,660,535	(476,517)
Excess of revenues over (under) expenditures	(76,471)	(76,471)	354,649	431,120
Other financing sources (uses)				
Transfers in	53,175	53,175	193,388	140,213
Transfers out	(869,230)	(869,230)	(1,198,295)	(329,065)
Proceeds from sale of capital assets			25,000	25,000
Total other financing sources (uses)	(816,055)	(816,055)	(979,907)	(163,852)
Net change in fund balance	$ (892,526)	$ (892,526)	$ (625,258)	$ 267,268

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - LCWF Soccer

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2023

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Intergovernmental	$ 851,900	$ 851,900	$ 129,474	$ (722,426)
Total revenues	851,900	851,900	129,474	(722,426)
Expenditures				
Capital outlay	1,989,446	1,989,446	1,124,059	865,387
Total expenditures	1,989,446	1,989,446	1,124,059	865,387
Excess of revenues over (under) expenditures	(1,137,546)	(1,137,546)	(994,585)	142,961
Other financing sources (uses)				
Transfers in	1,137,546	1,137,546	1,124,059	(13,487)
Transfers out			(129,474)	(129,474)
Total other financing sources (uses)	1,137,546	1,137,546	994,585	(142,961)
Net change in fund balance	$ 0	$ 0	$ 0	$ 0

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Budgetary Comparison Schedules - Gas Tax Fund

City of Geneva
Geneva, Alabama
For the Year Ended September 30, 2023

	Budget Amounts		Actual amounts	Variance with Final Budget Positive
	Original	Final	Budgetary Basis	(Negative)
Revenues				
Taxes	$ 109,200	$ 109,200	$ 112,705	$ 3,505
Intergovernmental	42,000	42,000	41,395	(605)
Investment earnings	800	800	1,470	670
Total revenues	152,000	152,000	155,570	3,570
Expenditures				
Debt service:				
Principal	45,000	45,000	50,000	(5,000)
Interest	12,350	12,350	12,350	0
Total expenditures	57,350	57,350	62,350	(5,000)
Excess of revenues over (under) expenditures	94,650	94,650	93,220	(1,430)
Net change in fund balance	$ 94,650	$ 94,650	$ 93,220	$ (1,430)

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability									
Service cost	$ 171,988	$ 139,622	$ 119,058	$ 127,831	$ 118,998	$ 121,207	$ 110,297	$ 114,342	$ 94,799
Interest	470,053	443,355	416,701	401,125	377,295	361,075	341,424	316,385	305,563
Change in benefit terms	4,883		67,284						
Changes in assumptions		230,056			28,260		187,214		
Difference between expected and actual experience	166,112	(131,879)	25,787	(70,682)	35,311	(52,764)	(55,560)	87,974	
Benefit payments, including refunds of employee contributions	(345,817)	(252,137)	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	(34,400)	169,412	(9,895)	2,267	(8,151)	(18,112)	4,311		
Net change in total pension liability	432,819	598,429	325,502	237,473	353,520	205,381	400,799	294,168	94,713
Total pension liability - beginning	6,482,349	5,883,920	5,558,418	5,320,945	4,967,425	4,762,044	4,361,245	4,067,077	3,972,364
Total pension liability - ending (a)	$ 6,915,168	$ 6,482,349	$ 5,883,920	$ 5,558,418	$ 5,320,945	$ 4,967,425	$ 4,762,044	$ 4,361,245	$ 4,067,077
Plan fiduciary net position									
Contributions - employer	$ 140,128	$ 103,832	$ 98,749	$ 95,089	$ 98,630	$ 105,307	$ 126,456	$ 112,324	$ 100,564
Contributions - employee	117,918	99,108	90,887	86,543	83,654	79,613	77,088	69,371	62,140
Net investment income	(774,560)	1,100,722	267,756	119,223	395,970	489,241	354,010	40,893	371,927
Benefit payments, including refunds of employee contributions	(345,817)	(252,137)	(293,433)	(223,068)	(198,193)	(206,025)	(186,887)	(224,533)	(305,649)
Transfers among employers	(34,400)	169,412	(9,895)	2,267	(8,151)	(18,112)	4,311	(1,467)	137,624
Net change in plan fiduciary net position	(896,731)	1,220,937	154,064	80,054	371,910	450,024	374,978	(3,412)	366,606
Plan net position - beginning	6,117,575	4,896,638	4,742,574	4,662,520	4,290,610	3,840,586	3,465,608	3,469,020	3,102,414
Plan net position - ending (b)	$ 5,220,844	$ 6,117,575	$ 4,896,638	$ 4,742,574	$ 4,662,520	$ 4,290,610	$ 3,840,586	$ 3,465,608	$ 3,469,020
Net pension liability - ending (a) - (b)	$ 1,694,324	$ 364,774	$ 987,282	$ 815,844	$ 658,425	$ 676,815	$ 921,458	$ 895,637	$ 598,057
Plan fiduciary net position as a percentage of the total pension liability	75.50%	94.37%	83.22%	85.32%	87.63%	86.37%	80.65%	79.46%	85.30%
Covered-employee payroll	2,204,535	1,926,022	1,905,747	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890	1,085,240
Net pension liability as a percentage of covered-employee payroll	76.86%	18.94%	51.81%	43.95%	38.46%	40.58%	65.95%	71.43%	55.11%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information
Schedule of Employer Contributions - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 154,354	$ 135,045	$ 110,391	$ 104,465	$ 93,049	$ 98,225	$ 97,331	$ 129,568	$ 117,429
Contributions in relation to the actuarially determined contribution	154,354	135,045	110,391	104,465	93,049	98,225	97,331	129,568	117,429
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	2,324,091	2,204,535	1,926,022	1,905,747	1,856,209	1,711,767	1,668,057	1,397,185	1,253,890
Contributions as a percentage of covered-employee payroll	6.64%	6.13%	5.73%	5.48%	5.01%	5.74%	5.83%	9.27%	9.37%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in OPEB Liability and Related Ratios - City

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2023	2022	2021	2020	2019	2018
Total OPEB liability						
Service cost	$ 24,689	$ 20,392	$ 16,000	$ 20,023	$ 10,602	$ 0
Interest	25,022	21,677	21,359	23,803	3,601	3,265
Change in benefit terms					615,456	
Difference between expected and actual experience	14,535	(232,067)	(11,225)	(61,712)	49,230	(2,401)
Changes of assumptions	(4,617)	(187,878)	23,718	101,243	134,416	(4,636)
Benefit payments	(10,620)	(10,066)	(10,278)	(9,742)	(9,326)	(5,317)
Net change in total OPEB liability	49,009	(387,942)	39,574	73,615	803,979	(9,089)
Total OPEB liability - beginning	610,084	998,026	958,452	884,837	80,858	89,947
Total OPEB liability - ending	$ 659,093	$ 610,084	$ 998,026	$ 958,452	$ 884,837	$ 80,858
Covered-employee payroll	1,625,013	1,577,683	1,192,169	1,157,446	1,299,961	0
Net OPEB liability as a percentage of covered-employee payroll	40.56%	38.67%	83.72%	82.81%	68.07%	0.00%

The notes to the required supplementary information are an integral part of this schedule.

Required Supplementary Information

Schedule of Changes in the Net Pension Liability - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability									
Service cost	$ 10,412	$ 14,168	$ 13,853	$ 14,764	$ 18,343	$ 17,373	$ 13,790	$ 13,631	$ 10,983
Interest	102,148	100,302	96,943	94,362	91,399	89,906	87,452	83,221	79,460
Change in benefit terms	3,243								
Changes in assumptions		37,855			3,571		47,799		
Difference between expected and actual experience	(38,499)	(29,622)	(11,694)	(30,710)	(29,503)	(43,286)	(37,300)	1,403	
Benefit payments, including refunds of employee contributions	(42,887)	(65,547)	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers	9,721			(747)	7,053				
Net change in total pension liability	44,138	57,156	53,699	34,782	44,294	21,106	64,987	54,281	47,556
Total pension liability - beginning	1,392,555	1,335,399	1,281,700	1,246,918	1,202,624	1,181,518	1,116,531	1,062,250	1,014,694
Total pension liability - ending (a)	$ 1,436,693	$ 1,392,555	$ 1,335,399	$ 1,281,700	$ 1,246,918	$ 1,202,624	$ 1,181,518	$ 1,116,531	$ 1,062,250
Plan fiduciary net position									
Contributions - employer	$ 38,968	$ 38,423	$ 41,639	$ 43,218	$ 42,894	$ 47,593	$ 58,143	$ 50,222	$ 51,876
Contributions - employee	16,001	16,613	15,180	14,848	13,355	13,647	11,830	10,648	10,934
Net investment income	(188,824)	267,266	65,032	28,169	91,602	110,356	77,741	8,751	77,372
Benefit payments, including refunds of employee contributions	(42,887)	(65,547)	(45,403)	(42,887)	(46,569)	(42,887)	(46,754)	(43,974)	(42,887)
Transfers among employers	9,721			(747)	7,053			(6,074)	
Net change in plan fiduciary net position	(167,021)	256,755	76,448	42,601	108,335	128,709	100,960	19,573	97,295
Plan net position - beginning	1,465,558	1,208,803	1,132,355	1,089,754	981,419	852,710	751,750	732,177	634,882
Plan net position - ending (b)	$ 1,298,537	$ 1,465,558	$ 1,208,803	$ 1,132,355	$ 1,089,754	$ 981,419	$ 852,710	$ 751,750	$ 732,177
Net pension liability - ending (a) - (b)	$ 138,156	$ (73,003)	$ 126,596	$ 149,345	$ 157,164	$ 221,205	$ 328,808	$ 364,781	$ 330,073
Plan fiduciary net position as a percentage of the total pension liability	90.38%	105.24%	90.52%	88.35%	87.40%	81.61%	72.17%	67.33%	68.93%
Covered-employee payroll	304,233	292,045	275,466	275,481	251,393	258,576	233,505	219,742	219,248
Net pension liability as a percentage of covered-employee payroll	45.41%	-25.00%	45.96%	54.21%	62.52%	85.55%	140.81%	166.00%	150.55%

The notes to the required supplementary information are an integral part of this schedule

Required Supplementary Information

Schedule of Employer Contributions - Geneva Water and Sewer Board

City of Geneva
Geneva, Alabama
For the Year Ended September 30

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	$ 45,291	$ 40,908	$ 39,563	$ 41,828	$ 44,232	$ 43,810	$ 48,523	$ 58,961	$ 50,222
Contributions in relation to the actuarially determined contribution	45,291	40,908	39,563	41,828	44,232	43,810	48,523	58,961	50,222
Contribution deficiency	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered-employee payroll	307,416	304,233	292,045	275,466	275,481	251,393	258,576	233,505	219,742
Contributions as a percentage of covered-employee payroll	14.73%	13.45%	13.55%	15.18%	16.06%	17.43%	18.77%	25.25%	22.85%

The notes to the required supplementary information are an integral part of this schedule

Notes to Required Supplementary Information

City of Geneva
Geneva, Alabama
September 30, 2023

Note 1 – Stewardship, Compliance, and Accountability

A. Budgetary Information

An annual budget is adopted for the General Fund, LCWF Fund, and Gas Tax Fund on the accrual basis which is consistent with accounting principles generally accepted in the United States of America (GAAP).

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

B. Excess of Expenditures over Appropriations

The General Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2023:

General government	$	136,684
Culture and recreation		6,819
Education		64,337
Debt service:		
Principal		198,078
Interest		64,333
Capital outlay		129,331

For debt service principal, $196,194, and interest, $64,931, is related to the recognition of leases in accordance with GASB87, as it requires rental payments to be shown as debt service. The remaining excess expenditures were provided by additional monies received from taxes and intergovernmental revenues.

The Gas Tax Fund incurred expenditures in excess of appropriations of the following amounts for the year ended September 30, 2023:

Debt service:		
Principal	$	5,000

The excess expenditures were provided by additional tax revenues.

Note 2 – Pension Plan

The City of Geneva and Geneva Water and Sewer Board's defined benefit pension plan provides retirement and disability benefits, annual cost-of living adjustments, and death benefits to plan members and beneficiaries.

Actuarially determined contribution rates are calculated as of September 30, three years prior to the end of the fiscal year in which contributions are reported. Contributions for fiscal year 2023 were based on the September 30, 2020 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age
Amortization method	Level percent closed
Remaining amortization period	19.1 years (3.1 years for the Board)
Asset valuation method	Five year smoothed market
Inflation	2.75%
Salary increases	3.25 – 5.00%, including inflation
Investment rate of return	7.70%, net of pension plan investment expense, including inflation

There have been no changes in assumptions used to determine the total pension liability since the prior valuation of the ERS.

Note 3 – OPEB Plan

The City of Geneva (the City) provides certain continuing health care benefits for retired employees. The City of Geneva's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City.

Methods and assumptions used to determine the total OPEB liability:

Discount rate	4.09%
Mortality	RP-2014
Trend	Variable

The discount rate increased from 4.02% to 4.09% for the current year valuation. There have been no other changes in benefits or assumptions used to determine the total OPEB liability since the prior valuation.

Other Supplementary Information

Combining Balance Sheet - Nonmajor Governmental Funds

City of Geneva
Geneva, Alabama
As of September 30, 2023

	Grant Programs	Levee Project	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	$ 140,889	$ 11,044	$ 151,933
Accounts receivable	103,712		103,712
Due from other funds	29,963		29,963
Total assets	274,564	11,044	285,608
Liabilities and fund balance			
Liabilities			
Accounts payable	17,273		17,273
Due to other funds	119,846		119,846
Other payable	690		690
Total liabilities	137,809		137,809
Fund balance			
Restricted	136,755		136,755
Committed		11,044	11,044
Total fund balance	136,755	11,044	147,799
Total liabilities and fund balance	$ 274,564	$ 11,044	$ 285,608

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

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

City of Geneva
Geneva, Alabama
For the year ended September 30, 2023

	Grant Programs	Levee Project	Total Nonmajor Governmental Funds
Revenues			
Intragovernmental revenues	$ 67,953		$ 67,953
Miscellaneous revenues	29,705		29,705
Total revenues	97,658		97,658
Expenditures			
General government	53,181		53,181
Debt Service			
Principal	16,000		16,000
Interest	11,051		11,051
Total expenditures	80,232		80,232
Excess of revenues over (under) expenditures	17,426		17,426
Other financing sources			
Transfers in	36,587		36,587
Transfers out	(69,933)		(69,933)
Total other financing sources (uses)	(33,346)		(33,346)
Net changes in fund balances	(15,920)		(15,920)
Fund balances, beginning	152,675	$ 11,044	163,719
Fund balances, ending	$ 136,755	$ 11,044	$ 147,799

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

ALDRIDGE BORDEN OneSource

Partners
Rhonda L. Sibley, CPA, AEP®
Jeffrey T. Windham, CPA, ABV, CFF, CVA
B. David Chandler, CPA, CVA
Scott E. Grier, CPA, CVA
Corey R. Savoie, CPA
Jason A. Westbrook, CPA, CVA
Jessica L. Hudson, CPA
Amanda B. Hines, CPA
D. Joseph Mills, CPA
Principals
Ashley C. Lough, CPA
Melissa W. Hill, CPA

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*

Honorable Mayor and Members of the
City Council
City of Geneva, Alabama

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Geneva, Alabama's basic financial statements, and have issued our report thereon dated May 28, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Geneva's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Geneva's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Geneva'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 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 considered to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Geneva's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the

determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 result of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldridge, Borden and Company, P.C.

