



City of Holly Springs

Date: Monday, August 15, 2022
Location: 3235 Holly Springs Pkwy.

City Council Work Session Agenda 6:30 p.m. Council Chambers

- I. CALL TO ORDER
- II. PUBLIC COMMENTS
- III. UNFINISHED BUSINESS

- A. Discuss MA-01-2022, rezoning of 24.38 +/- acres located off of Redbud Lane and Hickory Road, Holly Springs, GA, tax parcels 235C, 235D, 236, and 237 of tax plat 15N14, from R-40, Single Family Residential Commercial, to TND, Traditional Neighborhood Development

Presented By: Nancy Moon, Community Development Director

- IV. NEW BUSINESS

- B. Discuss the 2021 Annual Comprehensive Financial Report

Presented By: Denise Lamazares, Finance Director

- C. Discuss a quote from Duplicating Products

Presented By: Ron Carter, Information Technology Manager/Facilities Manager

- D. Discuss a Pollution Liability quote

Presented By: Karen Norred, City Clerk/Human Resources Director

- E. Discuss starting pay for certified police officers

Presented By: Karen Norred, City Clerk/Human Resources Director

- F. Discuss a quote for mosquito management services from Cook's Pest Control

Presented By: Robert H. Logan, City Manager

- G. Discuss a Quitclaim Deed between the City of Holly Springs, Georgia and the Downtown Development Authority of Holly Springs as described in Exhibits A and A-1, identified as Tract 6D located in Land Lot 343 of the 15th District City of Holly Springs, Georgia

Presented By: Robert H. Logan, City Manager

- V. ADJOURNMENT

**City Council Meeting
Agenda
7:00 p.m. Council Chambers**

I. CALL TO ORDER

II. PLEDGE OF ALLEGIANCE

"Veterans of U.S. military services may proudly salute the flag while not in uniform based on a change in the governing law on 25 July 2007."

III. INVOCATION

IV. SPECIAL PRESENTATION

- August Yard of the Month
 - Rob Welsh

V. CONSENT AGENDA

1. July 7, 2022 Work Session and Special Called Meeting Minutes
2. July 18, 2022 Work Session and Business Meeting Minutes
3. An ordinance to set the 2022 millage rate pursuant to Section 6.02 of the City Charter
4. Quote #Q-398493-44770.852RM from Axon Enterprise, Inc. in an amount not to exceed \$393,608.04
5. Quote #Q-405117-44749.862RM from Axon Enterprise, Inc. in an amount not to exceed \$361,920
6. An Intergovernmental Agreement for the Lease of Real Property between Cherokee County, Georgia and the City of Holly Springs, Georgia
7. A resolution to amend the Municipal Services Master Fee Schedule

VI. UNFINISHED BUSINESS

8. Approve/deny a request by the applicant to withdraw without prejudice MA-01-2022, rezoning of 24.38 +/- acres located off of Redbud Lane and Hickory Road, Holly Springs, GA, tax parcels 235C, 235D, 236, and 237 of tax plat 15N14, from R-40, Single Family Residential Commercial, to TND, Traditional Neighborhood Development
9. Approve/deny A-02-2022, annexation of 0.2 +/- acres located off of Highway 140, Cherokee County, GA, tax parcel 233 of tax plat 15N19

10. Approve/deny MA-06-2022, rezoning of 0.2 +/- acres located off of Highway 140, Holly Springs, GA, tax parcel 233 of tax plat 15N19, from R-40, Single Family Residential Estate (County), to NC, Neighborhood Commercial (City)

VII. NEW BUSINESS

11. Approve/deny a Lease Agreement between Duplicating Products Inc. and the City of Holly Springs, Georgia for a term of 48 months in a monthly payment amount not to exceed \$105
12. Approve/deny a Georgia Interlock Risk Management Agency (GIRMA) Pollution Liability quote, Option 2, in an amount not to exceed \$19,052
13. Approve/deny starting pay for certified police officers to be set at \$24.29
14. Approve/deny a quote for mosquito management services from Cook's Pest Control in an amount not to exceed \$875 and authorize and ratify the signature of the City Manager
15. Approve/deny a request for No Parking signs in Hidden Springs Subdivision
16. Approve/deny a Quitclaim Deed between the City of Holly Springs, Georgia and the Downtown Development Authority of Holly Springs as described in Exhibits A and A-1, identified as Tract 6D located in Land Lot 343 of the 15th District City of Holly Springs, Georgia and authorize the Mayor to execute the document

VIII. REPORTS

IX. ADJOURNMENT

MOORE INGRAM JOHNSON & STEELE

A LIMITED LIABILITY PARTNERSHIP
WWW.MIJS.COM

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EMERSON OVERLOOK
326 ROSWELL STREET
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MARIETTA, GEORGIA 30060
TELEPHONE (770) 429-1499

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SUITE 500
KNOXVILLE, TENNESSEE 37923
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BRENTWOOD, TENNESSEE 37027
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771 CORPORATE DRIVE
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LEXINGTON, KENTUCKY 40503
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ORLANDO, FLORIDA
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SUITE 500
ORLANDO, FLORIDA 32819
TELEPHONE (407) 367-6233

HARRISBURG, PENNSYLVANIA
3909 HARTZDALE DRIVE
SUITE 901
CAMP HILL, PENNSYLVANIA 17011
TELEPHONE (717) 790-2854

August 4, 2022

Via E-mail Only

Mrs. Nancy Moon, Director
Community Development Department
City of Holly Springs
Post Office Box 990
Holly Springs, Georgia 30142

RE: Application for Rezoning - MA-01-2022
 Applicant: Taylor Morrison of Georgia, LLC
 Property Owners: John Paul Long and Phyllis Patrick Long
 Property: 24.38 acres, more or less, located off of Red
 Bud Lane and Hickory Road, Land
 Lots 307, 308, 341, and 342, 15th District,
 2nd Section, City of Holly Springs,
 Cherokee County, Georgia

Dear Nancy:

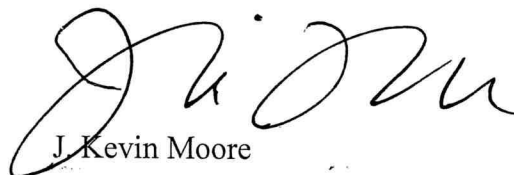
On behalf of the Applicant, Taylor Morrison of Georgia, LLC (hereinafter "Applicant"), and the Property Owners, please accept this correspondence as our formal withdrawal, without prejudice, of the above-referenced Application for Rezoning effective immediately.

Thank you for your consideration and assistance in this request. If you have any questions or require additional information or documentation concerning the foregoing request, please do not hesitate to contact me.

With kindest regards, I remain

Very truly yours,

MOORE, INGRAM, JOHNSON & STEELE, LLP



J. Kevin Moore

JKM:cc

c: Taylor Morrison of Georgia, LLC

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE YEAR ENDED
DECEMBER 31, 2021

CITY OF HOLLY SPRINGS, GEORGIA
WWW.HOLLYSPRINGSGA.US

ANNUAL COMPREHENSIVE FINANCIAL REPORT

PREPARED BY:

Denise Lamazares
Finance Director

SUBMITTED BY:

Robert H. Logan, CPA, CGMA
City Manager

CITY OF HOLLY SPRINGS, GEORGIA
WWW.HOLLYSPRINGSGA.US

CITY OF HOLLY SPRINGS, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

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CITY OF HOLLY SPRINGS, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

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Cherokee County Fire & Emergency
Services Station 8



INTRODUCTORY SECTION

CITY OF HOLLY SPRINGS, GEORGIA
WWW.HOLLYSPRINGSGA.US

Mayor
Steven W. Miller

Council Members
Kevin Moore
Dee Phillips
Kyle Whitaker
Jeff Wilbur
Michael Roy Zenchuk II



City of Holly Springs

Post Office Box 990
Holly Springs, GA 30142
www.hollyspringsga.us
Office: 770-345-5536 – Fax: 770-345-0209

City Attorney
Robert M. Dyer

City Clerk
Karen Norred

City Manager
Robert H. Logan

June 21, 2022

Honorable Mayor Steven W. Miller
Members of the City Council, and
Citizens of the City of Holly Springs

Ladies and Gentlemen:

The Annual Comprehensive Financial Report of the City of Holly Springs, Georgia for the fiscal year ended December 31, 2021, is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds and that disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The City's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Holly Springs for the year ended December 31, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Holly Springs' financial statements for the year ended December 31, 2021, are fairly stated in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first component of the financial section of the report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE

The City of Holly Springs was incorporated in 1906 around the busy train depot established by the Louisville & Nashville (L&N) Railroad. Holly Springs was once known for its "green marble" quarry on the west side of the City as well as a destination for local farmers to ship their goods on the L&N Railroad. As Metropolitan Atlanta has grown over the past several decades, the City of Holly Springs has become more suburban in character with light industry, commercial establishments, and numerous residential developments. The City is in the center of Cherokee County approximately thirty-five miles north of Atlanta on I-575 and currently consists of 7.37 square miles.