Montgomery, Alabama
May 28, 2024

ALDRIDGE BORDEN OneSource

Partners
Rhonda L. Sibley, CPA, AEP®
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Principals
Ashley C. Lough, CPA
Melissa W. Hill, CPA

Honorable Mayor and Members of the
City Council
City of Geneva, Alabama

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Geneva, Alabama as of and for the year ended September 30, 2023, and have issued our report thereon dated May 28, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Governmental Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 4, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Geneva are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the City of Geneva changed accounting policies related to subscription-based IT agreements by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 96, SBITAs, for the year ended September 30, 2023. We noted no transactions entered into by the City of Geneva during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

Management's estimate of the allowance for uncollectible municipal court accounts and Rescue Squad receipts is based on prior experience and historical collections.

Management's estimate of the useful lives of depreciable assets is based on the type of asset, prior experience, and current economic conditions.

Management's estimates of the deferred outflows/inflows and net pension liability of the defined benefit pension plan are based on assumptions developed by the Retirement Systems of Alabama.

Management's estimates of the deferred outflows/inflows and net other post-employment benefit plan are based on historical studies and current trends.

Management's estimates of the discount rate used for estimating the lease liabilities due is based on its historical borrowing rates.

We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to the financial statement users. The most sensitive disclosures affecting the financial statements were:

The disclosures relating to the reporting entity and inclusion of other entities in Note 1 to the financial statements.

The disclosure relating to long-term debt in Note 5 to the financial statements, which describes the general obligation warrants, notes payable and the future debt service amounts.

The disclosure relating to leases in Note 6 to the financial statements, which describes the leases the City is a party to, future minimum rental receipts and payments, and leasing revenue and expense recognized in the financial statements.

The disclosure relating to the pension plan in Note 8 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.

The disclosure relating to the other post-employment benefit plan in Note 9 to the financial statements, which describes the underlying assumptions used to calculate the pension plan expenses and liabilities, along with other necessary information.

The disclosure relating to commitments and contingencies in Note 11 to the financial statements, which describes the amounts the City is obligated for during and subsequent to September 30, 2023.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The journal entries attached to the management representation letter that were detected as a result of audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the independent auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Budgetary Comparison Schedule – General Fund, Budgetary Comparison Schedule – Grants Fund, Budgetary Comparison Schedule – Gas Tax Fund Schedule of Changes in Net Pension Liability - City, Schedule of Employer Contributions - City, and Schedule of Changes in the OPEB Liability and Related Ratios – City, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Combining Balance Sheet – Nonmajor Governmental Funds and the Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the City Council and management of the City of Geneva and is not intended to be, and should not be, used by anyone other than these specified parties.

Aldridge, Borden and Company, P.C.

May 28, 2024

Council Member Gillespie moved to approve an application to close Live Oak Street on October 31st from 5:30 to 8:00 for a Halloween Trick-or-Treat event. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to approve a parade application for the Chamber of Commerce and DAV to hold a Veterans Day Parade on November 11th. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray explained the need to grant access for an individual that was land locked from road access at the municipal airport.

Council Member Tidwell introduced the following ordinance which would convey the necessary property for access:

ORDINANCE NO. 10-2024-05

AN ORDINANCE OF THE CITY OF GENEVA, ALABAMA, AUTHORIZING THE SALE OR EXCHANGE OF REAL PROPERTY

It was moved by Council Member Tidwell that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinance, be suspended, and that unanimous consent to the immediate consideration of said ordinance be given. The motion was seconded by Council Member Bixby. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinance had been discussed and considered in full by the Council, it was moved by Council Member Tidwell that Ordinance Number 04-2024-05 be now placed upon its final passage and adopted. The motion was seconded by Council Member Bixby. The question

being put as to the adoption of said motion and the final passage and adoption of said ordinance, with the following results:

Ayes: Nays: None Absent: None Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried and the ordinance passed and adopted as introduced and read.

Council Member Gillespie Moved to amend the Manning Document to increase the starting salary for the Court/Clerk Magistrate to $18.00 per hour if certified. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- City Hall walkthrough
- Airport dedication
- Passing of long time resident and businessman Glen Hammond
- Upcoming Halloween event
- Hiring of a Librarian
- Hiring of a Magistrate
- Company from Birmingham looking to locate in Geneva
- New park project
- Official signing for the FBO

Mayor has stated he was going to have a series of mobile inspections and visits of each district and would like for all Council Members to go on each session. The first inspections are for districts 4 and 7 and are scheduled for December 4th beginning at 3:00.

City Clerk Johnson reported on redistricting.

City Attorney Gray reported on court.

Council Member McCoy inquired about repairs to Park Avenue and status of all the parked vehicles at a residence on that street. He also reported on the sewer project in his district.

Council Member Coleman asked who is responsible for the one-way street signs at the school. He also asked about the status of the vans for the Senior Center.

Code Enforcement Officer Owens reported the burnt house on Campbell has been torn down and the asbestos survey has been completed on 319 W. Campbell Avenue

Chief Mock reported on two (2) openings in the police department and an increase in academy cost. He reported on a training day for officers.

Chief Mock requested approval to apply for a $50,000.00 equipment grant. The grant should cover the cost of the equipment, there would be an additional $350.00 for shipping and there is an option for a three (3) year warranty and software upgrade. Council Member Gillespie moved to authorize application of the grant and to approve the additional $15,000.00 for the three (3) year warranty contingent upon grant award. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Fire Chief Latimer reported the equipment authorized under the grant award for the Fire Department has been ordered.

Mayor Hayes called for public comments. Chamber President Carl Corey gave a Chamber report.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member Bixby and was unanimously approved. Council adjourned at 7:25 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
NOVEMBER 4, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on November 4, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Tidwell gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Tidwell moved to dispense with the reading and approve the October 21, 2024, minutes as presented. Council Member Gillespie seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson explained the need to adopt a new Equal Employment Opportunity Plan and Policy and Council were provided with a draft copy. Council Member Gillespie suggested removing wording setting an age definition. Council Member Tidwell moved to adopt the Plan with the noted correction. Council Member Lee seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes informed Council that the Recreation Department has received a $10,000.00 grant to resurface and restripe the tennis courts which can also be used for pickle ball. He stated the cost for repairs was over the grant amount. He informed Council he has also received pricing for solar lighting at the parking lot areas at Chapman Park and soccer field. Mayor Hayes stated the estimated cost to finish the tennis courts and install lighting is $10,000.00. Council Member Tidwell moved to amend the budget by $10,000.00. Council Member Fountain seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson informed Council that she and the Mayor had very recently found out that the City could be eligible to participate in a program called Innovate Alabama. She stated an application to participate was submitted and the City was accepted into the program and is now eligible to apply for grants. She explained that the best option for the City is to apply for a recreation grant and outlined several ideas the Mayor and her had discussed. She stated due to only recently becoming aware of the program and the fact the application is due in approximately 5 days she has not had time to properly research if these projects will qualify. Clerk Johnson stated funding is 100% and feels that the Mayor could select another qualifying project if those suggested

will not qualify. She requested approval to apply for funding for a recreational project with the assistance of the Southeast Alabama Regional Planning and Development Council.

Council Member Tidwell moved to adopt a resolution authorizing and application for grant funding through Innovate Alabama. Council Member Bixby seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Mobile visits to districts
- Halloween
- Airport dedication
- City Hall project

City Attorney Gray discussed the land purchase issue for the upcoming airport project.

City Clerk Johnson informed Council of a situation where a check was stolen from the mail and "white washed".

City Attorney Gray reported on Court and the hire of a new magistrate. He stated some issues may be handled through the magistrate without having to go to Court and encourage individuals to contact the court office for assistance.

Council Member Fountain asked about a camper trailer at the intersection of Morris Street and Promenade Avenue, if it was in compliance with City ordinances. He asked if there were any signs that could be erected to slow traffic in areas where persons with disabilities live.

Council Member Bixby stated N. Whitney Street and E. Camellia Avenue needed curbing and the estimated cost would be $2000.00. He stated there is a list of curbing requests from prior meetings but he is not sure how much of the list has been accomplished. He asked that a current list of all needed curbing be compiled. Assessment of cost was also discussed. Current curbing that was broken was also discussed.

Council Member Tidwell stated he would like to see the City develop a Comprehensive Master Plan for the City. Council Member Gillespie suggested developing a Capital Improvement Plan. Council Member Tidwell stated that it could give future administrations some sort of guidelines. He asked if there could be something written in the plan so that a future Mayor could not come in and do away with the plan. City Clerk Johnson stated that the City has a current Comprehensive Plan but that the Strategic Plan needs to be updated. City Clerk Johnson stated it is her understanding that one administration cannot bind another administration with regard to future proposed expenditures and projects, each administration has authority to amend any plans by majority vote. Council Member Lee stated that Ft. Novosel has personnel that has volunteered with past administrations to assist the City with planning.

Council Member Lee commended the idea of the mobile district reviews and the continuity of the Council for the good of the City as a whole.

Council Member McCoy stated he has received a complaint on Hendrix Avenue about a pit bull dog.

Council Member Coleman reminded Council of the Annual Farm City Dinner and reported on the upcoming Senior Citizens Thanksgiving lunch.

Police Chief Mock reported on Halloween and the No Shave November fund raiser. He stated he has completed interviews and has narrowed it to two applicants. He stated the applicants are not certified and the cost for certification is $3,100.00 each. Council Member Tidwell moved to authorize the cost of training. Council Member Lee seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Chief Mock also gave an activity report for October.

Street and Sanitation Superintendent Brewer reported a cost estimate of $7,000.00 to $9,000.00 for repairs to a dump truck. He informed Council at least eight more wreaths and hardware kits are needed for downtown street lamps. Some Council Members volunteered purchasing hardware and Council Member Coleman stated he will ask the Lions Club to purchase four sets.

Rescue Director Creamer reported to Council the City Clerk had told him that she didn't realize and didn't think Council understood the total cost for all department heads to attend the Certified Public Manager's course was $4,000.00 each and she had asked him to clarify for the record. He went on to explain the amount discussed last meeting was for Course 1. He stated there is a cost for Course 2 which could be budgeted next year. Council Member Fountain asked about signing a contract for reimbursement if a department head left employment within a specified time frame. Other options for training were also discussed. Council Member Gillespie moved to rescind the motion to allow attendance until more information on other available classes and budgeting could be looked at. Council Member Fountain seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes informed Council the Fire Department needs a gas leak detector. Fire Chief Latimer presented a quote in the amount of $2,098.00. Council Member Lee moved to approve the purchase. Council Member Bixby seconded the motion which was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Recreation Director Adams reported on preparations for Christmas decorating.

Mayor Hayes called for public comments.

Chamber President Carl Corey reported on Christmas events and the Veteran's Day parade.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:25 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
NOVEMBER 18, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on November 18, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Freddy McCoy, Kim Gillespie, Mike Fountain and Daniel L. Coleman. Council Members Rufus Lee, Ryan Tidwell, and Rich Bixby were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Pastor Russell Clausell gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Coleman moved to dispense with the reading and approve the November 4, 2024, minutes as presented. Council Member Gillespie seconded the motion which was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Senator Donnie Chesteen and Representative Jeff Sorrells were present and presented a $10,000.00 check for a donation to the Emma Knox Kenan Public Library.

Mr. Jay Baxter with Gov.App made a presentation on an App based notification system his company offers.

City Clerk Johnson presented a request from the Library Board to change the full-time Library Assistant position to a part-time 30 hour a week position and to increase the part-time Library Aide position by 10 hours. Clerk Johnson recommended setting the Aide position at 30 hours also.

Council Member Coleman moved to amend the manning document to change the Library Assistant position to part-time and to increase the hours for the Library Aide to 30 hours per week. Council Member Fountain seconded the motion which was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to approve a parade application for the Chamber of Commerce to have a Christmas parade on December 6, 2024. Council Member McCoy seconded the motion which was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Council discussed running lights across Commerce Street.

Mayor Hayes reported on the following:

- Preparation for Christmas Events

- Innovate Alabama Grant and proposed project
- Project evaluation meeting with State Representatives and SEARPDC personnel
- Park Project
- Lighting at Junction
- City Hall

Council Member Coleman moved to authorize the Mayor to obtain pricing to repair lighting and proceed with repairs if prices are within reason. Council Member Gillespie seconded the motion which was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining

City Clerk Johnson requested permission to update the job description for the Accounting Clerk position to more accurately reflect the duties and experience needed. Council Member Coleman moved to authorize the City Clerk to update the job description for the Accounting Clerk Position and amend the Manning Document to include the new job description. Council Member Fountain seconded the motion which was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson reported on garbage pickup for the Thanksgiving holidays.

City Attorney Gray reported on Court. He stated the transition with the hiring of a new Magistrate is going very well.

Council Member Coleman requested the area of College street where a water line was repaired needs to be smoothed out more. Council Member Gillespie reported an area on Azalea that needs to be repaired.

Council Member Coleman reported on the upcoming annual Farm City Dinner and Senior Citizens Thanksgiving lunch. He also reported the drainage ditch in front of the school in being worked on and asked if the sycamore trees at the tennis court could be cut while crews are working on the ditch.

Pick-up for one of the new vans for the senior center and the schedule for delivery for the second van was discussed.

Council Member Gillespie reported she has received complaints on Jessica Lane to Sizemore Highway relating to new rocking on the road.

Council Member McCoy asked if something could be done about the trash along Ward Street.

Council Member Fountain reported pot holes near 504 N. Whitney Street. He stated Whitney Street was too narrow when trying to turn form Maple Avenue onto Whitney Street. Council Member Fountain reported a nuisance complaint in Whitney.

Police Chief Mock reported on hiring process for new officers, No Shave November fund raiser, and an upcoming training event.

Street and Sanitation Foreman Byrd reported on cost figures for drain pipe for Johnson and Griffin Streets.

Librarian Hidle gave a library report.

Mayor Hayes called for public comments.

Ms. Gayle Courtney was present and stated there are several classes wanting to purchase benches for the new park. She asked if the number and price had been determined.

Council Member McCoy moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:23 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
DECEMBER 2, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on November 18, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Mike Fountain and Daniel L. Coleman. Council Member Rich Bixby was absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to dispense with the reading and approve the November 18, 2024, minutes as presented. The motion was seconded by Council Member Coleman and was approved by a four (4) to zero (0) vote with Mayor Hayes and Council Members Lee and Tidwell abstaining.

Council Member Lee moved to amend the agenda to add Item E allowing Mrs. Karinne Simmons with SEACAP to speak. The motion was seconded by Council Member Fountain and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes signed a proclamation declaring February National Courtesy, Character & Citizenship Month for the National League of Junior Cotillions.

Council Member Tidwell moved to authorize incentive pay as budgeted for the year and to authorize a one-time voluntary PTO cash in of up to 40 hours for any employee having at least 120 hours of accumulated PTO. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson requested an amendment to the manning document, explaining that the starting salary for the Accounting Clerk position in her office has a starting salary of $18.00 per hour and has not been adjusted in a few years. She stated looking through applications and talking to qualified applicants, the expected salary is more than the current starting salary and she feels it needs to be adjusted in order to attract a qualified individual with experience in accounting. Clerk Johnson suggested a starting salary of $21.00 per hour and additional $2.00 per hour for either a bachelor degree in accounting or 10 years of accounting experience. Council Member Lee moved to amend the manning document to set the starting salary for the position of Accounting Clerk at $21.00 per hour with an additional $2.00 per hour for either a bachelor degree in accounting or 10 years of accounting experience. The motion was seconded by Council Member Gillespie and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Recreation Director Adams requested an amendment to the manning document to rename the seasonal position of Recreation Supervisor to Recreation Leader and to authorize one additional position. Council Member Tidwell moved to authorize the requested amendments to the manning document. The motion was seconded by Council Member Fountain and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining

Mrs. Simmons gave a report on 2024 programs sponsored by SECAP. She explained the various types of programs and assistance her agency offered.

Mayor Hayes reported on the following:

- Passing of local historian Jerry Elmore
- Meeting with engineers on the airport
- Interest by a couple from North Carolina in building a hangar at the airport and possibly operating an aviation related business from the hangar.
- City Hall project
- Upcoming safety meeting
- Thanksgiving lunch for the seniors
- Street sweeper
- Lighting for Chapman Park

City Attorney Gray reported on Court.

Council Member Coleman thanked crews for work on the ditch at the high school and removing trees at the tennis courts.

Council Member Fountain thanked the building inspector for getting requested lights up and crews for road repairs.

Police Chief Mock reported on one new hire, No Shave November fund raiser, speaking to students about drinking and driving using the new fatal vision goggles and gave an activity report for the month of November.

Street and Sanitation Superintendent Brewer gave a report on equipment needing repair and sign replacement.

Mayor Hayes stated he has received requests to install speed limit signs from the intersection of Highway 27 and Highway 52 going east and to change the speed limit to 45 mph.

Rescue Director Creamer reported pre-collection notices have been sent. He asked if the Council wanted to establish a cut off age for collections. Council Member Lee moved to establish a cut off age of 75 for collections. The motion was seconded by Council Member Tidwell and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining

Fire Chief Latimer reported the washer/dryer equipment has been received.

Council Member Tidwell stated his family has been visiting the library and it is operating very well.

Mayor Hayes called for public comments.

Chamber Presicent Carl Cory gave a Chamber and DAV report.

Ms. Margie Harrison stated there was a 55 mph speed limit sign on Highway 52 on the right going east.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:19 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
DECEMBER 16, 2024
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on December 16, 2024, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, and Daniel L. Coleman. Council Members Rich Bixby and Mike Fountain were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

City Attorney Gray gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Lee moved to dispense with the reading and approve the December 2, 2024, minutes as presented. The motion was seconded by Council Member Tidwell and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported he has been in discussion with individuals wanting to construct a hangar at the airport. He explained a lease will need to be negotiated if a location can be found to accommodate the request. Council Member Lee moved to authorize the Mayor to negotiate a contract for land rental at the airport. The motion was seconded by Council Member Tidwell and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes explained that due to delay in the current planned airport project, the City will risk losing funds allocated for the airport if a new project is not applied for. He informed Council he and the Clerk have a conference call scheduled with State officials and engineers regarding the issue. Mayor Hayes stated the engineers have recommended three projects beneficial to the airport and he liked the option to construct hangars if possible. Council Member Tidwell moved to authorize the Mayor to select the most feasible project for an application. The motion was seconded by Council Member Coleman and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray gave a report on the status of the current project in relation to land purchase offers.

Mayor Hayes informed Council he has met with engineers regarding a resurfacing project grant through the Rebuild Alabama Act grant. He named seven intersections and a list of streets that he feels could be accomplished with the grant. Other streets on the list were discussed and possible solutions for those streets discussed. Council Member Tidwell moved to adopt a resolution applying for a RAA grant. The motion was seconded by Council Member Coleman and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council discussed calls for service by the rescue squad to the jail to check inmates when the nurse is not available. Council discussed the possibility of billing the county for services.

Mayor Hayes asked Council if they were interested in subscribing to the notification system presented at a previous meeting. Council member Coleman moved to authorize the basic plan subscription/purchase. The motion was seconded by Council Member Coleman and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Christmas Parade
- City Hall Project
- Lakewood Loop drainage issue
- City safety meeting/lunch

City Attorney Gray reported on Court.

Council Member Tidwell commented on past and future road and recreations projects and their impact on the community. He wished everyone a Merry Christmas.

Council Member Lee stated he would like to see the tours of the various districts continue into the new year. He complimented everyone involved in decorating the junction and wished everyone a Merry Christmas.

Council Member McCoy inquired about the Park Avenue road issue.

Council Member Gillespie discussed recent comments on social media regarding fuel prices in Geneva. She stated she would like to publicly state the issue is not caused by local taxes as the City only receives 3 cent per gallon and that shopping outside of Geneva only takes away funds to help with projects and services. She encouraged the paper to help explain this to citizens.

Council Member Coleman reported on the upcoming Senior Citizen Christmas lunch.

Mayor Hayes stated it was brought to his attention a recent article in the paper did not reflect the City's participation in recent visits to City facilities and Head Start with State officials. He informed everyone that City officials were involved in the visits.

Police Chief Mock reported the new hire announced at last meeting has decided not to accept the position. He reported touring the new SECTRA Care facility in Dothan and how it could benefit Geneva.

Street and Sanitation Superintendent Brewer reported the cost to finish rocking Franklin Avenue is $10,000.00 to $15,000.00. He reported the annual levee inspection is coming up and he has a few repairs to get ready.

Rescue Director Creamer asked for permission to apply for a FEMA Grant. He stated the grant allows for several small purchases of equipment and training that would be beneficial to the department. Council Member Lee moved to adopt a resolution authorizing an application. The motion was seconded by Council Member Tidwell and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. Council adjourned at 7:24 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
JANUARY 6, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on January 6, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

City Attorney Gray gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Tidwell moved to dispense with the reading and approve the December 16, 2024, minutes as presented. The motion was seconded by Council Member Gillespie and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Bixby abstaining.

Mayor Hayes presented a Mayor's Certificate to recreation employee Craig Galloway in recognition of his dedication to the City of Geneva and being named the 2024 Support Staff Member of the year for ARPA District 6.

Mayor Hayes presented a Mayor's Certificate to Recreation Director Landon Adams in recognition of his dedication to the City of Geneva and being named the 2024 Young Professional of the year for ARPA District 6.

Mr. Carl Cory reported on the Geneva County Journal and outlined services and pricing available to the City.

Mayor Hayes discussed replacing the Hugh Herring Levee sign. Council Member Fountain suggested reaching out to Reliable to see if they were able to prefabricate a sign through one of their shops as a community project.

Mayor Hayes reported on the following:

- City Hall project
- New asphalt plant
- Airport projects
- Park project
- Devco sewer project
- Upcoming meeting with Attorney General
- Innovate Alabama Grant

- 2024 year end review

Council Member Tidwell commented on 2024 projects accomplished and the success of the projects.

City Clerk Johnson reported on the 24 audit and redistricting for the voters list.

City Attorney Gray reported on Court.

Council Member Coleman reported on an incident during the recreation basketball program and commended the director on handling the situation.

Council Member Lee commented on accomplishments since the current administration took office, stating this has been one of his best terms in his 37 years as a member of council.

Council Member Tidwell also commented on accomplishments since the current administration took office in relation to his 12 years as a member of council.

Council Member Bixby reported on the success of the GHS girl's basket ball team for the season.

Council Member Lee stated he would like to see the tours of the various districts continue into the new year. He complimented everyone involved in decorating the junction and wished everyone a Merry Christmas.

Council Member Fountain expressed congratulations to the recreation department and reported he has received complaints about the columns in front of the new City Hall being painted white.

Police Chief Mock gave a December and year end activity report. He reported on vehicle repairs and CEUs for officers.

Building Inspector Wuest stated he is working on lights at the Junction.

Street and Sanitation Superintendent Brewer reported on Lakewood Loop and school curbing projects.

Rescue Director Creamer asked for a $2,000.00 budget amendment for training to help with cost of licenses and renewals for employees. Council Member Lee moved to approve the budget amendment as requested. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Fire Chief Latimer reported on the installation of the equipment through the FEMA grant and CEUs for firefighters.

Council Member Lee asked about warming stations.

Mayor Hayes called for public comments.

Chamber President Carl Corey gave a Chamber and DAV report.

Council Member Bixby asked if future parades could be coordinated in conjunction with other events, such as school functions.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:05 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
JANUARY 21, 2025
2:00 P.M.

MINUTES

The Geneva City Council met in regular session on January 21, 2025, at 2:00 p.m. in the Council room at City Hall. The meeting time for this regular meeting was changed due to weather conditions. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Mike Fountain and Daniel L. Coleman. Council Members Kim Gillespie, Ryan Tidwell, and Rich Bixby were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Coleman moved to dispense with the reading and approve the January 6, 2025, minutes as presented. The motion was seconded by Council Member Fountain and was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to adopt a proclamation proclaiming February 2025, as Career and Technical Education Month in the City of Geneva. The motion was seconded by Council Member Colman and was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman moved to adopt a proclamation proclaiming January 2025 as Human Trafficking Awareness and Prevention Month in the City of Geneva. The motion was seconded by Council Member Lee and was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes presented Bryan Pyke a Mayor's Certificate for being named 2023 General Aviation Airport Manager of the Year by FAA.

Council Member Coleman moved to authorize the purchase of a drainage pipe for Johnson Street in the amount of $15,000.00. The motion was seconded by Council Member Lee and was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

Council Lee moved to adopt a resolution authorizing the expenditure of 2022 CDBG funds to demolish and clear slum and blight properties in the Hart/Campbell Avenue target area. The motion was seconded by Council Member Coleman and was approved by a four (4) to zero (0) vote with Mayor Hayes abstaining.

The status of a sewer pipe for the ditch along Campbell Avenue and Cherokee Street was discussed.

Mayor Hayes reported on the following:

- Snowing in Geneva, Alabama
- Meeting with engineers to discuss roads for a resurfacing project
- Conversations with the Director of ALDOT and available grant applications
- Senior Citizen van
- Devco sewer project
- City Hall and scheduling an Open House
- Airport apron grant project

Council Member Lee inquired about the status of the land purchase for the airport project. City Attorney Gray reported on the issue. Council Member Coleman stated for the record that he was opposed to taking property under eminent domain.

City Clerk Johnson presented a Rebuild Alabama Act tax report for FY 24. She reported on redistricting for voters list and the current audit. She informed Council that there are only two more meetings to make changes to Council salaries. Mayor's retirement, attendance and insurance was discussed.

City Attorney Gray reported on Court.

Police Captain McDuffie reported one cadet has started the academy, plans for roads during the proposed bad weather and an upcoming fundraiser.

Mayor Hayes announced the recreation department has won a statewide recognition award.

Council discussed closing streets because of snow. The Mayor declared roads would close at 5:00 p.m. and open at 7:00 a.m. the following day.

Council Member McCoy inquired about repaving streets in DEVCO due to the sewer project.

Building Inspector Wuest stated he is working on lights at the Junction.

Street and Sanitation Superintendent Brewer reported on Lakewood Loop and school curbing projects.

Recreation Director Adams reported on program signup.

Mayor Hayes called for public comments.

There were none.

Council Member McCoy moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 2:52 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
FEBRUARY 3, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on February 3, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Mike Fountain and Daniel L. Coleman. Council Members Ryan Tidwell, and Rich Bixby were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Fountain gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Lee moved to dispense with the reading and approve the January 21, 2025, minutes as presented. The motion was seconded by Council Member Coleman and was approved by a four (4) to zero (0) vote with Mayor Hayes and Council Member Gillespie abstaining.

Council Member Lee moved to amend the agenda item B to include a Retirement Resolution. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Senior Director Robbie Owens appeared before Council and presented a Title VI Program including a Limited English Proficiency Program, maintenance policy, and drug policy which are required for the Senior Van program. Council Member Coleman moved to adopt a resolution adopting the Title VI Program. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council discussed keeping one or both of the old vans being replaced by the new vans in the program.

City Attorney Gray and City Clerk Johnson presented and reviewed a salary ordinance for elected officials. Clerk Johnson explained the ordinance incorporates the provision for the Mayor to participate in the Retirement Systems of Alabama and removes an option for Council to participate in the City's health insurance plan. City Attorney Gray asked if Council wanted to make any other changes to the ordinance.

City Clerk Johnson presented and reviewed a resolution authorizing the Mayor's participation in the Retirement Systems of Alabama.

City Attorney Gray stated this would be considered the first reading of the ordinance. Council Member Gillespie moved to consider both the salary ordinance and retirement resolution

and lay adoption over until the next meeting. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes discussed a timeline for the proposed new park project. Council Member Gillespie moved to authorize bids for the project. The motion was seconded by Council Member Lee and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Open house for the new City Hall
- New senior van
- Street resurfacing project and grant application
- Senior Citizen van
- Innovate Alabama grant
- Airport inspection
- Recreation Department award
- PD fundraiser

Mayor Hayes requested a budget for open house. Council Member Gillespie moved to authorize $3,000.00 for open house. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson reported she and a clerk from the County Board of Registrars have completed the review of district changes and the information is being entered into the county system.

City Attorney Gray reported on court.

Council Member Lee inquired about the purchase of the land for the airport. City Attorney Gray reported on the situation.

Mayor Hayes stated the water and sewer department had met with employees at Reliable and had a very positive meeting

Council Member Fountain reported on changes to the way products are processed at Reliable which will cause changes in the discharge of by products into the sewer system.

Council Member Lee commended the Mayor for his work on seeking funding for Mulkey Avenue.

Council Member McCoy reported the sewer project in DEVCO is moving along. He asked if speed bumps will be put back on streets after the project.

Council Member Gillespie recommended the City look at purchasing the camera systems that clock and fine speeders. She reported she has received several questions and complaints about

the smell from the hemp plant in town. She stated she felt it would be a good public relations effort if the company would release information to the public or do an ad in the paper addressing concerns.

Council Member Coleman inquired about a big hole off Trinity Street. He reported on the upcoming Lion's Club pancake supper.

Police Chief Mock gave an activity report for January. He reported the one cadet in the academy has sustained a leg injury. Chief Mock also gave a report on the recent fundraiser.

Rescue Director Creamer reported water leaks at the station have been repaired.

Fire Chief Latimer reported the ice machine at the station needs repair and the washer/dryer has been installed.

Recreation Director Adams reported on baseball registration, the tennis court project and the Agency of the Year award stating it was achieved in part by the support of the Mayor and Council for the department.

Senior Citizens Director Robbie Owens reported on upcoming center functions.

Mayor Hayes called for public comments.

Mr. James Carpenter was present and invited Council to open house for the newly renovated house on Liveoak Street which was once declared a nuisance property.

Mrs. Tewanna Marks-McElwee reported on and invited Council to attend the 2025 Geneva County Black History Program.

Chamber President Carl Cory reported on the Chamber and DAV.

Council Member Gillespie moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:40 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
FEBRUARY 18, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on February 18, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Pastor Russell Clausell gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Mayor Hayes welcomed those in attendance to the new City Hall. He discussed the need for the new facility.

Council Member Gillespie moved to dispense with the reading and approve the February 3, 2025, minutes as presented. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Bixby abstaining.