Policy making and legislative authority is vested in the Mayor and five Council Members. The term of each office is four years with elections staggered every two years. The City of Holly Springs is divided into five geographic wards, which are elected at-large by plurality vote. Candidates must reside in the ward in which they are seeking office when qualifying as a candidate. Each candidate is required to reside in such ward during the member's period of service and continue to be registered and eligible to vote in municipal elections of the City. Candidates elected to office in the November election take office in the month of January of the following year and are sworn in at the first council meeting of the year.

The City operates under a city council/manager form of government pursuant to the constitution and laws of the State of Georgia and the City of Holly Springs' Charter. The City Manager is responsible for the daily operations of all City departments and possesses all of the administrative powers granted to the government under the constitution and laws of the State of Georgia and the City's Charter.

This report includes all funds of the City. The City provides a full range of services including police and fire protection, the construction and maintenance of highways, streets, and infrastructure, recreational activities, and cultural events. In addition to general governmental activities, the City also operates a Stormwater Utility. The City's reporting entity also includes the balances and activities of three quasi-governmental entities, the Holly Springs Downtown Development Authority, a discretely presented component unit, the Holly Springs Parks and Recreation Authority and the Urban Redevelopment Agency of the City of Holly Springs, Georgia, blended component units.

The City, in conjunction with its component units, is striving to improve the lives of its residents through the creation of new parks and recreation venues, upgrades to stormwater infrastructure, roads and sidewalks, the redevelopment of the downtown core area and the acquisition of vehicles and equipment for public safety. The Mayor and City Council are very proactive in planning for the future and initiating projects to meet future needs of the community.

As shown below, the City of Holly Springs has experienced a considerable amount of growth in the past 50 years and anticipates more growth in the future as the Atlanta Metropolitan Statistical Area (MSA) continues to expand:

Year	Population	Percentage (%) of County
1970	575	1.85%
1980	687	1.33%
1990	2,406	2.67%
2000	3,195	2.22%
2010	9,189	4.29%
2020	16,213	6.08%
2021	20,500	7.64%

ECONOMIC CONDITION AND OUTLOOK

Some of the factors, which will contribute to the future growth and development of the City of Holly Springs are listed below:

Improved Transportation System

The City started construction in the summer of 2016 to realign and upgrade the intersection of Hickory Road, Holly Springs Parkway and P. Rickman Industrial Drive to improve the flow of traffic in downtown Holly Springs. The Project included the construction of a roundabout on Hickory Road, the construction of a new roadway from Palm Street to Hickory Road (Betty Barrett Way), the addition of a westbound through lane on Hickory Road and improvements to the intersection of Hickory Road and Palm Street. This project was completed in 2020 and has improved traffic flow in downtown Holly Springs and alleviated congestion east of the Town Center.

The City of Holly Springs applied for funding from the State Road and Tollway Authority (SRTA) and the Georgia Transportation Infrastructure Bank (GTIB) for grant and loan funds for the widening of Holly Springs Parkway from Rabbit Hill Road to Ronnell Road in 2020. The City of Holly Springs was awarded the grant and loan funds on August 12, 2020, in the amount of \$1,250,000 and \$3,500,000, respectively. The total budget for the project is \$5,599,495 including preliminary engineering, right-of-way acquisition and construction. At year end, the Holly Springs Parkway Widening Project Phase II was in the design and right-of-way acquisition phase. Upon completion, the project will include the addition of one northbound and one southbound travel lane, the addition of a raised and landscaped median, stormwater infrastructure improvements, sidewalks, and pedestrian lamp posts. The project is scheduled for completion in the summer of 2023.

Water and Sewer Availability

The City of Holly Springs, in conjunction with the Cherokee County Water and Sewerage Authority, entered into an intergovernmental agreement to construct the Downtown Holly Springs Sanitary Sewer Project in 2012. The project was completed in 2015 and provides sanitary sewer for the proposed Holly Springs Town Center Project and various industries in the Hickory Springs Industrial Park. In addition, sanitary sewer lines were extended within the Hickory Springs Industrial Park in 2020 during the construction of Cobb Industrial, Inc., a new steel fabrication company that relocated its operations to Holly Springs, to serve as their new corporate headquarters and production facilities.

Availability of Large Tracts of Land

The eastern section of Holly Springs continues to experience many land use changes primarily due to the large areas of vacant land in this area. Management expects continued development in this area as the City of Holly Springs accepts annexation and rezoning applications for commercial and residential uses along the Hickory Road and State Highway 140 corridors.

Recent Economic Development

The City of Holly Springs has seen significant redevelopment north of Sixes Road on Holly Springs Parkway. The intersection of Sixes Road and Interstate 575 is the northern terminus of a reversible toll lane project that was constructed by the Georgia Department of Transportation in a public private partnership three years ago. Prior to the completion of this project, there was a great deal of interest in this area from developers. Two large market rate apartment complexes were completed at this intersection in 2019 and a third complex is now under construction. In addition, a single-family detached residential development is under construction on Sixes Road just west of the interstate. Northside Hospital and Wellstar Health System own several large parcels of land along the western side of I-575 at Sixes Road for the construction of future medical facilities to serve our community. Wellstar Health System completed phase I of their health park in the fall of 2019 generating approximately one hundred new jobs.

Budgetary Controls

The City of Holly Springs maintains budgetary controls to ensure compliance with legal provisions of the annual appropriated budget approved by the City Council. Activities of the General Fund, Hotel/Motel Tax Fund, Parks and Recreation Fund, Operating Grant Fund, Town Center Fund, SPLOST III Fund, SPLOST IV Fund, SPLOST V Fund and Stormwater Fund are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the department level.

The City of Holly Springs submits its annual budget to the Government Finance Officers Association for consideration of the Distinguished Budget Presentation Award each year. The City has received this award from 2010 through 2022.

Financial Policies

The City adopted a Financial Management Policy on September 15, 2008, which management follows in the preparation of its annual budget and daily financial operations. The City of Holly Springs amended its Financial Policy on November 16, 2020, to increase the percentage of budget stabilization reserves to twenty-five percent (25%) of budgeted expenditures in the General Fund to cover unforeseen budget shortfalls. The Policy also provides guidelines for the use of contingencies for unexpected expenditures, cash and investment management, grant management, purchasing policies and internal control policies.

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safety of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework.

Long-Term Financial Planning

The City actively engages in multi-year financial planning. The City updates its five-year capital improvement plan annually to account for future capital acquisitions and capital asset replacements. The City is actively engaged in long-term forecasting to determine areas where infrastructure upgrades are going to be needed. The Finance Director uses various data in forecasts for future operating and capital needs in the preparation of the City's annual budget document as well.

MAJOR INITIATIVES

Holly Springs Town Center Project

In 2016, the City of Holly Springs issued a request for proposals (RFP) for Master Development Services for the City of Holly Springs Town Center Project. The City received three proposals in early 2017 and selected one of the firms with whom to negotiate a master development agreement. Pursuant to the request for proposals, the master development agreement includes design and construction oversight for the mixed-use development which includes restaurants, retail units, a brewery, multi-family residential units, single-family residential units, parking deck, amphitheater, and City Hall with a town green. Construction of the Town Center Road Network Project, utilities and associated infrastructure was completed in 2020. Site work and infrastructure construction on the site started in the summer of 2021. This phase of the project is anticipated to be completed by the end of 2022. The vertical construction for the parking deck, amphitheater, City Hall, and multi-purpose buildings are projected to start in 2023.

Holly Springs Parkway Widening Project Phase III

The City of Holly Springs applied for funding from the State Road and Tollway Authority (SRTA) for loan funds for the widening of Holly Springs Parkway from Ronnell Road to Childers Road during the first quarter of 2021. The City of Holly Springs was awarded \$6,000,000 through the Georgia Transportation Infrastructure Bank (GTIB) on May 1, 2021. The budget for this phase of the project includes \$387,496 for preliminary engineering, \$1,582,545 for the acquisition of additional right-of-way and \$4,029,959 for construction. At year end, the Holly Springs Parkway Widening Project Phase III was in the preliminary design phase. Survey work was completed in the first quarter of 2021. This project will include the construction of a four-lane roadway with a raised median, stormwater infrastructure improvements, sidewalks, and pedestrian lamp posts. This project is scheduled for completion in the first quarter of 2024.

Hickory Springs Parkway Project

In 2009, the City entered into an agreement with AECOM for the performance of the Town Center Transportation Study & Plan. The study recommended the construction of an industrial connector that would divert traffic from the Hickory Springs Industrial Park across the railroad and P. Rickman Industrial Drive to Holly Springs Parkway at Mountain Brook. In 2021, the City engaged Southeastern Engineering, Inc. (SEI) to begin engineering and environmental work on the Hickory Springs Parkway Project Phase I. The first phase of the project extends from Hickory Road to P. Rickman Industrial Drive with an at-grade railroad crossing. Phase II of the project realigns Hickory Springs Industrial Drive with Hickory Springs Parkway at Hickory Road. Phase III of the project includes the construction of Hickory Springs Parkway from P. Rickman Industrial Drive to Holly Springs Parkway at Mountain Brook. Construction of Phase I is anticipated to begin in the first quarter of 2023.