Council Member Lee moved to adopt the following ordinance introduced and considered at last meeting:

ORDINANCE 02-2025-01

AN ORDINANCE SETTING THE SALARIES OF THE MAYOR AND CITY COUNCIL MEMBERS AND ELIGIBLE BENEFITS; REPEALING ANY PRIOR ORDINANCES RELATING TO SALARIES; AND PROVIDING AN EFFECTIVE DATE

Council Member Lee moved to adopt Ordinance 02-2025-01. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to adopt resolution authorizing the Mayor's participation in the Retirement Systems of Alabama as defined by Act 2023-236. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to adopt a resolution ratifying the City's current millage rate of 12 mills. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes discussed request for speed bumps. He informed Council there is a company currently doing work in town that has quoted a price of approximately $650.00 per speed bump. He asked if Council would like to proceed with the list of the streets he is aware of. Council Member Tidwell moved to table action until the next meeting to give Council time to review their districts and submit their request list. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported the Geneva City Planning Commission met on February 4th and heard a request from Hunter Ward to rezone property on Sizemore Highway from R-3 to B-2 General Business. The Commission voted to hold a public hearing on the request.

City Attorney Gray explained the process for rezoning.

Mayor Hayes reported on the following:

- Interest from a sporting goods company about locating in Geneva
- Discussions with a potential industry
- Discussions with a developer about housing for Geneva
- Open House
- Meeting with property owners for the airport project – need executive session
- New park project
- Meeting with car club and having a downtown show
- Clean up along county roads by Mayor, street and recreation departments
- Planned meetings in Montgomery with ADECA, ALDOT and other agencies to seek funding for projects
- Moving to new City Hall

City Clerk Johnson requested approval to destroy old records that were no longer needed and meet requirements of the state for disposal. Council Member Gillespie moved to adopt a resolution authorizing destruction of old records. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray reported on court. He stated an executive session was needed at the end of the meeting to discuss an issue that is part of litigation and is allowable for executive session.

Council Member Lee stated he has three more areas for speed bumps to be added to his list. He commended everyone involved with open house and he was proud of how well it presented. He stated this administration has worked well together and in all his terms of office there has not been an administration that has worked together any better than this one.

Council Member McCoy reported the new sewer system project for DEVCO is almost complete.

Council Member Tidwell reported he has met with Tripp Smith regarding brining the Rock-A-Dock event back to Geneva this fall for a six-day event. He stated they had made a list of items that would be needed. Council Member Tidwell stated he would meet with the Mayor to discuss ways to help make this event successful and to start the planning process.

Council Member Coleman inquired about the status of the drainage projects at the high school and Johnson Street. He reported on the Lion's Club pancake supper. He inquired if the police department had any youth community service workers.

Mayor Hayes reported there was interest by the Kiwanis Club to start a chapter in Geneva and they would be utilizing one of the rooms a City Hall. He invited Council to a seminar being held in the Council room by Wiregrass Economic Development Group. Mayor Hayes also reported he had attended and presented a Mayor's Certification of Recognition to Saint Elizabeth Missionary Baptist Church at their recent cornerstone celebration.

Librarian Mishelle Hidle gave a report on changes, policies, usage and programs for the library.

Senior Citizens Director Robbie Owens gave a report on programs and events for the center.

Building Inspector Ray Wuest reported on repairs to lighting at Fowler Park and presented a $1,500.00 check from the Geneva River Festival Committee to assist with the project.

Street and Sanitation Superintendent Allen Brewer gave a project report.

Rescue Director Creamer reported he has received the first check for delinquent account collections.

Police Chief Mock reported on an upcoming training seminar being held at the in the new Council room. He reported on an upcoming auction for abandoned and confiscated property.

Mayor Hayes stated he has not received notice of availability of congressional discretionary funds but that he will contact Senator Tuberville's office to see when applications are due. City Clerk Johnson recommended Council adopt a resolution authorizing application in the event the deadline is before next meeting.

Council member Tidwell moved to authorize the Mayor to select a project and to adopt a resolution that authorizes the selected project. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining and Council Member McCoy temporarily away from the meeting.

Mayor Hayes called for public comments.

Chamber President Carl Cory reported on the Chamber and DAV.

School Board Chairman Russell Clausell reported the Board would like to use the Council room to conduct interviews for the new superintendent and other meetings for public input.

Mayor Hayes called for an executive session to discuss a matter covered under pending litigation. Attorney Gray stated an executive session as requested was in order as litigation met the criteria under public meetings laws. He stated there may be announcement after.

Council Member Tidwell moved to go into executive session. The motion was seconded by Council Member Gillespie. Mayor Hayes called for a roll call vote with the following results:

Ayes: Mayor Hayes, Council Members Lee, McCoy, Gillespie, Tidwell, Bixby, Fountain, Coleman.

Nays: None

The Mayor declared the motion passed and executive session approved. Executive session began at 7:20 p.m. with the Mayor, Council Members, City Clerk, City Attorney and Police Chief in attendance. Executive session was moved to the Mayor's conference room adjoining Council Chambers.

Council Member Bixby moved to adjourn executive session. The motion was seconded by Council Member Gillespie and was unanimously approved. Executive session adjourned at 7:40 p.m. and regular meeting reconvened in the Council room.

Council Member Gillespie moved to authorize Mayor Hayes to negotiate a settlement for the purchase of property needed for an airport improvement project. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member Lee and was unanimously approved. Council adjourned at 7:45 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
MARCH 3, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on March 3, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads and employees.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to dispense with the reading and approve the February 18, 2025, minutes as presented. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes stated there has been concern by citizens regarding speeding on thoroughfares, specifically on Trinity, Hillcrest and Woodland Streets. Mayor Hayes informed Council he has been out and measured the streets and observed the traffic flow. He presented and reviewed a list of recommended area for stop signs and speed humps on the three streets. He asked Council to review the recommendations and consider action at the next meeting.

Council received a request for the use of Fowler park and a parade permit application for the annual River Festival. Council discussed the proposed parade route and the need to establish a regular route for all parades.

Council Member Tidwell moved to approve the parade permit for the River Festival parade. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to approve the request by the River Festival Committee, Inc. to use Fowler Park for its annual festival. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Interest from two small businesses about locating in Geneva
- Engineers have determined a portion of the American Legion building is on airport property and the fence line will have to be adjusted to avoid the building
- He has been contacted by the state about the possible availability of funding for certain infrastructure projects

- There has been a large attendance at court and the new Council room is serving it purpose
- The bids for the new park have been advertised and will be opened in couple of weeks
- State prisoners have been out cleaning along road sides
- Meeting with car club and having a downtown show
- Clean up along county roads by Mayor, street and recreation departments
- Planning for new recreation projects

Mayor Hayes read a thank you note from Gail Whitehead to the City and City personnel for work on the drainage ditch along her street.

City Clerk Johnson requested approval to host a District VII Clerk's meeting with the City providing lunch. Council Member Tidwell moved to approve the request. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray reported on court. He updated Council on the airport buyout project stating the property owners have met and the things appear to be moving forward.

Council Member Fountain stated an old dilapidated building on the property of the old church at the intersection of Fleming and Morris needs to be abated and residents of the area are asking when something will be done.

He also inquired about the status of a trailer that was placed at 300 N. Cherokee Street near Hart Street that did not meet requirements and when it will be move.

Council Member Tidwell stated he has received complaints about the condition of a portion of Ridgecrest Avenue. He asked Street and Sanitation Superintendent Brewer to check and see if the portion of the road in question was part of the City Street and if so see if he can address the issues.

Council Member Tidwell asked Recreation Director Adams about lights that were removed from behind field five at the ballfield, and if they are going to be repurposed, the nets for the little league field, and about the plans for the fence behind the batting cage.

Council Member Tidwell stated a constituent had discussed with him about Sunday sale of alcohol. He stated with surrounding towns offering Sunday sales that it is time to consider if for Geneva and asked about the process to make it possible.

Council Member Tidwell stated he has met with a couple of groups about using the Junction for river type activities. He asked if that was something the Chamber could assist with, especially with promotion of the event. He outlined his meeting with Rock-a-Dock and read a list of things he proposes the City assist with and offer to the group. Council Member Tidwell stated he will see if Senator Chesteen could assist with funds for showers and bathrooms for the event. He also discussed the fee of $1,000.00 for rental of the park.

City Attorney Gray stated anyone using the park for a public event needs to have an insurance policy with the City listed as an additional insured.

Street and Sanitation Superintendent Brewer reported on projects. He stated the Johnson Street project cost around $7,000.00 which was lower than originally estimated. He also reported on an upcoming landfill inspection.

Council Member Coleman reported on the Lion's Club pancake supper and thanked everyone that participated.

Parks and Recreation Director Adams requested approval to host a Parks and Recreation meeting with the City providing lunch. Council Member Coleman moved to approve the request. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining. He reported on recreation programs, opening day, trial run for disc golf and gave an update on all-star teams.

Water Works and Sewer Board Manager Austin reported on the DEVCO sewer project.

Rescue Director Creamer reported the City's application to participate in Florida Medicare/Medicaid has been rejected. He informed Council there is a company that can assist with the department's enrollment for a one-time cost of $1,100.00. Council member Tidwell moved to authorize the Mayor to enter into an agreement with the company to enroll the City in the Florida program. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Police Chief Mock reported the auction date has been rescheduled to April 18th and gave an activity report for the month of February. Council Member Tidwell asked the Chief if he foresees the numbers for crimes, etc. going down in the future.

Mayor Hayes called for public comments.

Chamber President Carl Cory reported on the Chamber.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. Council adjourned at 7:36 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
MARCH 17, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on March 17, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads and employees.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Tidwell moved to dispense with the reading and approve the March 3, 2025, minutes as presented. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mrs. Samuela Thompson appeared before Council to request the use of Robert Fowler Memorial Park on October 25th to hold a Harvest Festival. Attorney Gray inquired about what agency, organization, or business would be sponsoring and liable for the festival or if Mrs. Thompson was requesting as an individual. He also asked if the event was free or if there is a charge. Mrs. Thompson stated she was in the process of establishing a non-profit agency and she was looking at charging for the event. It was discussed the organizers may need the 24th to prepare the park. Council Member Gillespie moved to authorize the use of Fowler Park for a Harvest Festival on October 24th and 25th contingent upon Mrs. Thompson being able to establish the non-profit organization and being able to provide sufficient liability insurance. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes read and signed a proclamation declaring the week of April 20-26, 2025, as Medical Laboratory Professionals Week.

City Attorney Gray discussed a proposed contract with Geneva County for housing inmates. Several items were discussed including charging for meals when an individual makes immediate bail, charges for nursing services and waiver of liability during time of incarceration. Council Member Bixby moved to table action until the City Attorney could meet with the County Attorney and discuss concerns with wording in the contract. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman moved to introduce the following ordinances:

ORDINANCE NUMBER 03-2025-3

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH HILLCREST STREET AND WEST PINE AVENUE.

ORDINANCE NUMBER 03-2025-4

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH HILLCREST STREET AND WEST COLLEGE AVENUE.

ORDINANCE NUMBER 03-2025-5

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH HILLCREST STREET AND WEST REGISTER AVENUE.

ORDINANCE NUMBER 03-2025-6

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH WILSON STREET AND WEST HIGH AVENUE.

ORDINANCE NUMBER 03-2025-7

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH WILSON STREET AND WEST COLLEGE AVENUE.

ORDINANCE NUMBER 03-2025-8

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A FOUR WAY STOP AT THE INTERSECTION OF NORTH WILSON STREET AND WEST BROOKSIDE AVENUE.

ORDINANCE NUMBER 03-2025-9

AN ORDINANCE DATED THE 17TH DAY OF March, 2025 ESTABLISHING A THREE-WAY STOP SIGN AT THE INTERSECTION OF NORTH WOODLAND STREET AND WEST REGISTER AVENUE.

It was moved by Council Member Coleman that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Lee. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes: Nays: None Absent: None Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Coleman that Ordinance Numbers 03-2025-3, 03-2025-4, 03-2025-5, 03-2025-6, 03-2025-7, 03-2025-08 and 03-2025-9 be now placed upon their final passage and adopted. The motion was seconded by Council Member Tidwell. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes: Nays: None Absent: None Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Gillespie moved to introduce the following ordinance:

ORDINANCE 02-2025-02

AN ORDINANCE ESTABLISHING THE USE OF ELECTRONIC VOTE COUNTING DEVICES AND ELECTRONIC EQUIPMENT FOR COMPLIANCE WITH THE HELP AMERICA VOTE ACT OF 2002

It was moved by Council Member Gillespie that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinance, be suspended, and that unanimous consent to the immediate consideration of said ordinance be given. The motion was seconded by Council Member Fountain. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes: Nays: None Absent: None Abstentions: None

Mayor Hayes

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinance had been discussed and considered in full by the Council, it was moved by Council Member Gillespie that Ordinance Number 03-2025-2, be now placed upon its final passage and adopted. The motion was seconded by Council Member Tidwell. The question being put as to the adoption of said motion and the final passage and adoption of said ordinance, with the following results:

Ayes: Nays: None Absent: None Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinance passed and adopted as introduced and read.

Mayor Hayes read a report from the Geneva City Planning Commission recommending Council consider the rezoning of property identified on Geneva County Property Maps as parcel # 34 19 07 36 1 003 002.001 from R-3 (Residential District) to B-2 (General Business District). Council Member Lee moved to hold a public hearing on the request at the earliest Council meeting date that meets advertising requirements. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Upon due public notice, bids for the construction of the new City Park were publicly opened on Wednesday, March 12, 2025, at 2:00 p.m. in the Council room at City Hall with the following results:

Bidder	Base Bid	ALT 1	ALT 2	ALT 3	ALT4	ALT 5	ALT 6
McClain Contracting Co., Inc.	$1,566,679.50	$61,420.00	$ 61,100.00	$137,878.00	$ 5,597.00	$ 85,669.20	$35,400.00
GenCon Associates, Inc.	$1,812,512.02	$32,103.85	$ 70,336.95	$197,314.72	$ 6,436.57	$ 98,519.58	$34,500.00
Reeves & Shaw Construction	$1,849,999.98	$34,410.00	$ 63,063.00	$137,878.00	$ 5,597.00	$ 85,669.20	$30,000.00
Tolleson Construction, LLC	$1,872,201.63	$22,689.90	$ 43,251.76	$166,703.48	$ 6,464.53	$ 98.926.44	$22,869.00
Hollon Contracting, LLC	$1,903,674.83	$44,423.00	$107,014.50	$147,878.00	$25,597.00	$ 98,395.20	$50,400.00
Working Properties II	$1,905,917.00	$22,818.00	$ 63,752.00	$237,984.00	$ 6,774.00	$103.662.00	$72,600.00
JNB Services, LLC	$1,988,366.50	$35,139.80	$ 42,882.50	$165,876.00	$ 5,597.00	$ 92,269.20	$35,100.00

Project Engineer Glenn Morgan with POLY, Inc. reviewed the bids and recommend the contract be awarded to the lowest bidder McClain, Contracting Co., Inc. Council Member Tidwell moved to award the bid to the lowest bidder McClain, Contracting Co., Inc. in the amount of $1,566,679.50. The motion was

seconded by Council Member Fountain. Council Member Tidwell moved to amend his motion to include that alternates be authorized if budget permits as the project progresses. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Recreation Director Adams requested that one part-time position in the recreation department be changed to a full-time position. Council Member Tidwell moved to amend the manning document and authorize the change from part-time to full-time. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to approve the Budget Performance reports for the month for the 1st quarter. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Attending Ft. Novosel Changing of the Guard ceremony
- Potential industry interested in locating to Geneva
- Negotiation on property for industrial development
- Job numbers in the county are up

Attorney Gray reported the contracts for the sale of property at the airport have been executed and surveys under way. He stated there is a small issue with 90 sq. ft of property on the legal description.