AWARDS AND ACKNOWLEDGEMENTS

Independent Audit

The Mayor, City Council and the State of Georgia require an annual audit to be performed on the books of account, financial records, and transactions of all administrative departments of the City by independent Certified Public Accountants selected by the City Council. This requirement has been complied with and the auditor's opinion has been included in this report.

Certificate of Achievement

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Holly Springs for its comprehensive annual financial report for the fiscal year ended December 31, 2020. This was the ninth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report will meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire City staff and the Certified Public Accounting firm of Mauldin & Jenkins. We would also like to thank the Mayor and members of the City Council for their interest in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

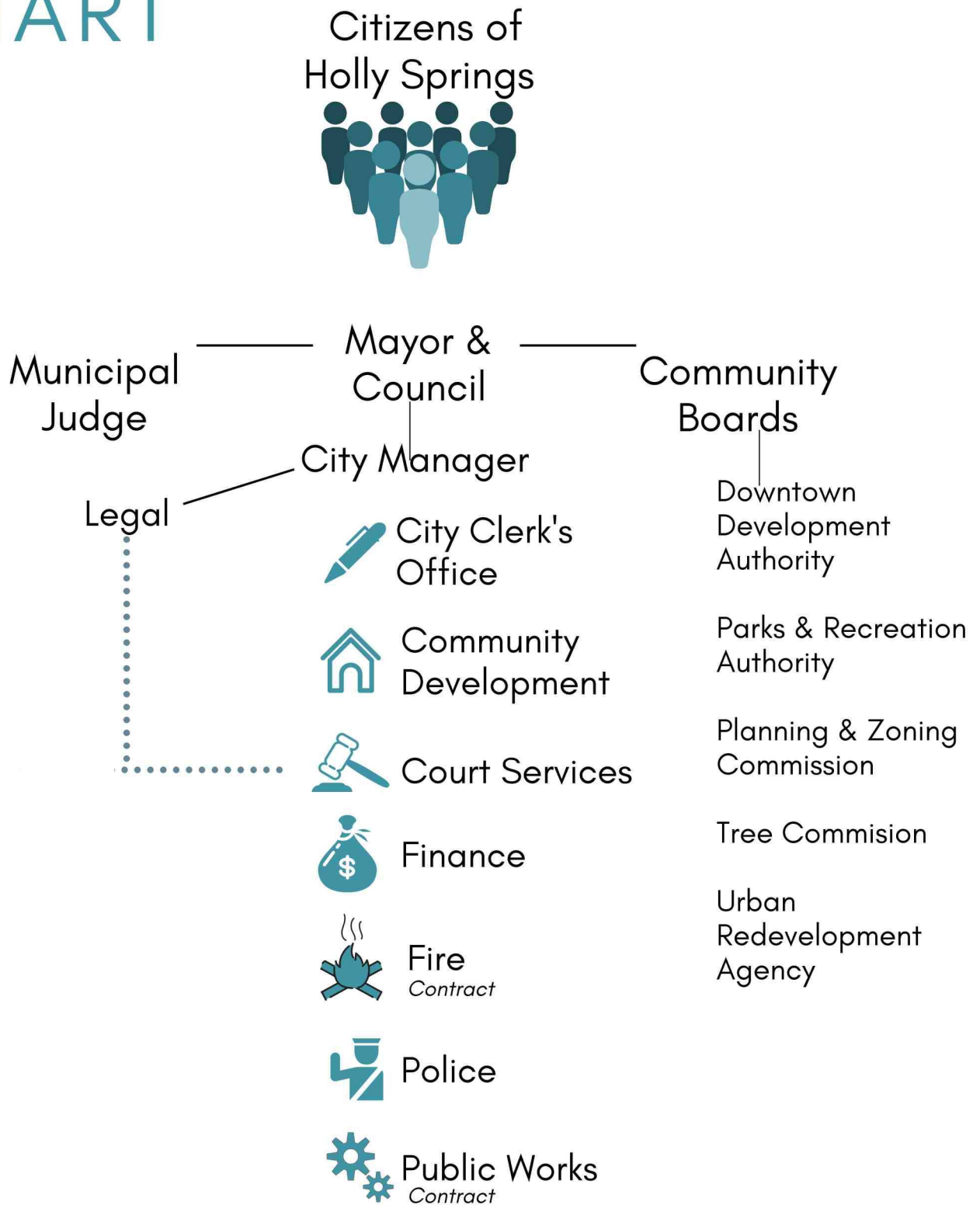


Denise Lamazares
Finance Director



Robert H. Logan, CPA, CGMA
City Manager

ORGANIZATION CHART





Steven W. Miller
Mayor



Michael R. Zenchuk II
Mayor Pro Tem | Ward 3



Kyle Whitaker
Ward 1



Dee Phillips
Ward 2



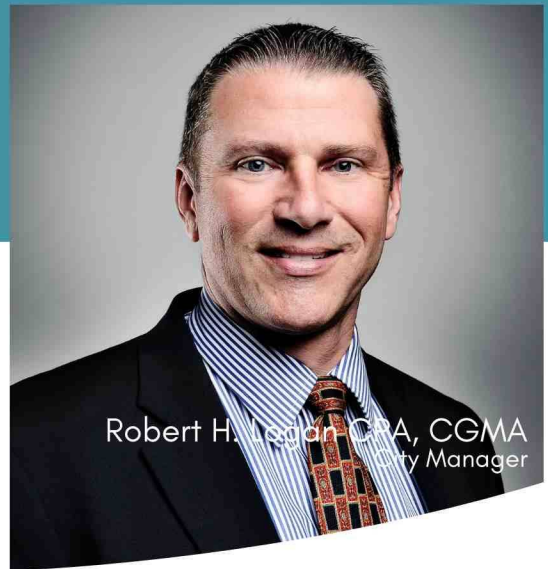
Kevin Moore
Ward 4



Jeff Wilbur
Ward 5

MAYOR & COUNCIL

PRINCIPAL OFFICERS



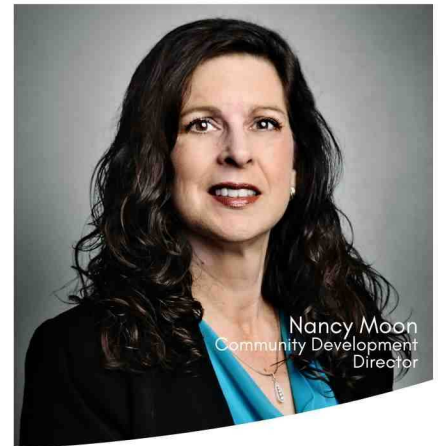
Robert H. Logan, CPA, CGMA
City Manager



Karen Norred, CMC, ACHRM
City Clerk/HR Director



Tommy Kehring
Chief of Police



Nancy Moon
Community Development
Director



Denise Lamazares
Finance Director



Donna Sanders
Court Administrator



Erin Honeg, EDFP
Communications & External
Affairs Director

Dyer & Rusbridge, PC
City Attorney

Optech Monette, LLC
Public Works

Mauldin and Jenkins, LLC
City Auditors



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Holly Springs
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the **City of Holly Springs, Georgia** (the "City") as of and for the year ended December 31, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of December 31, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (*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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, General Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual, American Rescue Plan Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual, the Schedule of Changes in the City's Net Pension Liability and Related Ratios, and the Schedule of City Contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our 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.

Supplementary 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 and the schedule of expenditures of special purpose local option sales tax proceeds as required by Official Code of Georgia 48-8-121, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2022 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.

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 21, 2022

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

As the management of the City of Holly Springs, Georgia (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2021. The audit is required by Georgia law. A Statement of Net Position and the Statement of Activities provides a picture of the activities of the City. Fund Financial Statements provide a more detailed view of the City's services and the revenue dedicated to fund them.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2021 are as follows:

- The City's combined net position increased \$8,155,748 (16.19%) to \$58,537,775 from \$50,382,027 in 2020.
- Combined revenue increased \$5,063,278 (34.86%) to \$19,586,314 from \$14,523,036 in 2020, of which governmental activities totaled \$18,299,838 and business-type activities totaled \$1,286,476.
- Overall expenses increased \$666,447 (6.19%) to \$11,430,566 from \$10,764,119 in 2020, of which governmental activities totaled \$11,095,467 and business-type activities totaled \$335,099.
- As of December 31, 2021, the City's governmental funds reported combined ending fund balances of \$9,476,777. At December 31, 2021, the unassigned fund balance is 5,890,460.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the City's operations, in a manner similar to private-sector business. All governmental and business-type activities are consolidated to arrive at a total for the primary government.

There are two government-wide statements: 1) The Statement of Net Position and 2) The Statement of Activities.

The Statement of Net Position

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

The Statement of Activities

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (i.e., uncollected taxes and earned but unused accrued vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include the general government, judicial, public safety, public works, health and welfare, culture and recreation and housing and development. The business-type activities include the stormwater utility. Component units include legally separate entities that meet the criteria for inclusion in the City's financial

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

statements discussed in the notes to the financial statements, Note 1. The City includes one discretely presented component unit in its government-wide financial statements: The Holly Springs Downtown Development Authority, and two blended component units: Holly Springs Parks and Recreation Authority and Urban Redevelopment Agency of the City of Holly Springs, Georgia.