City Clerk Johnson informed Council that electronic voting books are available through the County, however, the County has not yet established their use in their elections so she is not recommending that the City make the change for the upcoming election.

City Clerk/Johnson informed Council that based on information from the Board of Registrars, the cost to mail all registered voters in the City a new voter registration card with their new City district is estimated to cost $1,750.00. Council Member Coleman moved to authorize the expense. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray reported on court. He updated Council on the airport buyout project stating the property owners have met and the things appear to be moving forward.

Council Member Coleman inquired about the stop sign for Powell Street and reported he is receiving complaints on burning in his district.

Council Member Gillespie inquired if the meeting with the Mainstreet Program Specialist is still on for April.

Council Member Bixby inquired about the street sweeper and stated he would like to see the existing walking trail from 27 to the trestle improved.

Council Member Tidwell reported on finalization of plans for Rock-a-Dock to return to Geneva and repairs to the fence at the batting cages. He inquired bout the pickle ball courts, disk golf and registration numbers.

Council Member McCoy reported on the DEVCO sewer project.

Council Member Lee introduced Mr. and Mrs. Diggs who have relocated to Chancellor and were in attendance at the meeting.

Mayor Hayes reported the second van for the Senior Center has been picked-up.

Building Inspector Wuest recommended raising the electrical permit fees and establishing a charge for the installation of solar panels.

Library Director Hidle gave a report on library operations.

Parks and Recreation Director Adams reported on opening day for baseball/softball, All-star standings and programs.

Water Works and Sewer Board Manager Austin reported on the DEVCO sewer project.

Mayor Hayes called for public comments.

Chamber President Carl Cory reported on the Chamber.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. Council adjourned at 7:36 p.m.

David P Hayes
Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
APRIL 7, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on April 7, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads and employees.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Coleman moved to dispense with the reading and approve the March 17, 2025, minutes as presented. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes stated that an executive session was needed for the purpose of discussing pending litigation and would not last long. Attorney Gray stated this is allowable under the open meetings act. Council Member Tidwell moved to go into executive session. The motion was seconded by Council Member Gillespie. Those voting to go into executive session were: Council Members Lee, McCoy, Gillespie, Tidwell, Bixby, Fountain and Coleman. The Mayor declared the motion passed and executive session approved. Executive session began at 6:05 p.m. with the Mayor, Council Members, City Clerk, and City Attorney in attendance. Executive session was moved to the Mayor's conference room adjoining Council Chambers.

Council Member Bixby moved to adjourn executive session. The motion was seconded by Council Member Lee and was unanimously approved. Executive session adjourned at 6:27 p.m. and regular meeting reconvened in the Council room. No announcement was made after executive session.

Council Member Tidwell moved to introduce the following ordinances:

ORDINANCE NUMBER 04-2025-10

AN ORDINANCE DATED THE 7TH DAY OF April, 2025 ESTABLISHING A FOUR-WAY STOP SIGN AT THE INTERSECTION OF NORTH TRINITY STREET AND WEST HIGH AVENUE.

ORDINANCE NUMBER 04-2025-11

AN ORDINANCE DATED THE 7TH DAY OF April, 2025 ESTABLISHING A FOUR-WAY STOP SIGN AT THE INTERSECTION OF SOUTH DISMUKE STREET AND EAST PROMENADE AVENUE.

It was moved by Council Member Tidwell that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Lee. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Tidwell that Ordinance Numbers 03-2025-10 and 03-2025-11 be now placed upon their final passage and adopted. The motion was seconded by Council Member Lee. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent: None	Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Tidwell moved to introduce the following ordinance:

ORDINANCE NUMBER 04-2025-12

AN ORDINANCE REPEALING AND REPLACING ANY ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, PROVIDING FOR GUIDELINES FOR PARKING AT THE EMMA KNOX KENAN PUBLIC LIBRARY AND TO PROVIDE A PENALTY FOR THE VIOLATION OF SAID ORDINANCE AND TO PROVIDE AN EFFECTIVE DATE.

It was moved by Council Member Tidwell that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinance, be suspended, and that unanimous consent to the immediate consideration of said ordinance be given. The motion was seconded by Council Member Bixby. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinance had been discussed and considered in full by the Council, it was moved by Council Member Tidwell that Ordinance Number 03-2025-13, be now placed upon its final passage and adopted. The motion was seconded by Council Member Coleman. The question being put as to the adoption of said motion and the final passage and adoption of said ordinance, with the following results:

Ayes:	Nays: None	Absent: None	Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinance passed and adopted as introduced and read.

Mayor Hayes requested funding in the amount of $10,000.00 for concrete work under the shades and picnic tables at the splash pad. Council Member Lee moved to approve the expenditure. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes requested authorization for the City to host a car show downtown on September 20th. Council Member Bixby moved to authorize the event. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member McCoy moved to table an appointment to the City School Board so that more discussion could be held. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to reappoint Mr. Charlie Fleming to the Geneva Water Works and Sewer Board. The motion was seconded by Council Member Fountain. There were no other nominees for the appointment. The motion was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council discussed nominees for the Zoning Board of Adjustments. Names presented for regular members were David Swinton, Al Folsom, Margie Harrison, Kayleigh Austin and Ross Bixby for supernumerary members were Jimmy Dale and Ross Bixby. Council Member Tidwell moved to appoint the list of nominees. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Opening day ceremony at Chapman Park
- The engineer has the contracts for the new park ready and he will schedule a ground breaking
- Meetings in Montgomery
- The City was awarded a Rebuild Alabama Grant in the amount $350,000.00
- Airport Projects (Attorney Gray gave an update on the land purchases)
- Discussion with ALDOT
- Opening of the splash pad
- Credit to Senator Chesteen for helping obtain the Rebuild Grant
- Talked and met with local businesses and job numbers are up
- Sidewalk grant applications are open and he is looking at a proposal for a sidewalk from downtown to Walmart
- Reminded Council to turn in their speed hump list
- Restriping of the old senior van
- Expressed appreciation for assistance from the gas company on projects

City Clerk Johnson reported on redistricting and that the first notice has been sent in water bills.

Council Member Lee moved to allow the Mayor to renegotiate the salary of the Recreation Director. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray reported on court, the jail contract and the deeds for the airport property purchase.

Council Member Lee expressed appreciation for work on Mulkey Avenue.

Council Member Tidwell asked Council to be prepared to vote on items for Rock-a-Dock at the next meeting. He expressed appreciation to the recreation department for a great opening day. He asked if there was a list of the streets to be paved and suggested another ride through.

Council Member Bixby commended the recreation department on their district meeting and expressed appreciation for being asked to be a speaker at the event. He thanked the street department for work in his district. He asked if an area on Camellia has been fixed that was damaged.

Council Member Gillespie asked if any progress has been made on purchasing a street sweeper. She stated there are a lot of drainage issues in town and asked if there are any grants available. She asked that a plan prioritizing drainage needs be developed and recommended a work session.

A work session was scheduled for 4:30 p.m. Monday, April 21, 2025.

Police Chief Mock gave an activity report for the month of March. He reported on a CIJS audit and condition of vehicles. He asked that Council consider new vehicles for the department. Council Member Gillespie stated maybe the issue could be discussed at the work session.

Council Member Coleman reported dog complaints on Pine Avenue. He reported there is an issue with water puddling in one of the driveways on Johnson Street where the drainage was recently worked on.

Recreation Director Adams reported on opening day, upcoming tournaments and disc golf.

Librarian Hidle reported on an open house for the newly renovated library and scheduled programs.

Geneva Water and Sewer Manager Austin reported on the Hendrix Street sewer project.

Mayor Hayes called for public comments.

School Board Member Tewanna Marks-McElwee reported on the process for hiring and new superintendent.

Council Member Tidwell moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. Council adjourned at 8:30 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING &
WORK SESSION
APRIL 21, 2025

MINUTES

The Geneva City Council met in work session on April 21, 2025, at 4:30 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Rich Bixby, Mike Fountain and Daniel L. Coleman. Council Member Ryan Tidwell was absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Items discussed were drainage issues, rescue finances and police cars.

Work session adjourned and regular session began at 6:00 p.m. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to dispense with the reading and approve the April 7, 2025, minutes as presented. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes presented certificates of appreciation to team members and coaches for the Boys 10U Recreation Basketball team for being State Runner-up.

Bids received for demolition services under a CDBG grant were publicly opened on April 16, 2025, in the Council room at City Hall. Bids received were as follows:

	Hopper-Moore, Inc.	Shiver & Sons
319 W Campbell Avenue	$6,950.00	$7,500.00
213 N Pleasant Street	$6,600.00	$7,500.00

Council received a recommendation to award the bid to the low bidder from Grant Administrator David Ewing. Council Member Lee moved to award the bid to the low bidder

Hopper -Moore, Inc. in the total amount of $13,550.00. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes read a Planning Commission Report from their April 10, 2025, meeting recommending Council consider the rezoning of W Neva Drive In Road from AG-1 (General Agricultural District) to T-1 (Manufactured Home Overlay District). Council Member Bixby moved to hold a public hearing on the matter with a date to be determined by the Clerk that will be compliant with advertising requirements. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Airport project bids
- Contracts for the new park will be signed that night
- List of streets for the resurfacing grant
- Discussion with ALDOT about additional funding
- Speed bumps
- Library open house
- Splash pad and opening day
- Resignation of the Recreation Director
- Resignation of the Code Enforcement Officer

City Attorney Gray reported on court and airport property acquisition and operations.

Mayor Hayes stated he was inviting individuals who were interested in serving on the School Board to come to the next Council meeting. He stated potential candidates will be give time to speak and express their interest and Council will have time to ask them questions. He also invited the public to attend the meeting.

Transitioning to an elected school board was discussed. Council Member Lee stated he has questions regarding fairness in representation because there are seven Council districts and there would only be five school board districts. Council Member Lee moved to authorize the City Attorney to look further into the process of an elected school board. The motion was seconded by Council Member Tidwell and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Gillespie abstaining.

Council Member Coleman reported the Geneva Lions Club would like to purchase a bench and picnic table for the new park.

Council Member Gillespie stated several speed bumps are needed along Campbell Avenue, Live Oak Street and at the end of Glenn Street.

Council Member Tidwell reviewed a list of items for Rock-A-Dock which included a $1,000.00 rental fee, extra trash service, extra servicing of bathroom facilities, and allowing food trucks with a paid license. Council Member Tidwell moved to authorize the items being the same

as provided last time the group came. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member McCoy reported there were individuals living in campers off Ward Street.

Street and Sanitation Superintendent gave a project report.

Building Inspector Wuest reported the lighting project at the Junction is complete.

Fire Chief Latimer reported on repairs to the antique fire truck.

Recreation Director Adams thanked Council for the opportunity as Recreation Director.

Police Chief Mock reported on programs, training and new employees. He requested funding for one new vehicle for the department. Council Member Lee moved to authorize the purchase of one new vehicle. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Chief Mock requested permission to apply for grants for a surveillance trailer and anti-terror barricades. The grant is a reimbursable grant. Council Member Tidwell moved to adopt a resolution authorizing application for a Homeland Security Grant for the Police Department. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes called for public comments.

School Board Chairman Russell Clausell reported on the process for hiring and new superintendent.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Gillespie and was unanimously approved. Council adjourned at 7:03 p.m.

City Clerk

Mayor

GENEVA CITY COUNCIL
REGULAR MEETING &
PUBLIC HEARING
MAY 5, 2025

MINUTES

The Geneva City Council met in regular session on May 5, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

With due public notice given, a public hearing was held at this time to consider rezoning property identified on Geneva County Property Maps as parcel #34 19 07 36 1 003 002.001 from R-3 (Residential District) to B-2 (General Business). City Attorney Gray explained that the rezoning was not considered spot zoning as it was in accordance with the comprehensive plan for the City.

Mayor Hayes opened the floor for public comments in favor of rezoning. No one was present to speak in favor to the request. Mayor Hayes opened the floor for public comments in opposition of rezoning. No one was present to speak in opposition to the request. The Mayor closed public comments.

Mayor Hayes called for any Council discussion. There was no Council discussion and the public hearing was closed.

Council Member Gillespie moved to dispense with the reading and approve the April 21, 2025, minutes as presented. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to introduce and consider the following ordinance:

ORDINANCE NUMBER 04-2025-12

AN ORDINANCE AMENDING SECTION 4.04 "R-3 RESIDENTIAL DISTRICT" AND THE ZONING MAP OF THE CITY OF GENEVA, ALABAMA OF ORDINANCE NUMBER 12-2017-05 DATED THE 18TH DAY OF DECEMBER, 2017 AND ORDINANCE NUMBER 07-2023-06 DATED THE 17TH DAY OF JULY, 2023 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

The motion was seconded by Council Member Fountain was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes opened the floor to individuals wanting to be appointed to the Geneva City School Board. Council heard presentations from: Mr. Al Folsom, Mr. Kevin Ammons, Mr. Brad Weeks, and Dr. John Simmons, Jr.

Council Member McCoy moved to table appointment until next meeting. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Gillespie abstaining.

Council Member Bixby moved to introduce the following ordinance:

ORDINANCE NUMBER 05-2025-14

AN ORDINANCE AMENDING ORDINANCE NUMBER 08-2007-05 DATED THE 20TH DAY OF AUGUST, 2007 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

It was moved by Council Member Bixby that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Fountain. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Lee that Ordinance Number 05-2025-14 be now placed upon their final passage and adopted. The motion was seconded by Council Member Fountain. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent: None	Abstentions:
Council Member Lee Council Member McCoy Council Member Gillespie Council Member Tidwell Council Member Bixby Council Member Fountain Council Member Coleman			Mayor Hayes

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Tidwell moved to adopt a resolution authorizing a grant application and committing matching funds for an airport improvement project. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman stated he would like for the stop sign at Woodland Street and Register Avenue approved at the last meeting moved to the intersection at College Avenue. Attorney Gray stated he could have an ordinance prepared for the next meeting. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- River Festival
- Recognition of Mr. Wynnton Melton by proclamation
- Open house for the Library
- Ribbon cutting by the Chamber for the new gym
- Four new business coming to Geneva
- Airport project
- Business for airport
- Street resurfacing project
- Splash pad
- New park
- Hiring for Code Enforcement
- Interim Recreation Director is Jay Howell

City Clerk Johnson reported on the CDBG project and voting districts.

City Attorney Gray reported on court and closing on the airport property.

Council Member Lee asked if a plaque with the names of all the past librarians could be purchased for the library.

Police Chief Mock reported on programs and training. He gave an activity report for the month of April.

Fire Chief Latimer stated he is looking to apply in the next round of FEMA grants.

Rescue Director Creamer reported he is researching possibility of hosting certification classes for EMTS.

Library Director Hidle reported on the library's open house and summer programs.

Water Manager Austin reported on the board's sewer project.

Interim Recreation Director Howell reported on recreation programs and registration.

Building Inspector Wuest reported that Alabama Power will require a resolution from Council authorizing him to sign documents to have street lights, installed, removed and repositioned.

Council Member Fountain moved to adopt a resolution authorizing the Building Inspector to sign documents relating to street light installation, removal and repositioning. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee requested the intersection at Magnolia and Westville and a section of Railroad Avenue be looked at during the resurfacing project.

Council Member McCoy asked if the police have addressed homeless camping on Ward Street.

Council Member Tidwell stated he would like to see an elected school board in Geneva and stated he would like for Council to figure out what needs to be done to make it possible.

City Attorney Gray reported he has been contacted by the State Highway Department regarding the resurfacing Hwy 27 South from Magnolia Avenue down to the old Ward Motor Company. He said the engineer has asked about leaving the stop sign where Choctaw Street comes into Magnolia or taking it out and coming up with a plan so that vehicles cannot drive in that area. He asked Council to consider what they would like in that area.

City Attorney Gray outlined the process for transitioning to an elected school board. Council discussed the issue. Council Member Tidwell moved to give the City Attorney the authority to draft a resolution for Geneva to have an elected school board. Council Member Bixby stated he felt the matter needed a work session to determine how the board would be structured in the resolution. The motion died for the lack of a second. Council Member Lee moved to hold a work session on May 19th at 4:00 p.m. to discuss the issue. The motion was seconded by Council

Member Bixby and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Gillespie abstaining.

Council Member Bixby asked if the median has been cut so senior signs can be put up.

Council Member Gillespie asked if the benches and picnic tables can be advertised so that the public knows they can be purchased. She asked about the date for a ground breaking.

Council Member Coleman reported on the Spring Fling for the senior citizens.

Mayor Hayes called for public comments.

School Board Member Tewanna Marks-McElwee spoke on unity with the city and school board.

Council Member McCoy moved to adjourn. The motion was seconded by Council Member Tidwell and was unanimously approved. Council adjourned at 8:00 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING &
WORK SESSION
MAY 19, 2025

MINUTES

The Geneva City Council met in work session on May 19, 2025, at 4:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Items discussed were an elected school board, code enforcement position, foreman position in the street department, required health screening for the City's health insurance plan, and the jail contract.

Work session adjourned at 5:23 and Council took an intermission until regular session began at 6:00 p.m. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Tidwell moved to dispense with the reading and approve the May 5, 2025, minutes as presented. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council heard a request from Mrs. Chelsie Smith to use the Junction to hold a fun run for a Peanut project for her daughter who is Little Miss Geneva. Council Member Bixby moved to approve the event. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mr. Terry Wilks appeared before Council to offer for sale his property that joins the airport. He mentioned possible uses of the property the City could pursue. Mr. Wilks also discussed a turn lane for the elementary school and his recommendations for how the car line for students could be improved.

Ms. Tammy Hudson, a representative of Westbrook Assisted Living Facility, appeared before Council and explained that the owners of the facility intend on adding beds and converting the facility into a memory care unit. She requested a letter from the City supporting the project.

Council Member Lee moved to authorize a letter of support. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mr. Tyler Dunn appeared before Council to express his views on the operations of the recreation department and his recommendations for how it could be run.

Mayor Hayes called for nominations for the Geneva City School Board. Council Member Lee nominated Mr. Brad Weeks. Council Member McCoy nominated Mr. Al Folsom. There being no further nominations, Mayor Hayes stated nominations were closed. Mayor Hayes called for the vote on the nomination for Mr. Weeks. Mr. Weeks received two (2) votes: Council Members Lee and Fountain. Mayor Hayes called for the votes on the nomination of Mr. Folsom. Mr. Folsom received one (1) vote: Council Member McCoy. Mayor Hayes declared Mr. Weeks received the most votes and was appointed to the School Board. It is noted that Mayor Hayes abstained as he votes during ties and Council Members Gillespie, Tidwell, Bixby and Coleman abstained due to being employed by the Geneva City School system.

Council Member Bixby moved to adopt the following ordinance which was introduced and considered at last meeting:

ORDINANCE NUMBER 04-2025-12

AN ORDINANCE AMENDING SECTION 4.04 "R-3 RESIDENTIAL DISTRICT" AND THE ZONING MAP OF THE CITY OF GENEVA, ALABAMA OF ORDINANCE NUMBER 12-2017-05 DATED THE 18TH DAY OF DECEMBER, 2017 AND ORDINANCE NUMBER 07-2023-06 DATED THE 17TH DAY OF JULY, 2023 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining

Council Member Coleman moved to introduce the following ordinances:

ORDINANCE NUMBER 05-2025-15

AN ORDINANCE DATED THE 19TH DAY OF MAY, 2025 ESTABLISHING A THREE-WAY STOP SIGN AT THE INTERSECTION OF NORTH WOODLAND STREET AND WEST COLLEGE AVENUE AND REPEALING ORDINANCE NUMBER 03-20225-9, DATED THE 17TH DAY OF MARCH, 2025 AND ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

It was moved by Council Member Coleman that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Bixby Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Coleman that Ordinance Number 05-2025-14 be now placed upon their final passage and adopted. The motion was seconded by Council Member Fountain. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent: None	Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Tidwell moved to adopt a resolution authorizing a grant application and committing matching funds for an airport improvement project. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman stated he would like for the stop sign at Woodland Street and Register Avenue approved at the last meeting moved to the intersection at College Avenue. Attorney Gray stated he could have an ordinance prepared for the next meeting. The motion was

seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Bixby moved to introduce the following ordinance:

ORDINANCE 05-2025-16

AN ORDINANCE GIVING NOTICE OF ELECTION FOR POSITIONS OF MAYOR AND COUNCIL MEMBERS FOR THE CITY OF GENEVA, BY THE MAYOR, AND GIVING ELECTION INFORMATION.

It was moved by Council Member Bixby that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Lee. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent: None	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Gillespie that Ordinance Number 05-2025-16 be now placed upon their final passage and adopted. The motion was seconded by Council Member Lee. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent: None	Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby

Mayor Hayes

Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Lee moved to adopt a resolution ratifying the Geneva Community Center as the voting location for the 2025 and future Municipal Elections. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to authorize an application for a TAP grant and commit local funding for the project. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

City Attorney Gray outlined a proposed jail contract with the Geneva County Commission/Sheriff. Council Member Lee moved to authorize execution of the contract. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Bixby moved to amend the manning document by changing the pay grade of the code enforcement position to a 36 and to delete the position of foreman in the street department and to add an EOII position. The motion was seconded by Council Member Gillespie and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to approve budget reports for the 2nd quarter. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Senior citizens spring fling
- Ground breaking for the new park
- New Park Project
- Potential business for the airport
- Retail businesses looking to locate in Geneva

City Attorney Gray reported on court.

Council Member Lee reported the Will Jenkins Community Center Board is looking to purchase new playground equipment for the center.

Council Member McCoy inquired about paving of streets in the sewer project.

Council Member Bixby moved to authorize Attorney Gray to prepare a resolution for an elected school board. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman reported on the senior citizens spring fling. He requested that DOT be asked to look at the intersection of Magnolia Avenue, Choctaw Street, and Promenade Avenue to see if improvements could be made. Council Member Coleman stated something does need to be done to improve traffic flow around the elementary school. He reported he is still receiving complaints about the odor coming from a business.

Council Member Gillespie discussed the traffic flow at the school and if another road could be developed or opened to help with the situation.

Police Chief Mock reported the situation with people living in tents on Ward Street has been addressed.

Street and Sanitation Superintendent Brewer reported on project and the search for a street sweeper.

Interim Recreation Director Howell reported on recreation programs and tournaments.

Fire Chief Latimer stated he is looking to apply in the next round of FEMA grants.

Water Manager Austin reported on the board's sewer project.

Rescue Director Creamer reported he would like to discuss fee rates at a future meeting.

Mayor Hayes called for public comments.

Mr. Kevin Ammons thanked Council for being able to present his qualifications for School Board Member and encouraged Council to continue to look at allowing individuals in the school district to participate as a member of the board and in any future elections.

Mr. Tyler Dunn spoke on the school line traffic and gave his recommendations. He asked that coaches and parents with kids in the recreation department be communicated with for future projects and needs.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:33 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
JUNE 3, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on June 3, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Mike Fountain and Daniel L. Coleman. Council Members Ryan Tidwell and Rich Bixby were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to amend the minutes of May 5, 2025, to include introduction of ordinance 05-2025-12 that was omitted in error. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to dispense with the reading and approve the May 19, 2025, minutes as presented. The motion was seconded by Council Member Gillespie and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to reappoint Mrs. Linda Marley to the Geneva Library Board. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes stated a work session was needed to discuss building and the International Building Code, police salaries, and infrastructure projects. A work session was set for June 10th at 5:00 p.m.

Mayor Hayes presented an estimate in the mount of $14,120.00 to repair three drainage issues around the City. Council Member Gillespie moved to approve the repairs. The motion was seconded by Council Member Lee and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reviewed the list for speed bumps and asked if Council had any request to add to the list.

Council Member Lee inquired about marking the new stop sign on Trinity Street to help people realize it is there.

Council Member Coleman moved to repeal the Ordinance 05-2025-15. The motion was seconded by Council Member Lee and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- New park project
- Project on 52 west
- Retail businesses looking to locate in Geneva
- Tour of the new asphalt plant in Geneva
- Street paving project
- TAP grant

City Clerk Johnson reported on a recent District 7 Clerk's meeting and training she hosted in the new City Hall.

City Attorney Gray reported on court.

Council Member Lee reported there will be Juneteenth celebration on June 19th at the Will Jenkins Community Center and the 6-week summer program at the Center. Council Member Lee stated he would like the minutes to reflect the passing of longtime resident Frankie Ammons and wished condolences to the family.

Council Member McCoy stated he has several residents from his district that want to speak on the DEVCO sewer project during open comments.

Council Member Fountain reported a light out at the Junction and a complaint on abandoned vehicles on Bryant Avenue.

Council Member Gillespie reported she has received complaints on the house located at 702 N. Iris Street.

Council Member Coleman reported the drain box lids on High and Hillcrest need to be put back on. He also asked about the status of the repairs to the windows at the Senior Center.

Interim Recreation Director Howell reported on recreation programs and tournaments.

Fire Chief Latimer reported on the need for more volunteers to sign up.

Police Chief Mock gave an activity report for the month of May and reported on department training.

Water Manager Austin stated the department had a camera for drain pipes if the City wanted to use it. She also reported on a meeting with the contractor and engineer regarding Hendrix Street.

Mayor Hayes called for public comments.

Mrs. Shirley Tucker and Mrs. Glenda Smith spoke on the condition of roads in the DEVCO sewer project and broken curbing.

Mayor Hayes explained that the contract did not include resurfacing a portion of Hendrix Avenue and the cost would be $5,000.00 to add the section. Council Member Lee moved to approve the resurfacing. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes stated the contract did not include re-curbing the entire portion of streets in the project as some of the curbing was broken before the project began. He stated the Water Department would like for the City to share in the cost of re-curbing. Council Member Lee moved to allow the Mayor to negotiate a price for curbing. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:23 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
WORK SESSION
JUNE 10, 2025
5:00 P.M.

MINUTES

The Geneva City Council met in work session on June 10, 2025, at 5:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Items discussed were:

International Housing Codes
Tiny homes/pop-up homes
Devco sewer project
Police, Rescue, Street/Sanitation and Clerk's Office employee salaries
Insurance benefit policy
Fireworks for 4th of July

Council Member Tidwell excused himself at 6:03 p.m. during discussion on salaries.

The meeting adjourned at 7:00 p.m.

David B Hayes
Mayor

Lisa Johnson
City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING &
PUBLIC HEARING
JUNE 16, 2025

MINUTES

The Geneva City Council met in regular session on June 16, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

With due public notice given, a public hearing was held at this time to consider rezoning W Neva Drive In Road from AG-1(General Agriculture District) to a T-1(Manufactured Home Overlay District). City Attorney Gray explained that the rezoning was not considered spot zoning as it was in accordance with the comprehensive plan for the City.

Mayor Hayes opened the floor for public comments in favor of rezoning. No one was present to speak in favor to the request. Mayor Hayes opened the floor for public comments in opposition of rezoning. No one was present to speak in opposition to the request. The Mayor closed public comments.

Mayor Hayes called for any Council discussion. There was no Council discussion and the public hearing was closed.

Council Member Tidwell moved to introduce and consider the following ordinance:

ORDINANCE NUMBER 07-2025-18

AN ORDINANCE AMENDING SECTION 6.02 "AG-1 GENERAL AGRICULTURE DISTRICT" AND THE ZONING MAP OF THE CITY OF GENEVA, ALABAMA OF ORDINANCE NUMBER 12-2017-05 DATED THE 18TH DAY OF DECEMBER, 2017 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

The motion was seconded by Council Member Fountain and approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to dispense with the reading and approve the June 3 and 10, 2025, minutes as presented. The motion was seconded by Council Member Gillespie and was approved by a six (6) to zero (0) vote with Mayor Hayes and Council Member Bixby abstaining.

Council Member Lee moved to introduce and hold a public hearing the following ordinance:

CITY OF GENEA
ORDINANCE NO. 07-2025-19

AN ORDINANCE OF THE CITY OF GENEVA ESTABLISHING A ONE-YEAR MORATORIUM ON TINY HOMES, PORTABLE BUILDINGS AND STORAGE CONTAINERS BEING CONVERTED INTO DEWELLINGS, AND SIMILAR STRUCTURES WITHIN THE CITY LIMITS

The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman moved to adopt the following ordinance which was introduced and considered at the last meeting:

ORDINANCE NUMBER 06-2025-17

AN ORDINANCE DATED THE 16TH DAY OF JUNE, 2025 REPEALING ORDINANCE NUMBER 05-2025-15 DATED THE 19TH DAY OF MAY, 2025 THAT ESTABLISHED A THREE-WAY STOP SIGN AT THE INTERSECTION OF NORTH WOODLAND STREET AND WEST COLLEGE AVENUE AND ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

Council Member Tidwell moved to adopt two resolutions: 1. A resolution delegating election duties required by the Mayor to be performed by the City Clerk as a disinterested party because the Mayor has qualified as a candidate and naming an employee to perform duties in the Clerk's absence and 2. Establishing compensation for absentee election manager duties. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to authorize sending new voter district cards to all districts. The motion was seconded by Council Member Coleman and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell moved to adopt an insurance benefit policy. The motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Street resurfacing project
- TAP grant
- New park project and splash pad use
- Junior Police Academy
- Campaign signs in restricted areas and they will be removed
- Industrial park grant
- Future work session for airport lease

City Clerk Johnson reported on the upcoming election.

City Attorney Gray reported on court.

Council Member Gillespie inquired if any progress has been made on the nuisance complaint on Iris Street.

City Attorney Gray informed Council he has met with the new Code Enforcement Officer and reviewed the process for abating nuisances.

Council Member Bixby stated he would like to discuss the elected school board at the next work session. City Attorney Gray gave an update on the process.

Council Member Fountain asked if any progress has been made on wifi for the ball park.

Mayor Hayes gave an update on the DEVCO project.

Council Member Lee reported on a planned Juneteenth celebration and reunions for Riverside School and Geneva Colored School.