The government-wide financial statements can be found on pages 16 through 17 of this report.

FUND FINANCIAL STATEMENTS

The Fund Financial statements begin on page 18 and provide detailed information about the City's funds. Some funds are required to be established by state law and by bond covenants. However, the City establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. All of the funds of the City can be divided into three categories: governmental funds and proprietary funds.

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented in the governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities in the government-wide statements.

The City maintains four governmental fund types: General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds. Four individual funds are considered to be major funds: General Fund, SPLOST V Fund, Town Center Fund, and American Rescue Plan Fund. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 16 through 20 of this report.

Proprietary Funds

Proprietary funds are used to account for activities that operate similar to those of commercial enterprises found in the private sector. The City maintains the Stormwater Utility Fund as an enterprise fund. Proprietary funds provide the same type of information as the government-wide financial statements but in greater detail.

The basic proprietary fund financial statements can be found on pages 21 through 23 of this report.

Notes to Financial Statements

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

The notes to financial statements can be found on pages 24 through 46 of this report.

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees as well as a Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund. This schedule compares the original and final adopted budget of the General Fund of the City of Holly Springs to the actual revenues and expenditures.

The required supplementary information, including related notes, can be found on pages 47 through 50 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The City's combined net position (governmental and business-type activities) totaled \$58,537,775 at December 31, 2021.

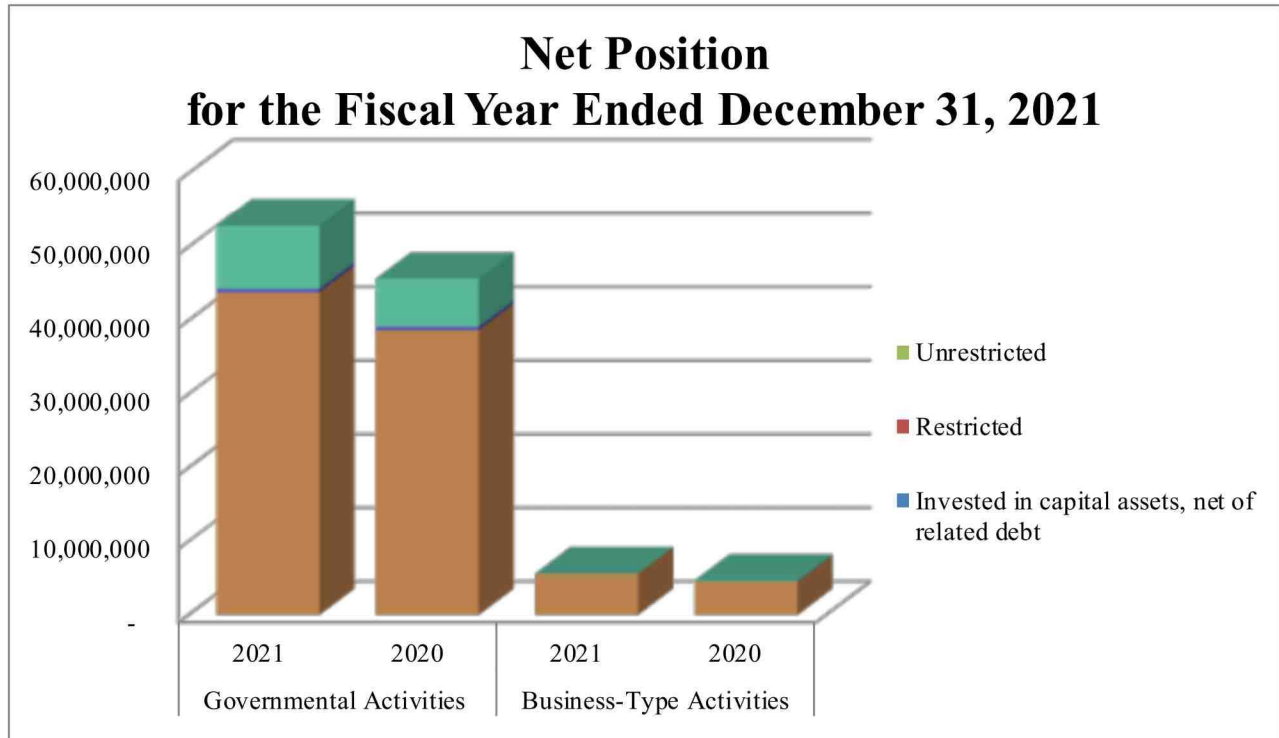
Combined net position includes a net investment in capital assets of \$49,454,332 (e.g., land, infrastructure, buildings, equipment, and other); less accumulated depreciation and any related debt outstanding that was needed to build or acquire the assets. The City uses these assets to provide services to the citizens and the businesses in the City; consequently, this net position is not available for future spending. The City has \$527,511 of restricted net position that is subject to external restrictions, constitutional provisions, or enabling legislation on how it can be used. The City has \$8,555,932 in unrestricted net position at December 31, 2021.

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 19,001,541	\$ 13,720,200	\$ 74,243	\$ 237,568	\$ 19,075,784	\$ 13,957,768
Capital Assets	53,468,395	48,040,063	5,759,592	5,015,165	59,227,987	53,055,228
Total Assets	72,469,936	61,760,263	5,833,835	5,252,733	78,303,771	67,012,996
Deferred Outflows of Resources	511,797	644,850	9,010	13,093	520,807	657,943
Current liabilities	4,978,957	2,048,915	67,298	381,257	5,046,255	2,430,172
Non-current liabilities	9,078,220	9,656,155	120,026	187,863	9,198,246	9,844,018
Total Liabilities	14,057,177	11,705,070	187,324	569,120	14,244,501	12,274,190
Deferred Inflows of Resources	6,034,864	5,014,722	7,438	-	6,042,302	5,014,722
Net Position:						
Net Investment in Capital Assets	43,859,351	43,010,825	5,594,981	4,798,645	49,454,332	47,809,470
Restricted	527,511	430,968	-	-	527,511	430,968
Unrestricted (deficit)	8,502,830	2,243,528	53,102	(101,939)	8,555,932	2,141,589
Total Net Position	\$ 52,889,692	\$ 45,685,321	\$ 5,648,083	\$ 4,696,706	\$ 58,537,775	\$ 50,382,027

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

City of Holly Springs' Net Position

As of December 31, 2021, the City of Holly Springs is able to present positive balances in net position for its governmental and business-type activities.

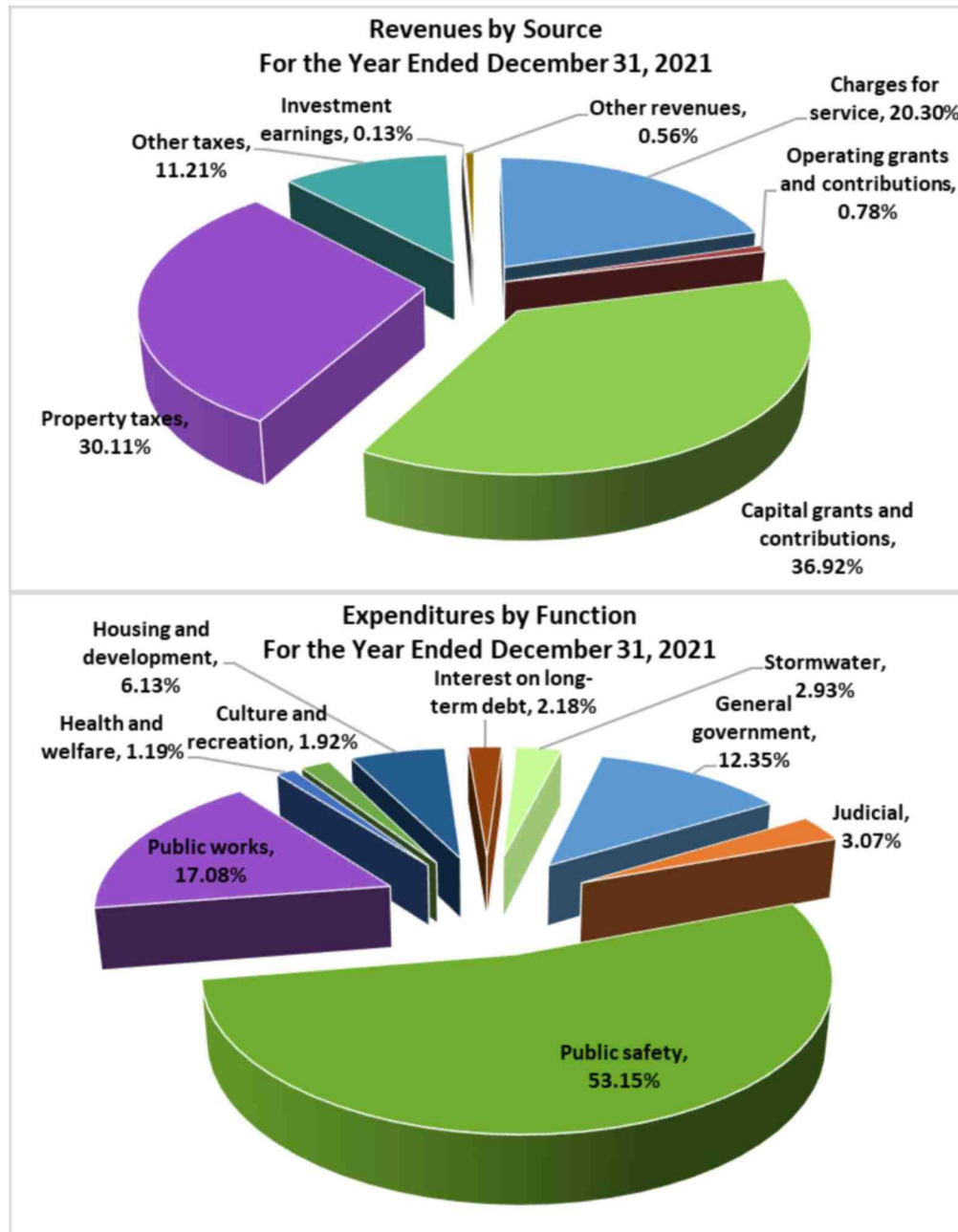


**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

City of Holly Springs' Changes in Net Position

Revenues	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Program Revenues:						
Charges for service	\$ 3,528,299	\$ 2,124,752	\$ 448,345	\$ 421,320	\$ 3,976,644	\$ 2,546,072
Operating grants and contributions	151,923	960,555	-	-	151,923	960,555
Capital grants and contributions	6,392,426	2,999,820	838,072	449,573	7,230,498	3,449,393
General revenues:						
Property taxes	5,898,943	5,317,852	-	-	5,898,943	5,317,852
Other taxes	2,194,695	2,158,928	-	-	2,194,695	2,158,928
Investment earnings	24,590	31,747	59	509	24,649	32,256
Other revenues	108,962	57,980	-	-	108,962	57,980
Total revenues	18,299,838	13,651,634	1,286,476	871,402	19,586,314	14,523,036
Expenses						
General government	1,411,629	1,465,002	-	-	1,411,629	1,465,002
Judicial	350,410	341,441	-	-	350,410	341,441
Public safety	6,075,444	5,764,524	-	-	6,075,444	5,764,524
Public works	1,952,642	1,544,921	-	-	1,952,642	1,544,921
Health and welfare	135,667	118,907	-	-	135,667	118,907
Culture and recreation	219,934	167,587	-	-	219,934	167,587
Housing and development	700,689	823,734	-	-	700,689	823,734
Interest on long-term debt	249,052	208,040	-	-	249,052	208,040
Stormwater	-	-	335,099	329,963	335,099	329,963
Total Expenses	11,095,467	10,434,156	335,099	329,963	11,430,566	10,764,119
Change in net position	7,204,371	3,217,478	951,377	541,439	8,155,748	3,758,917
Beginning net position	45,685,321	42,467,843	4,696,706	4,155,267	50,382,027	46,623,110
Ending net position	\$ 52,889,692	\$ 45,685,321	\$ 5,648,083	\$ 4,696,706	\$ 58,537,775	\$ 50,382,027

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**



Governmental Activities

The governmental activities of the City increased net position by \$7,204,371. The primary focus of the governmental activities of the City is to maintain and improve city-wide infrastructure as well as to provide public safety, judicial services, health and welfare services, parks and recreation opportunities, and community development and zoning services for our residents. The explanations for significant changes in net position are summarized below.

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Revenues

Property tax revenues increased by \$581,091 (10.93%) in 2021 from 2020 due to growth in the tax digest. Charges for services increased \$1,403,547 (66.06%) due to an increase in the number of building permits issued during 2021 for residential projects. Operating Grants and Contributions decreased \$808,632 (84.18%) due to the receipt of grant funding through the Coronavirus Aid, Relief and Economic Security Act (CARES Act) in 2020 that were not received in 2021. Capital grants and contributions increased \$3,392,606 (113.09%) due to the contribution of road infrastructure by developers in Phase II, Phase 3C Unit 1, and Phase 3C Unit 2 of The Reserve at Harmony on the Lakes, Morgan's Run, Riverside Phase IV, Woodhaven Court Phase 1, Woodhaven Court Phase 2, Oakhaven Phase 1, and Oakhaven Phase 2 subdivisions.

Expenses

General government expenses decreased \$53,373 (3.64%) in 2021 from 2020 due to costs attributable to the transition to a new software package in 2020 for all financial and administrative applications. Judicial expenses increased \$8,969 (2.63%) in 2021 from 2020 due to the addition of staff and additional court sessions during 2021. Public safety expenses increased \$310,920 (5.39%) primarily due to an increase in the fire district fees paid to Cherokee County in 2021. Public works expenses increased \$407,721 (26.39%) in 2021 from 2020 due to increased maintenance costs incurred for city infrastructure. Health and welfare expenses increased \$16,760 (14.10%) due to an increase in funding from the Atlanta Regional Commission for the Workforce Investment Act and Workforce Innovation and Opportunity Act (WIA/WIOA) Youth Grant Programs. Culture and recreation expenses increased \$52,347 (31.24%) in 2021 from 2020 due to significant improvements that were made in J.B. Owens Park in 2021. Housing and development expenses decreased \$123,045 (14.94%) in 2021 from 2020. In 2020, the City of Holly Springs awarded Small Business Relief Grants (SBRG) in the amount of \$126,418 to local businesses in our community. There was no SBRG in 2021. Interest expenses on long-term debt increased \$41,012 (19.71%) in 2021 from 2020 due to the issuance of additional debt in 2021 for the Holly Springs Town Center Project.

FUND FINANCIAL ANALYSIS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

As of December 31, 2021, the City's governmental funds reported combined ending fund balances of \$9,476,777.

Major Governmental Funds

The General Fund is the operating fund of the City. At the end of the current fiscal year, the fund balance of the General Fund was \$8,778,918, which was comprised of nonspendable fund balance of \$1,963,154 and unassigned fund balance of \$6,815,764. Fund balance in the General Fund increased \$1,371,283 (18.51%) in 2021 from 2020. The primary reason for the increase was the receipt of additional property tax revenue.

The American Rescue Plan Fund is a Special Revenue Fund of the City. This fund accounts for awards from the Coronavirus State and Local Fiscal Recovery Funds program provided under the American Rescue Plan Act of 2021. Fund balance at December 31, 2021 is \$469.

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

The SPLOST V Fund is a capital projects fund of the City. The purpose of this fund is to account for the collection of special purpose local option sales tax (SPLOST) and the construction of approved capital projects. At the end of the current fiscal year, the unassigned fund balance (deficit) of the SPLOST V Fund was (\$532,465). Fund balance in the SPLOST V Fund increased \$1,764,189 in 2021 from 2020 due to a reduction in project construction costs incurred during the year.

The Town Center Fund is also a capital projects fund of the City. The purpose of this fund is to account for the construction of the Holly Springs Town Center Project. Fund balance in the Town Center Fund decreased \$398,082 in 2021 from 2020 due to a reduction in transfers from the General Fund and Urban Redevelopment Agency to cover 2021 construction costs. The fund balance at year end was comprised of unassigned fund balance (deficit) in the amount of \$392,839.

Non-Major Governmental Funds

The Debt Service Fund accounts for the retirement of principal and interest on city-issued debt instruments. In 2019, the City of Holly Springs General Fund transferred \$2,179,368 to the Debt Service Fund to retire future debt. The City of Holly Springs will transfer the proceeds of land sales into the Debt Service Fund in future years to retire debt issued for the construction of the Town Center Project.

Special Revenue Funds are used to account for the City's collection and disbursement of specific revenues that are legally restricted for specified purposes. The City has four non-major special revenue funds: Parks and Recreation Fund, Hotel/Motel Tax Fund, Urban Redevelopment Agency of the City of Holly Springs, Georgia, and Multiple Grant Fund.

Capital Projects Funds are used to account for the City's acquisition and construction of major capital assets and capital improvements to city infrastructure. The City has two non-major capital projects funds: SPLOST III Fund and SPLOST IV Fund.

Non-major governmental funds revenues totaled \$615,181 for the fiscal year ending December 31, 2021. Non-major governmental fund expenditures totaled \$1,714,510. Fund balance for all non-major governmental funds was \$1,622,694. Non-major fund balances decreased \$878,456 primarily due to an increase in principal payments for outstanding debt.

Proprietary Funds

The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The City has one enterprise fund: The Stormwater Utility Fund.

The Stormwater Utility Fund has a net position of \$5,648,083 at December 31, 2021, an increase of \$951,377 over 2020. Net investment in capital assets is \$5,594,981 and the unrestricted net position is \$53,102. Net position increased in 2021 due to the contribution of stormwater infrastructure from developers in Phase II, Phase 3C Unit 1, and Phase 3C Unit 2 of The Reserve at Harmony on the Lakes, Morgan's Run, Riverside Phase IV, Woodhaven Court Phase 1, Woodhaven Court Phase 2, Oakhaven Phase 1, and Oakhaven Phase 2 subdivisions.