Council Member Lee moved to amend the agenda and approve a use of Fowler Park by the Chamber of Commerce to hold a 4th of July Celebration. The motion was seconded by Council Member Tidwell and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Building Inspector Wuest reported on lights at the Junction.

Rescue Director Creamer reported on issues with the electrical system on one of the ambulances. Mayor Hayes stated the awning at the rescue building needs repair or replacing.

Air conditioning for the fire bays was discussed. Mayor Hayes asked the Fire Chief to find out if the department is required to show up for life flights or is just something the Hospital is requesting from the department.

Mayor Hayes reported the bees have been removed from the library.

Captain McDuffie reported on the Junior Police Academy.

Mayor Hayes read a report on tournament revenues prepared by Interim Recreation Director Jay Howell.

Mayor Hayes asked for public participation.

Chamber President Amanda Williams reported on the upcoming 4th of July event.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:15 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING &
PUBLIC HEARING
JULY 7, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on July 7, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Rich Bixby, Mike Fountain and Daniel L. Coleman. Council Member Ryan Tidwell was absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Fountain gave the invocation and Mayor Hayes led the Pledge of Allegiance.

With due public notice given, a public hearing was held at this time to consider adoption of an ordinance establishing a one-year moratorium on tiny homes, portable buildings and storage containers being converted into dwellings and similar structures. City Attorney Gray explained the ordinance and its purpose.

Mayor Hayes opened the floor for public comments in favor of the proposed moratorium. No one was present to speak in favor to the request. Mayor Hayes opened the floor for public comments in opposition of rezoning. No one was present to speak in opposition to the moratorium. The Mayor closed public comments.

Mayor Hayes called for any Council discussion. There was no Council discussion and the public hearing was closed.

Council Member Gillespie moved to dispense with the reading and approve the June 16, 2025, minutes as presented. The motion was seconded by Council Member Bixby and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council heard a complaint from Mr. Leonard Sullivant regarding the police department and his neighbor's fence. Mr. Sullivant was advised the matter regarding the fence was a civil matter.

Council Member Lee moved to introduce the following ordinance:

CITY OF GENEA
ORDINANCE NO. 07-2025-19

AN ORDINANCE OF THE CITY OF GENEVA ESTABLISHING A ONE-YEAR MORATORIUM ON TINY HOMES, PORTABLE BUILDINGS AND STORAGE

CONTAINERS BEING CONVERTED INTO DEWELLINGS, AND SIMILAR STRUCTURES WITHIN THE CITY LIMITS

It was moved by Council Member Lee that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Bixby. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent:	Abstentions: None
Mayor Hayes		Council Member Tidwell	
Council Member Lee			
Council Member McCoy			
Council Member Gillespie			
Council Member Bixby			
Council Member Fountain			
Council Member Coleman			

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Coleman that Ordinance Number 05-2025-14 be now placed upon their final passage and adopted. The motion was seconded by Council Member Fountain. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent:	Abstentions:
Council Member Lee		Council Member Tidwell	Mayor Hayes
Council Member McCoy			
Council Member Gillespie			
Council Member Bixby			
Council Member Fountain			
Council Member Coleman			

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Council Member Bixby moved to adopt the following ordinance which was considered last meeting:

ORDINANCE NUMBER 07-2025-18

AN ORDINANCE AMENDING SECTION 6.02 "AG-1 GENERAL AGRICULTURE DISTRICT" AND THE ZONING MAP OF THE CITY OF GENEVA, ALABAMA OF ORDINANCE NUMBER 12-2017-05 DATED THE 18TH DAY OF DECEMBER, 2017 AND

REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

The motion was seconded by Council Member Fountain and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to adopt a resolution that upon written statement to the Council by the Mayor certifying the fact that only one candidate, David Hayes, filed a statement of candidacy for the office of Mayor, that David Hayes be declared duly elected to the office of Mayor in the City of Geneva for the term of office commencing on the first Monday in November 2025, and directing the issuance of a certificate of election to David Hayes for said office. The motion was seconded by Council Member Bixby and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to adopt a resolution that upon written statement to the Council by the Mayor certifying the fact that only one candidate, Rufus Lee, filed a statement for the office of Council Member District 1, that Rufus Lee be declared duly elected to the office of City Council Member District 1 in the City of Geneva for the term of office commencing on the first Monday in November 2025, and directing the issuance a certificate of election to Rufus Lee for said office. The motion was seconded by Council Member Bixby and was approved by a five (5) to zero (0) vote with Mayor Hayes and Council Member Lee abstaining.

Council Member Gillespie moved to adopt a resolution that upon written statement to the Council by the Mayor certifying the fact that only one candidate, Rich Bixby, filed a statement for the office of Council Member District 5, that Rich be declared duly elected to the office of City Council Member District 5 in the City of Geneva for the term of office commencing on the first Monday in November 2025, and directing the issuance a certificate of election to Rich Bixby for said office. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes and Council Member Bixby abstaining.

Council Member Lee moved to adopt a resolution that upon written statement to the Council by the Mayor certifying the fact that due to the withdrawal of a candidate, that only one candidate, Sara Tinsley, filed a statement for the office of Council Member District 6, that Sarah Tinsley be declared duly elected to the office of City Council Member District 6 in the City of Geneva for the term of office commencing on the first Monday in November 2025, and directing the issuance a certificate of election to Sarah Tinsley for said office. The motion was seconded by Council Member Bixby and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to authorize the issuance of a certificate of election to David Hayes for Mayor of the City of Geneva for the term commencing on the first Monday in November 2025. The motion was seconded by Council Member Fountain and was approved by a

six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to authorize the issuance of a certificate of election to Rufus Lee for City Council District 1 of the City of Geneva for the term commencing on the first Monday in November 2025. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes and Council Member Lee abstaining.

Council Member Lee moved to authorize the issuance of a certificate of election to Rich Bixby for City Council District 5 of the City of Geneva for the term commencing on the first Monday in November 2025. The motion was seconded by Council Member Fountain and was approved by a five (5) to zero (0) vote with Mayor Hayes and Council Member Bixby abstaining.

Council Member Bixby moved to authorize the issuance of a certificate of election to Sarah Tinsley for City Council District 6 of the City of Geneva for the term commencing on the first Monday in November 2025. The motion was seconded by Council Member Fountain and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to authorize the City Clerk to enter into a contract with Wiregrass Election Support Services to provide election machine services and training for poll workers. The motion was seconded by Council Member Bixby and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

City Clerk Johnson informed Council of a new tax on vapor products. Council set a work session on July 17, 2025, at 4:00 p.m. to discuss the issue.

Council Member Bixby moved to authorize the City Clerk to reimburse coaches for room expenses paid personally for participant group lodging expense up to the allowable amounted collected and approved by the recreation director upon submittal of receipts. The motion was seconded by Council Member Coleman and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

This reimbursement would be a onetime only occurrence with rules being put in place for future all-star trips. Mayor Hayes stated this issue could be addressed at the work session.

Council Member Bixby moved to authorize up to two purchases of police cars from the University of Alabama Campus Police auction with a limit of $30,000.00 per car bid. The motion was seconded by Council Member Coleman and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported on the following:

- Fountain repairs
- Tree pruning
- New park project and splash pad use
- Explained and issue with a water valve at the Junction and water issue at splash pad
- New park construction
- Benches for the new park

- Directional signs for the airport
- City limit sign on 85
- Campaign signs in restricted areas and they will be removed
- Meetings in Montgomery to seek project funding
- Property for the industrial park project
- Dog park
- State highway resurfacing project and closing a section of Promenade Avenue
- Sidewalk project
- New restaurant and retail chain
- Meeting with a group on downtown revitalization
- Industrial park grant
- City street resurfacing project

City Clerk Johnson reported on the upcoming election.

City Attorney Gray reported on court and gave an update on the elected school board project. Attorney Gray stated he will have another update ready for the work session.

Council Member Lee reported on the success of the Juneteenth celebration, school reunions and Will Jenkins summer program.

Council Member Gillespie inquired about speed bumps.

Council Member Bixby stated he would like to discuss the elected school board at the next work session. City Attorney Gray gave an update on the process.

Council Member Fountain asked if any progress has been made on wifi for the ball park.

Mayor Hayes gave an update on the DEVCO project.

Council Member Coleman informed the public the stop signs in his district was not all his doings. He requested shades for the gazebo at the Junction and reported a drainage issue from the parking lot at the splash pad.

Mayor Hayes commended the fire, police, recreation and water departments along with all the other participants in making the 4th of July celebration a success.

Police Chief Mock reported on participating in a Children's Miracle Network fundraiser, position openings in the department and gave an activity report for the month of June.

Fire Chief Latimer reported on the needed repairs for the department Tahoe in the amount of $3,360.00 and gave estimates from repair and discussed mechanic shops.

Council Member Lee called for an executive session to discuss a matter covered under pending litigation. Attorney Gray stated an executive session as requested was in order as litigation met the criteria under public meetings laws. He stated the meeting should last around 10 minutes and there would probably not be an announcement after.

Council Member Lee moved to go into executive session. The motion was seconded by Council Member Gillespie. Mayor Hayes called for a roll call vote with the following results:

Ayes: Mayor Hayes, Council Members Lee, McCoy, Gillespie, Bixby, Fountain, Coleman.
Nays: None

The Mayor declared the motion passed and executive session approved. Executive session began at 7:58 p.m. with the Mayor, Council Members, City Clerk, and City Attorney in attendance. Executive session was moved to the Mayor's conference room adjoining Council Chambers.

Council Member Bixby moved to adjourn executive session. The motion was seconded by Council Member Gillespie and was unanimously approved. Executive session adjourned at 8:10 p.m. and regular meeting reconvened in the Council room.

There was no announcement after executive session.

Council Member Coleman moved to authorize $3,360.00 in repairs with a six month warrant for the Tahoe in the fire department. The motion was seconded by Council Member Gillespie and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Rescue Director Creamer reported a Fedex driver saved someone's life in town due to his quick response. He reported on issues and costs of repairs for ambulances and asked the time be added to the work session. Mayor Hayes stated the awning at the rescue building needs repair or replacing. He gave a run report for the month of June.

Street and Sanitation Superintendent Brewer reported on department projects.

Mayor Hayes asked for public participation.

Chamber President Amanda Williams reported on the recent 4th of July event.

Council Member McCoy moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 8:23 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
WORK SESSION
JULY 15, 2025
4:00 P.M.

MINUTES

The Geneva City Council met in work session on July 15, 2025, at 4:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Business discussed was as follows:

Vapor Tax
Recreation Department fund raising and all-star tournament expenses
Rescue Department equipment and call for services
Elected School Board update

The meeting adjourned 6:30 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
JULY 21, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on July 21, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Ryan Tidwell, Rich Bixby, Mike Fountain and Daniel L. Coleman. None weree absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Lee gave the invocation and Mayor Hayes led the Pledge of Allegiance.

Council Member Gillespie moved to dispense with the reading and approve the July 7 and 15, 2025, minutes as presented. The motion was seconded by Council Member Bixby and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes announced he was appointing Jay Howell as the Recreation Director for the City.

Mayor Hayes presented certificates of recognition to players and coaches of the Girls 12U Ponytail Division for being state-runner up for 2025.

Mayor Hayes presented certificates of recognition to players and coaches of the boys Division 2 8U Coach Pitch for winning the 2025 state championship and advancing to the World Series.

Representatives of both the Geneva Rotary Club and Geneva Kiwanis Club made presentation of donations to the Division 2 8U Coach Pitch team for the World Series.

Council Member Lee moved to introduce the following ordinance:

ORDINANCE NUMBER 07-2025-20

AN ORDINANCE AMENDING ORDINANCE NUMBER 02-2018-01A DATED THE 5TH DAY OF NOVEMBER, 2018 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

ORDINANCE NUMBER 07-2025-21

AN ORDINANCE AMENDING ORDINANCE NUMBER 04-2021-05 DATED THE 5TH DAY OF APRIL, 2021 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

ORDINANCE NUMBER 07-2025-22

AN ORDINANCE AMENDING ORDINANCE NUMBER 04-2021-03 DATED THE 5TH DAY OF APRIL, 2021 AND REPEALING ANY OTHER ORDINANCE IN CONFLICT OF THE PROVISIONS OF THIS ORDINANCE, AND TO PROVIDE AN EFFECTIVE DATE.

It was moved by Council Member Gillespie that all rules and regulations which, unless suspended, would prevent the immediate consideration and adoption of said ordinances, be suspended, and that unanimous consent to the immediate consideration of said ordinances be given. The motion was seconded by Council Member Lee. Mayor Hayes called for the vote, the roll was called with the following results:

Ayes:	Nays: None	Absent:	Abstentions: None

Mayor Hayes
Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

The Mayor declared the motion carried.

After said ordinances had been discussed and considered in full by the Council, it was moved by Council Member Gillespie that Ordinance Number 07-2025-20, 07-2025-21 and 07-2025-22 be now placed upon their final passage and adopted. The motion was seconded by Council Member Fountain. The question being put as to the adoption of said motion and the final passage and adoption of said ordinances, with the following results:

Ayes:	Nays: None	Absent:	Abstentions:

Council Member Lee
Council Member McCoy
Council Member Gillespie
Council Member Tidwell
Council Member Bixby
Council Member Fountain
Council Member Coleman

Mayor Hayes

The Mayor declared the motion carried and the ordinances passed and adopted as introduced and read.

Mayor Hayes reported on the following:

- Industrial park grant
- New park project and splash pad use
- City street resurfacing project
- Speed humps
- Airport grant project
- City Council only appoints members to the City School Board, they do not oversee the board or schools

City Clerk Johnson reported on the upcoming election.

City Attorney Gray reported on court and gave an update on the elected school board project.

Council Member Lee reported children with the Will Jenkins summer program enjoyed using the splash pad for their end of the summer party.

Council Member Bixby requested the limb truck work Highway 85.

Council Member Gillespie inquired about the nuisance complaint on Iris Street. She requested the trees on Trinity behind Brookside be trimmed as they are a safety hazard.

Street and Sanitation Superintendent Brewer presented fencing proposals for the park on Crosstimbers and the planned dog park. He reported on the Hendrix Street curbing project and discussed the ditch on Griffin Street.

Rescue Director Creamer requested permission to dispose of ambulance 15 by auction. Council Member Gillespie moved to adopt a resolution declaring the ambulance no longer needed for public purpose and authorizing its disposal by auction on GovDeals provided a reserve is met. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Water Manager Austin inquired about the DOT paving project on Magnolia Avenue and reported on the DEVCO sewer project.

Recreation Director Howell thanked Council for their support and reported on All Stars

Fire Chief Latimer reported the repairs on the department Tahoe is complete.

Police Chief Mock reported on mental health training for officers. He reported Lt. Ryan Moore will be retiring and he plans on moving Officer Brandon Rodgers to those duties. He reported he has one officer leaving for guard deployment and is still one officer short for regular schedule.

Mayor Hayes asked for public participation.

Chamber President Amanda Williams asked if the City has a food truck ordinance. She reported the Christmas parade is scheduled for the first Friday in December at 6:00 p.m. and reported on Panther Pride Back to School event.