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

GENERAL FUND BUDGETARY HIGHLIGHTS

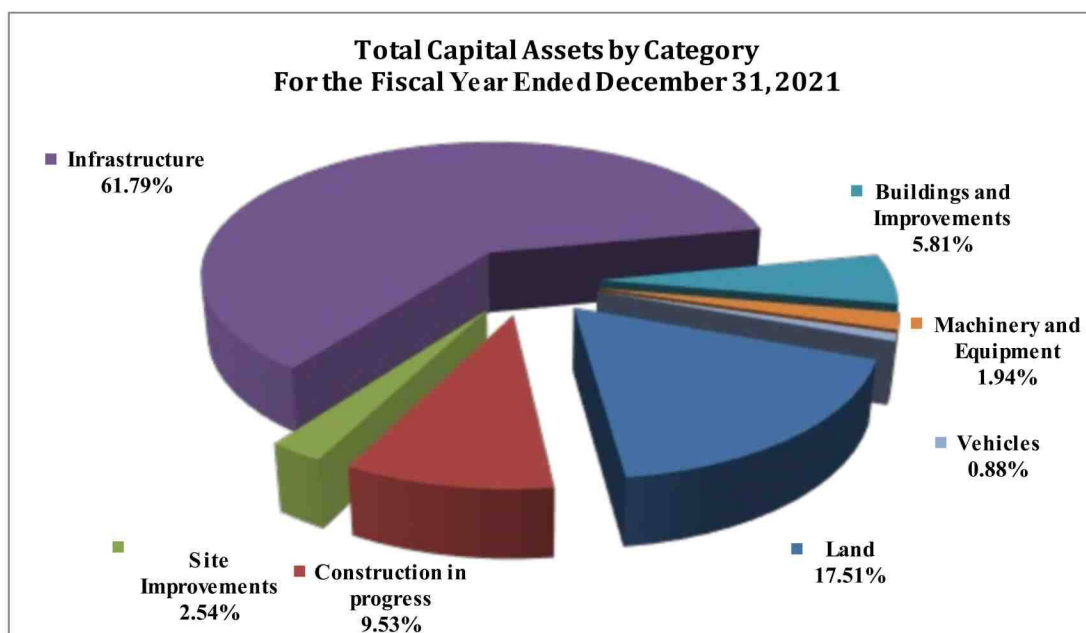
The City's comparison of actual revenues and expenditures in the General Fund to the adopted budget can be found on page 47 of the annual report. In 2021, the City had a net favorable budget variance of \$1,371,283. There was a favorable revenue budget variance of \$390,445. The original budget adopted by the City of Holly Springs reflected a very conservative projection for property taxes, franchise taxes, business taxes, licenses and permits and fines and forfeitures. However, by mid-year in 2021 the City had realized revenues in excess of appropriations and the budget was amended to reflect the increased revenues in the amount of \$1,047,200. The favorable budget variance for all expenditure categories in 2021 was \$978,211. Management continues to operate under a conservative budget to ensure that the City of Holly Springs maintains a sufficient budget stabilization fund to cover unexpected expenditures and emergencies as they arise during the course of normal operations.

CAPITAL ASSETS

The table below presents capital assets of the primary government, net of accumulated depreciation:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 10,357,222	\$ 10,161,151	\$ 12,600	\$ 12,600	\$ 10,369,822	\$ 10,173,751
Construction in progress	5,632,778	3,522,542	10,084	984,110	5,642,862	4,506,652
Site improvements	1,504,209	1,512,729	-	-	1,504,209	1,512,729
Infrastructure	31,069,138	28,002,748	5,525,626	3,779,321	36,594,764	31,782,069
Buildings and improvements	3,442,989	3,447,941	-	-	3,442,989	3,447,941
Machinery and equipment	939,026	875,961	211,282	239,134	1,150,308	1,115,095
Vehicles	523,033	516,991	-	-	523,033	516,991
Net capital assets	<u>\$ 53,468,395</u>	<u>\$ 48,040,063</u>	<u>\$ 5,759,592</u>	<u>\$ 5,015,165</u>	<u>\$ 59,227,987</u>	<u>\$ 53,055,228</u>

See Note 1G in the notes to the financial statements for the City's policies regarding capital assets. Note 6 in the notes to the financial statements provides a summary of capital asset activity for the year ended December 31, 2021.



**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

LONG-TERM DEBT

The table below represents long-term debt outstanding as of December 31, 2021 and 2020:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Notes payable -						
direct placement	\$ 1,621,574	\$ 2,036,413	\$ -	\$ -	\$ 1,621,574	\$ 2,036,413
Bonds payable -						
direct placement	7,891,130	7,277,135	-	-	7,891,130	7,277,135
Financed purchases	-	-	164,611	216,520	164,611	216,520
Net pension liability	498,542	1,145,201	8,777	23,252	507,319	1,168,453
Compensated absences	182,007	183,335	-	-	182,007	183,335
Total	<u>\$ 10,193,253</u>	<u>\$ 10,642,084</u>	<u>\$ 173,388</u>	<u>\$ 239,772</u>	<u>\$ 10,366,641</u>	<u>\$ 10,881,856</u>

The City reported long-term debt of \$10,366,641 as of December 31, 2021 exclusive of interest expense. The City has no general obligation debt outstanding at December 31, 2021. See Note 8 in the notes to the financial statements for a summary of all debt activity and a summary of all debt held by the City of Holly Springs at December 31, 2021.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Mayor and Council in conjunction with the staff of the City of Holly Springs have continued to aggressively address the current and future needs of the City by focusing on sound financial management, the use of current resources for capital expenditures and an extensive budgeting process. The City's General Fund budget for fiscal year 2022 is \$10,375,000. This is less than the amended budget from the prior year. The City of Holly Springs continues to prepare conservative budgets and has established a budget stabilization reserve to ensure the City has sufficient operating funds in the event of unforeseen circumstances. The City also plans to maintain the millage rate for maintenance and operations at 4.400 mills in 2021 and adopt the millage rate for the Fire District as proposed by the Cherokee County Board of Commissioners.

In 2014 the City entered into a ten-year option agreement for the acquisition of land for use as a future park. In the summer of 2016, the City activated the Holly Springs Parks and Recreation Authority (blended component unit) and exercised the option to acquire the property. The Holly Springs Parks and Recreation Authority issued a bond in the amount of \$3,200,000 for the purchase of the property. The City included a provision in its 2021 budget for debt service for the bond and has also proposed using future proceeds from a Special Purpose Local Option Sales Tax (SPLOST) to retire the debt. See Note 8 in the notes to the financial statements for additional information regarding the Series 2016 Holly Springs Parks and Recreation Authority Bond.

The City anticipates continued growth in 2022 in the commercial sector at exits 11 and 14 on I-575 due to the opening of the Northwest Corridor Project along the interstate that includes reversible toll lanes for area residents. The City completed Phase I of the Holly Springs Parkway Widening Project in the summer of 2019. The City applied for funding from the State Road and Tollway Authority (SRTA) through the Georgia Transportation Infrastructure Bank (GTIB) in 2020 and 2021 for additional funding for the construction of Phases II and III of the Holly Springs Parkway Widening Project. On June 23, 2020, Governor Brian Kemp announced that the City of Holly Springs had been awarded \$1.25 million in grant funds and \$3.5 million in loan funds for Phase II of the Project. On February 25, 2021, Governor Kemp announced that the City of Holly Springs had been awarded a \$6 million loan through GTIB for Phase III of the Project. The City is currently in the design and right-of-way phase for the Project. Upon completion, the Holly Springs Parkway Widening Project will include a four-lane highway with a median as well as sidewalks and pedestrian lamp posts. The project will improve traffic flow in the area and provide opportunities for additional development within the corridor.

**CITY OF HOLLY SPRINGS, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

The City of Holly Springs and the Holly Springs Downtown Development Authority have been assembling and acquiring blighted property within the Town Center District since 2008. The City plans to construct a mixed-use development referred to as the Holly Springs Town Center Project on the site which will include a new City Hall, parking deck, amphitheater, open space, and ancillary structures. In addition, the City entered into a contract in the summer of 2021 for the sale of land to the private sector for the construction of single-family houses, townhomes, an apartment building, multi-use buildings with lofts over retail, restaurants, and a brewery. The City has also constructed road improvements in the area as well as water, stormwater, and sanitary sewer infrastructure to accommodate the development of the project. The City received bids for the site work for the Town Center Project on June 17, 2021 and issued the notice to proceed to Vertical Earth, Inc. on August 5, 2021 in the amount of \$6,645,849. Vertical construction of the parking deck and other structures is anticipated to begin in 2023. Upon completion, the private sector components of the Town Center Project will include 65 fee-simple residential units, over 35,000 square feet of commercial space, 75 lofts and approximately 200 market-rate apartments. The public sector components will include a 24,000 square foot City Hall, 300 spaces in the public parking deck as well as the amphitheater, park area and plazas.

The outbreak of the COVID-19 pandemic in the spring of 2020 did not have a significant effect on the 2020 and 2021 budgets and overall operations of the City of Holly Springs. During the first six months of 2022, the City has not experienced any significant collection issues or reductions in revenue attributable to COVID-19.

FINANCIAL CONTACT

This financial report is designed to provide a general overview of the City of Holly Springs' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Denise Lamazares at the City of Holly Springs, P.O. Box 990, Holly Springs, GA 30142. Please visit our website at www.hollyspringsga.us for additional information.

CITY OF HOLLY SPRINGS, GEORGIA

Statement of Net Position

December 31, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 14,573,580	\$ 362,443	\$ 14,936,023	\$ 74,792
Investments	2,393,930	-	2,393,930	36,422
Taxes receivable, net of allowances	300,652	-	300,652	-
Accounts receivable, net of allowances	729,975	-	729,975	16
Due from other governments	564,383	-	564,383	-
Internal balances	288,200	(288,200)	-	-
Prepaid items	150,821	-	150,821	-
Total Current Assets	19,001,541	74,243	19,075,784	111,230
Noncurrent Assets:				
Capital Assets:				
Nondepreciable capital assets	15,990,000	22,684	16,012,684	1,706,312
Depreciable capital assets, net	37,478,395	5,736,908	43,215,303	-
Total Noncurrent Assets	53,468,395	5,759,592	59,227,987	1,706,312
TOTAL ASSETS	72,469,936	5,833,835	78,303,771	1,817,542
DEFERRED OUTFLOWS OF RESOURCES				
Pension related items	511,797	9,010	520,807	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	511,797	9,010	520,807	-
LIABILITIES				
Current Liabilities:				
Accounts payable	580,291	10,293	590,584	100
Deposits payable	2,100	-	2,100	-
Retainage payable	96,340	-	96,340	-
Accrued salaries and payroll taxes	98,045	2,481	100,526	-
Accrued interest payable	65,176	1,162	66,338	-
Compensated absences payable, current portion	118,305	-	118,305	-
Financed purchases, current portion	-	53,362	53,362	-
Notes payable - direct placement, current portion	325,788	-	325,788	-
Bonds payable - direct placement, current portion	670,940	-	670,940	-
Unearned revenue	3,021,972	-	3,021,972	-
Total Current Liabilities	4,978,957	67,298	5,046,255	100
Noncurrent Liabilities:				
Compensated absences payable	63,702	-	63,702	-
Financed purchases	-	111,249	111,249	-
Notes payable - direct placement	1,295,786	-	1,295,786	-
Bonds payable - direct placement	7,220,190	-	7,220,190	-
Net pension liability	498,542	8,777	507,319	-
Total Noncurrent Liabilities	9,078,220	120,026	9,198,246	-
TOTAL LIABILITIES	14,057,177	187,324	14,244,501	100
DEFERRED INFLOWS OF RESOURCES				
Deferred revenues - property taxes	5,612,369	-	5,612,369	-
Pension related items	422,495	7,438	429,933	-
TOTAL DEFERRED INFLOWS OF RESOURCES	6,034,864	7,438	6,042,302	-
NET POSITION				
Net investment in capital assets	43,859,351	5,594,981	49,454,332	1,706,312
Restricted for:				
Capital projects	481,375	-	481,375	-
Tourism	8,530	-	8,530	-
Grants	37,606	-	37,606	-
Unrestricted	8,502,830	53,102	8,555,932	111,130
TOTAL NET POSITION	\$ 52,889,692	\$ 5,648,083	\$ 58,537,775	\$ 1,817,442

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA

Statement of Activities For the Year Ended December 31, 2021

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental Activities:				
General government	\$ 1,411,629	\$ 76,555	\$ 770	\$ 399,386
Judicial	350,410	654,957	-	-
Public safety	6,075,444	83,679	15,486	483,925
Public works	1,952,642	363,618	135,667	5,134,691
Parks, recreation and culture	219,934	-	-	374,424
Housing and development	700,689	2,349,490	-	-
Health and welfare	135,667	-	-	-
Interest on long-term debt	249,052	-	-	-
Total Governmental Activities	11,095,467	3,528,299	151,923	6,392,426
Business-Type Activities:				
Stormwater	335,099	448,345	-	838,072
Total Business-Type Activities	335,099	448,345	-	838,072
Total - Primary Government	\$ 11,430,566	\$ 3,976,644	\$ 151,923	\$ 7,230,498
Component Unit:				
Downtown Development Authority	\$ 26,413	\$ -	\$ -	\$ -
Total - Component Unit	\$ 26,413	\$ -	\$ -	\$ -

GENERAL REVENUES:

Taxes:
 Property
 Sales
 Insurance premium
 Franchise
 Business and occupation
 Hotel/Motel
 Unrestricted investment earnings
 Miscellaneous
 Gain on sale of assets

Total General Revenues

Change in Net Position

NET POSITION BEGINNING OF YEAR

NET POSITION END OF YEAR

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Downtown Development Authority
\$ (934,918)	\$ -	\$ (934,918)	\$ -
304,547	-	304,547	-
(5,492,354)	-	(5,492,354)	-
3,681,334	-	3,681,334	-
154,490	-	154,490	-
1,648,801	-	1,648,801	-
(135,667)	-	(135,667)	-
(249,052)	-	(249,052)	-
(1,022,819)	-	(1,022,819)	-
-	951,318	951,318	-
-	951,318	951,318	-
(1,022,819)	951,318	(71,501)	-
-	-	-	(26,413)
-	-	-	(26,413)
5,898,943	-	5,898,943	-
447,886	-	447,886	-
772,761	-	772,761	-
830,394	-	830,394	-
138,710	-	138,710	-
4,944	-	4,944	-
24,590	59	24,649	-
88,005	-	88,005	-
20,957	-	20,957	-
8,227,190	59	8,227,249	-
7,204,371	951,377	8,155,748	(26,413)
45,685,321	4,696,706	50,382,027	1,843,855
\$ 52,889,692	\$ 5,648,083	\$ 58,537,775	\$ 1,817,442

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA

Balance Sheet Governmental Funds December 31, 2021

	General Fund	American Rescue Plan Fund	SPLOST V Fund	Town Center Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 9,563,570	\$ 2,883,771	\$ 525,450	\$ 28,144	\$ 1,572,645	\$ 14,573,580
Investments	2,393,930	-	-	-	-	2,393,930
Receivables (net of allowance for uncollectibles):						
Taxes	300,410	-	-	-	242	300,652
Accounts	657,575	-	-	-	72,400	729,975
Intergovernmental receivable	82,774	-	469,582	-	12,027	564,383
Prepaid items	149,821	-	-	-	1,000	150,821
Advances to other funds	1,813,333	-	-	-	-	1,813,333
TOTAL ASSETS	\$ 14,961,413	\$ 2,883,771	\$ 995,032	\$ 28,144	\$ 1,658,314	\$ 20,526,674
LIABILITIES						
Accounts payable	\$ 224,451	\$ -	\$ 27,497	\$ 324,643	\$ 3,700	\$ 580,291
Due to other funds.	25,133	-	-	-	-	25,133
Deposits payable	-	-	-	-	2,100	2,100
Retainage payable	-	-	-	96,340	-	96,340
Accrued liabilities	98,045	-	-	-	-	98,045
Advances from other funds	-	-	1,500,000	-	-	1,500,000
Unearned revenue	138,670	2,883,302	-	-	-	3,021,972
TOTAL LIABILITIES	486,299	2,883,302	1,527,497	420,983	5,800	5,323,881
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue - property taxes	5,612,369	-	-	-	-	5,612,369
Unavailable revenue - property taxes	33,029	-	-	-	-	33,029
Unavailable revenue - charges for services	-	-	-	-	29,820	29,820
Unavailable revenue - municipal court fines	50,798	-	-	-	-	50,798
TOTAL DEFERRED INFLOWS OF RESOURCES	5,696,196	-	-	-	29,820	5,726,016
FUND BALANCES						
Nonspendable:						
Prepaid items	149,821	-	-	-	1,000	150,821
Advances	1,813,333	-	-	-	-	1,813,333
Restricted:						
Tourism	-	-	-	-	7,530	7,530
Grant purposes	-	469	-	-	37,137	37,606
Capital projects	-	-	-	-	355,215	355,215
Committed for culture and recreation	-	-	-	-	786,495	786,495
Assigned:						
Debt service	-	-	-	-	435,317	435,317
Unassigned (deficit)	6,815,764	-	(532,465)	(392,839)	-	5,890,460
TOTAL FUND BALANCES (DEFICIT)	8,778,918	469	(532,465)	(392,839)	1,622,694	9,476,777
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 14,961,413	\$ 2,883,771	\$ 995,032	\$ 28,144	\$ 1,658,314	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	53,468,395
Some receivables are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds.	113,647
Deferred outflows and inflows of resources as well as the net pension liability related to the City's pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the funds.	(409,240)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(9,759,887)
Net position of governmental activities	<u>\$ 52,889,692</u>