Council Member Bixby moved to adjourn. The motion was seconded by Council Member Fountain and was unanimously approved. Council adjourned at 7:28 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
AUGUST 4, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on August 4, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Ryan Tidwell, Kim Gillespie, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Council Member Tidwell moved to dispense with the reading and approve the July 21, 2025, minutes as presented. The motion was seconded by Council Member Lee and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Gillespie moved to adopt an amended resolution appointing poll workers and establishing payment that renamed available workers and set the payment at $200.00 for workers and $250.00 for the Inspector. The motion was seconded by Council Member Coleman. Council Members Gillespie, Coleman and Bixby voted in favor of the motion. Council Members Lee, McCoy and Tidwell voted against the motion. Mayor Hayes voted in favor of the motion breaking the tie and confirming adoption of the amended resolution.

Rescue Director Creamer presented a power point presentation on rescue billing and collections.

Council Member Fountain arrived at 6:17 during the Rescue presentation.

Mayor Hayes reported on the following:

- Congressman Barry Moore Town Hall meeting in Geneva
- Airport project
- Street resurfacing project
- Park project

City Clerk Johnson reported on the upcoming election.

City Attorney Gray reported on court. He informed Council he has received a contract and cost estimate of $5,000.00 for SEARPDC to begin the districting information to move forward. Council Member Tidwell moved to authorize the Mayor to execute the contract. The motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Coleman inquired about bids for the grass cutting contract.

Council Member Bixby reported the limbs had been picked up on Highway 85.

Council Member Fountain reported issues with dumping and nuisance complaints on Forrest Street.

Council Member Lee reported there is an issue with washing on Forest Hill Cemetery road and ATVs on the road. He inquired about the white bags at the old Fleming building.

Street and Sanitation Superintendent Brewer presented cost estimates for drainage work on Griffin Street and reported issues with drainage on Camellia Street.

Recreation Director Howell reported on registration for fall sports, World Series, and planned soccer tournament. He presented a request for a change in the contract with First Baptist Church for use of their gym to pay a portion of the electric bill.

Water and Sewer Manager Austin reported on a patching project.

Librarian Hidle reported on the summer program and gave a report on the usage of the library.

Captain McDuffie gave an activity report for the month of July and reported on mental health training for officers.

Mayor Hayes called for public participation.

Ms. Gayle Courtney was present and thanked the City for having a right-of-way area on Graceland Avenue cleaned.

Council Member Gillespie moved to adjourn. The motion was seconded by Council Member McCoy and was unanimously approved. The meeting adjourned at 7:23 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
REGULAR MEETING
AUGUST 18, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on August 18 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Ryan Tidwell, Kim Gillespie, Rich Bixby, Mike Fountain and Daniel L. Coleman. None were absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and Mayor Hayes lead the pledge of allegiance.

Council Member Coleman moved to dispense with the reading and approve the August 4, 2025, minutes as presented. The motion was seconded by Council Member Fountain and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to adopt a resolution and transportation plan entitled:

RESOLUTION

ADOPTING TRANSPORTATION PLAN PURSUANT TO THE REBUILD ALABAMA ACT (ACT 2019-2)

The Motion was seconded by Council Member Gillespie and was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining.

Council Member Tidwell arrived at 6:08 p.m.

Council Member Gillespie moved to set a meeting for Tuesday, September 2, 2025, at 11:00 A.M. to canvass the election results of the August 26, 2025, Municipal Election. The Motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council Member Lee moved to authorize the Mayor to negotiate and sign a contract with First Baptist Church of Geneva to use their gym for Geneva Recreation programs. The Motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Council discussed specifications for grass bids and recommended changes for the City Clerk to incorporate into the bid.

A work session was scheduled for August 20, 2025, at 4:00 p.m.

Council Member Tidwell moved to approve the financial reports for June 2025. The Motion was seconded by Council Member Fountain and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

Mayor Hayes reported the lights and directional signage at the airport need to be repaired. The total price quoted was $10,526.00. Council Member Gillespie moved to authorize repairs. The Motion was seconded by Council Member Lee and was approved by a seven (7) to zero (0) vote with Mayor Hayes abstaining.

He informed Council a grass contractor for the FBO at the airport is interested in taking down some old pecan trees at no cost. Council had no objections to the Attorney drafting an agreement to remove the trees.

Mayor Hayes reported on the following:

Meeting with Senator Tuberville
A national food chain is interested in locating in Geneva
A restaurant is interested in locating in Geneva
EMA incident
Meetings scheduled in Montgomery
Seed Grant property negotiations

City Clerk Johnson reported on the upcoming election.

City Attorney Gray reported on court and district study for an elected school board. Council Member Gray asked for an executive session at the end of the meeting.

Mayor Hayes read a Planning Commission report recommending Council consider issuing a conditional use permit for a business to operate a new mobile home sales lot on a portion of a lot on Maple Avenue and recommending N. Choctaw Street be rezoned to a T-1 District.

A public hearing was scheduled at next meeting to hear the request for a conditional use permit. The rezoning request would be scheduled for the earliest meeting after all advertising requirement can be met.

Council Member Gillespie inquired about a sign for the police station.

Council Member Tidwell encouraged attendance at recreation games.

Code Enforcement Officer Byrd gave an update on nuisance complaints.

Street and Sanitation Superintendent Brewer gave an update on projects.

Recreation Director Howell reported on upcoming fall sports and hosting the Jamboree. Water and Sewer Manager Austin reported on a patching project.

Council Member Coleman requested the Water Department patch the pot hole at Sunflower and College.

Rescue Director Creamer reported the State did a surprise inspection and found two violations.

Mayor Hayes called for public participation.

Chamber President Amanda Williams explained a mix-up with a candidate forum that was scheduled was not a Chamber function, the Chamber was only involved by allowing the use of their building.

Mr. Louis Loman discussed an issue with his water and sewer and was directed to the Geneva Water Works and Sewer Board for assistance.

Mrs. Sam Thompson presented a slideshow on the upcoming Harvest Festival and change in date. She requested a wavier in fees for use of the Junction. No action was taken.

Attorney stated that an executive session was needed for the purpose of discussing pending litigation, it would not last long and no announcement would be made following. Attorney Gray stated this is allowable under the open meetings act due to litigation. Council Member Lee moved to go into executive session. The motion was seconded by Council Member Tidwell. Those voting to go into executive session were: Council Members Lee, McCoy, Gillespie, Tidwell, Bixby, Fountain and Coleman. The Mayor declared the motion passed and executive session approved. Executive session began at 7:11 p.m. with the Mayor, Council Members, City Clerk, City Attorney and Rescue Director in attendance. Executive session was moved to the Mayor's conference room adjoining Council Chambers.

Council Member Bixby moved to adjourn executive session and regular session. The motion was seconded by Council Member Lee and was unanimously approved. Council adjourned at 7:17 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
WORK SESSION
AUGUST 20, 2025
4:00 P.M.

MINUTES

The Geneva City Council met in work session on August 20, 2025, at 4:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Ryan Tidwell, Kim Gillespie, Rich Bixby, and Daniel L. Coleman. Council Member Mike Fountain was absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation.

Council discussed the Rescue Department operations and salaries.

Council adjourned at 6:30 p.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
CANVASSING OF ELECTION RESULTS
&
SPECIAL MEETING
SEPTEMBER 2, 2025
11:00 A.M.

MINUTES

The Geneva City Council met at 11:00 a.m. on September 2, 2025, in special session for the purpose of canvassing the results of the August 25, 2025, municipal election, in the City Council room at the Geneva City Hall. Present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Rich Bixby, and Daniel L Coleman. Council Members Ryan Tidwell and Mike Fountain were absent. Also present was City Clerk/Treasurer Lisa Johnson and City Attorney Jeff Gray.

Mayor Hayes called the meeting to order.

Council Member Lee gave the invocation and the Mayor led the pledge of allegiance.

Mayor Hayes read the number of votes received by each candidate from voting machine tapes from the August 26, 2025, municipal election. Clerk Johnson reported there were four (4) provisional ballots. Clerk Johnson read the comments recorded by the Geneva County Board of Registrars regarding the eligibility of each provisional ballot as written on the PB3 forms. The Geneva County Board of Registrars had determined that only one (1) provisional ballot was eligible to be counted in the election and three (3) were ineligible. The provisional ballot was for District 2 and when opened the ballot was marked for candidate Cory Dean.

Council Member Bixby moved to adopt the following resolution canvassing the results of the August 26, 2025 municipal election for the City of Geneva, authorizing the issuance of certificates of election and authorizing a runoff election:

Resolution Canvassing Election Results

RESOLUTION

WHEREAS, the general election for the City of Geneva was duly and legally held on August 26, 2025, as provided by law, and

WHEREAS, the municipal governing body of the City of Geneva met on this 2nd day of September, 2025, with Mayor Hayes and Council Members: Lee, McCoy, Gillespie, Bixby and

Coleman being present, at 11:00 o'clock a.m., and has canvassed the returns, and has ascertained and determined the number of votes received by each candidate, and

WHEREAS, the said municipal governing body has ascertained and determined the result of said election as follows:

For City Council Member District 2 – Cory L Dean:

Machine 1 Precinct Ballot Total	21
Machine 2 Absentee Ballot Total	1
Provisional Ballot Total	1
Total Votes Received	23

For City Council Member District 2 – Zachary Dodson:

Machine 1 Precinct Ballot Total	31
Machine 2 Absentee Ballot Total	2
Provisional Ballot Total	0
Total Votes Received	33

For City Council Member District 2 – Freddy McCoy:

Machine 1 Precinct Ballot Total	45
Machine 2 Absentee Ballot Total	0
Provisional Ballot Total	0
Total Votes Received	45

For City Council Member District 3 Kimberly Gillespie:

Machine 1 Precinct Ballot Total	43
Machine 2 Absentee Ballot Total	0
Provisional Ballot Total	0
Total Votes Received	43

For City Council Member District 3 Junior Mixon:

Machine 1 Precinct Ballot Total	37
Machine 2 Absentee Ballot Total	0
Provisional Ballot Total	0
Total Votes Received	37

For City Council Member District 3 Luke Smithart:

Machine 1 Precinct Ballot Total	18

Machine 2 Absentee Ballot Total	1
Provisional Ballot Total	0
Total Votes Received	19

For City Council Member District 4 – Ronnie Baine:

Machine 1 Precinct Ballot Total	71
Machine 2 Absentee Ballot Total	1
Provisional Ballot Total	0
Total Votes Received	72

For City Council Member District 4 – Daniel "DC" Coleman:

Machine 1 Precinct Ballot Total	51
Machine 2 Absentee Ballot Total	2
Provisional Ballot Total	0
Total Votes Received	53

For City Council Member District 4 – Ryan Tidwell:

Machine 1 Precinct Ballot Total	42
Machine 2 Absentee Ballot Total	0
Provisional Ballot Total	0
Total Votes Received	42

For City Council Member District 7 – Danny L. Coleman:

Machine 1 Precinct Ballot Total	61
Machine 2 Absentee Ballot Total	12
Provisional Ballot Total	0
Total Votes Received	73

For City Council Member District 7 – Jay Scott Stough II:

Machine 1 Precinct Ballot Total	78
Machine 2 Absentee Ballot Total	4
Provisional Ballot Total	0
Total Votes Received	82

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Geneva, Alabama,

1. That no candidate received a majority of the votes cast for the office of City Council Member District 2 and that Freddy McCoy and Zachary Dodson received the most and second most votes

cast for that office, therefore, a runoff election between said candidates is hereby ordered to be held on Tuesday, September 23, 2025, pursuant to the requirements of Section 11-46-20 et seq., of the Alabama Code of 1975, as amended.

2. That no candidate received a majority of the votes cast for the office of City Council Member District 3 and that Kim Gillespie and Junior Mixon received the most and second most votes cast for that office, therefore, a runoff election between said candidates is hereby ordered to be held on Tuesday, September 23, 2025, pursuant to the requirements of Section 11-46-20 et seq., of the Alabama Code of 1975, as amended.

3. That no candidate received a majority of the votes cast for the office of City Council Member District 4 and that Ronnie Baine and Daniel "DC" Coleman received the most and second most votes cast for that office, therefore, a runoff election between said candidates is hereby ordered to be held on Tuesday, September 23, 2025, pursuant to the requirements of Section 11-46-20 et seq., of the Alabama Code of 1975, as amended.

4. That Jay Scott Stough II received a majority of the votes cast for the office of City Council Member District 7 and is hereby declared duly elected to that office for the term beginning on the first Monday in November, 2025.

BE IT FURTHER RESOLVED that a certificate of election shall be issued to Jay Scott Stough II for City Council District 7.

ADOPTED THIS 2ND DAY OF SEPTEMBER 2025.

Mayor	City Council Member
City Council Member	City Council Member
City Council Member	City Council Member
City Council Member	City Council Member

Attest:

City Clerk

The motion was seconded by Council Member Lee. Mayor Lindsey called for the vote which was as follows:

Ayes:	Nays: None	Abstentions:
Council Member Lee		Mayor Hayes
Council Member McCoy		
Council Member Gillespie		
Council Member Bixby		
Council Member Coleman		

Council Member Lee moved to issue a Certificate of Election to Jay Scott Stough II for City Council District 7. The motion was seconded by Council Member Bixby and approved by a five (5) to zero (0) vote with Mayor Hayes Abstaining.

Council Member Coleman moved to adjourn. The motion was seconded by Council Member Coleman and was unanimously approved. Council adjourned at 11:25 a.m.

Mayor

City Clerk

GENEVA CITY COUNCIL
PUBLIC HEARING &
REGULAR MEETING
SEPTEMBER 2, 2025
6:00 P.M.

MINUTES

The Geneva City Council met in regular session on September 2, 2025, at 6:00 p.m. in the Council room at City Hall. Members present were Mayor David Hayes and Council Members Rufus Lee, Freddy McCoy, Kim Gillespie, Rich Bixby, Mike Fountain and Daniel L. Coleman. Council Member Ryan Tidwell was absent. Also present were City Clerk/Treasurer Lisa Johnson, City Attorney Jeff Gray and various department heads.

Mayor Hayes called the meeting to order.

Council Member Fountain gave the invocation and Mayor Hayes lead the pledge of allegiance.

With due public notice given, a public hearing was held at this time on the issuance of a conditional use permit (CUP) for a portion of Parcel 34 18 04 20 3 010 002.000 on Maple Avenue (vacant lot between the storage buildings and DMart Service Station) to operate a mobile home sales lot.

City Attorney Gray gave an overview of the process for a CUP.

Mayor Hayes opened the floor for public comments in favor of issuing a CUP. No one was present to speak in favor to the request. Mayor Hayes opened the floor for public comments in opposition of the CUP. No one was present to speak in opposition to the request. The Mayor closed public comments.

Mayor Hayes called for any Council discussion. There was no Council discussion and the public hearing was closed.

Council Member Lee moved to dispense with the reading and approve the August 18, and 20, 2025, minutes as presented. The motion was seconded by Council Member Gillespie. The motion to approve the August 18th meeting was approved by a six (6) to zero (0) vote with Mayor Hayes abstaining. The motion to approve the August 20th meeting was approved by a five (5) to zero (0) vote with Mayor Hayes and Council Member Fountain abstaining.

Council Member Coleman moved to authorize accepting bids for grass cutting services.

Council Member Lee moved to approve a permit application to hold a Veteran's Day Parade by the local DVA Chapter.

Council Member Coleman moved to amend the manning document by setting the starting salary for Paramedic at $22.00 per hour, Advanced EMT at $19.00 per hour and EMT at $16.00