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2021

	General Fund	American Rescue Plan Fund	SPLOST V Fund	Town Center Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 7,636,652	\$ -	\$ -	\$ -	\$ 452,830	\$ 8,089,482
Licenses and permits	2,154,138	-	-	-	-	2,154,138
Intergovernmental	15,486	-	2,568,823	-	135,667	2,719,976
Charges for services	330,437	-	363,618	-	5,964	700,019
Fines and forfeitures	683,196	-	-	-	-	683,196
Investment earnings	24,104	469	87	17	578	25,255
Contributions	770	-	-	-	-	770
Miscellaneous	57,862	-	10,000	-	20,142	88,004
TOTAL REVENUES	10,902,645	469	2,942,528	17	615,181	14,460,840
EXPENDITURES						
Current:						
General government	1,528,965	-	-	-	-	1,528,965
Judicial	354,016	-	-	-	-	354,016
Public safety	5,849,663	-	-	-	-	5,849,663
Public works	661,211	-	-	-	-	661,211
Culture and recreation	7,264	-	-	-	134,852	142,116
Health and welfare	-	-	-	-	135,667	135,667
Housing and development	705,670	-	-	-	5,295	710,965
Capital outlay	-	-	1,178,339	1,796,777	60,125	3,035,241
Debt service:						
Principal	-	-	-	-	1,030,395	1,030,395
Interest	-	-	-	-	277,303	277,303
Issuance costs	-	-	60,000	-	70,873	130,873
TOTAL EXPENDITURES	9,106,789	-	1,238,339	1,796,777	1,714,510	13,856,415
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,795,856	469	1,704,189	(1,796,760)	(1,099,329)	604,425
OTHER FINANCING SOURCES (USES)						
Issuance of long term debt	-	-	60,000	-	1,169,551	1,229,551
Transfers in	-	-	-	1,398,678	150,000	1,548,678
Transfers out	(450,000)	-	-	-	(1,098,678)	(1,548,678)
Sale of capital assets	25,427	-	-	-	-	25,427
TOTAL OTHER FINANCING SOURCES (USES)	(424,573)	-	60,000	1,398,678	220,873	1,254,978
NET CHANGE IN FUND BALANCES	1,371,283	469	1,764,189	(398,082)	(878,456)	1,859,403
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	7,407,635	-	(2,296,654)	5,243	2,501,150	7,617,374
FUND BALANCES (DEFICIT) - END OF YEAR	\$ 8,778,918	\$ 469	\$ (532,465)	\$ (392,839)	\$ 1,622,694	\$ 9,476,777

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA
*Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2021*

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds	\$ 1,859,403
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. This is the amount by which capital outlay exceeded depreciation in the current period.	1,609,863
Net effect of miscellaneous transactions involving capital assets (i.e. donations, disposals and sales) is to decrease net position.	3,818,469
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(4,898)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount represents the repayment of the long-term debt.	(199,156)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>120,690</u>
Change in net position - governmental activities	<u><u>\$ 7,204,371</u></u>

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA*Statement of Net Position**Proprietary Fund**December 31, 2021*

	Stormwater Fund
ASSETS	
Current Assets:	
Cash	\$ 362,443
Due from other funds	25,133
Total Current Assets	387,576
Noncurrent Assets:	
Capital assets:	
Nondepreciable capital assets	22,684
Depreciable capital assets, net	5,736,908
Total Noncurrent Assets	5,759,592
TOTAL ASSETS	6,147,168
DEFERRED OUTFLOWS OF RESOURCES	
Pension related items	9,010
TOTAL DEFERRED OUTFLOWS OF RESOURCES	9,010
LIABILITIES	
Current Liabilities:	
Accounts payable	10,293
Accrued salaries and payroll taxes	2,481
Accrued interest	1,162
Current portion of financed purchases	53,362
Advances from other funds	313,333
Total Current Liabilities	380,631
Noncurrent Liabilities:	
Long term portion of financed purchases	111,249
Net pension liability	8,777
Total Noncurrent Liabilities	120,026
TOTAL LIABILITIES	500,657
DEFERRED INFLOWS OF RESOURCES	
Pension related items	7,438
TOTAL DEFERRED INFLOWS OF RESOURCES	7,438
NET POSITION	
Net investment in capital assets	5,594,981
Unrestricted	53,102
TOTAL NET POSITION	\$ 5,648,083

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2021

	Stormwater Fund
OPERATING REVENUES	
Charges for services	\$ 448,345
TOTAL OPERATING REVENUES	448,345
OPERATING EXPENSES	
Personal services and employee benefits	68,588
Purchased and contractual services	148,995
Materials and supplies	13,569
Depreciation	98,251
TOTAL OPERATING EXPENSES	329,403
OPERATING INCOME	118,942
NON-OPERATING INCOME (EXPENSE)	
Interest earned	59
Interest expense	(5,696)
TOTAL NON-OPERATING INCOME (EXPENSE)	(5,637)
INCOME BEFORE CAPITAL CONTRIBUTIONS	113,305
Capital contributions	838,072
CHANGE IN NET POSITION	951,377
NET POSITION - BEGINNING OF YEAR	4,696,706
NET POSITION - END OF YEAR	\$ 5,648,083

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA*Statement of Cash Flows**Proprietary Funds**For the Year Ended December 31, 2021*

	Stormwater Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 555,391
Cash payments to employees for services	(70,081)
Cash payments for goods and services	(293,217)
NET CASH PROVIDED BY OPERATING ACTIVITIES	192,093
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(4,606)
Principal payments on financed purchases	(51,909)
Interest payments on financed purchases	(6,062)
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	(62,577)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	59
NET CASH PROVIDED BY INVESTING ACTIVITIES	59
NET INCREASE IN CASH AND CASH EQUIVALENTS	129,575
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	232,868
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 362,443
RECONCILIATION OF OPERATING INCOME TO	
NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 118,942
Adjustments:	
Depreciation	98,251
Decrease in assets and deferred outflows of resources:	
Due from other funds	149,313
Prepaid items	4,700
Deferred outflows of resources (pensions)	4,083
Increase (decrease) in liabilities:	
Accounts payable	(135,353)
Accrued salaries and payroll taxes	1,461
Due to other funds	(42,267)
Deferred inflows of resources (pensions)	7,438
Net pension liability	(14,475)
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 192,093
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES	
Donated infrastructure	\$ 838,072

See accompanying notes to the basic financial statements.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of City of Holly Springs, Georgia (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City’s accounting policies are described below.

A. Reporting Entity

The City was incorporated in 1906 and operates under a city council/manager form of government. Policy making and legislative authority are vested in the Mayor and five council members. The City Manager is responsible for the daily operations of all City departments. The City provides basic services which include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. Stormwater management services are also provided.

The accompanying financial statements present the City (the “primary government”) and its component units, entities for which the City is considered to be financially accountable. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City. Blended component units are included within the financial statements of the governmental funds section of the primary government.

The **Holly Springs Downtown Development Authority (“DDA”)** has been included as a discretely presented component unit in the accompanying financial statements. The DDA was created June 21, 1999, with the primary purpose of promoting development through revitalization of the downtown area of the City. The DDA derives revenue from rent charged on a building contributed to the DDA by the City. The DDA is fiscally dependent on the City for the funding of its obligations and any debt. The City Council appoints all members of the board of directors. Financial information related to the DDA may be obtained from the City upon request. Separate financial statements for the DDA are not prepared.

The **Holly Springs Parks and Recreation Authority (“HSPRA”)** has been included as a blended component unit in the accompanying financial statements. The HSPRA was created May 17, 2004, with the primary purpose of acquiring real estate for the future development of a city park. The City possesses the authority to review, approve and revise the budget and governs collection and disbursement of funds. The City Council serves as the board of directors. Separate financial statements for HSPRA are not prepared. Financial information related to HSPRA may be obtained from the office of the City Manager of the City of Holly Springs.

The **Urban Redevelopment Agency of the City of Holly Springs, Georgia (“the Agency”)** has been included as a blended component unit in the accompanying financial statements. The Agency was created July 15, 2019, with the primary focus of revitalization and promotion of development within the Town Center District. The City Council appoints all members of the board of directors. The Authority’s debt outstanding is expected to be repaid entirely with the City’s resources, as the debt issued by the Authority is secured through intergovernmental agreements with the City. The City possesses the authority to review, approve and revise the budget and governs collection and disbursement of funds. Separate financial statements for the Agency are not prepared. Financial information related to Agency may be obtained from the office of the City Manager of the City of Holly Springs.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component unit. The effect of inter-fund activity has been removed from the government-wide statements, except for interfund services provided and used. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from its legally separate discretely presented *component unit* for which the primary government is financially accountable.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements (Continued)

The Statement of Activities reports the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to those who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*. The comparison of direct expenses and program revenues identifies the extent to which each program is self-financing or draws from the general revenues of the City.

Separate government-wide and fund financial statements are presented, and they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise fund. Separate financial statements are provided for the City's governmental funds and proprietary fund, even though the latter is excluded from the government-wide financial statements.

The fund financial statements provide information about the City's funds. Separate statements for each fund category – governmental and proprietary– are presented. The focus of fund financial statements is on major governmental and enterprise funds rather than on fund types. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

The Stormwater Utility, the City's proprietary fund, began operations in January 2010. The Utility was formed to provide stormwater management services and stormwater management systems and facilities in order to reduce pollution and increase water quality within the City. The operations of the Utility are supported by stormwater service fees based on the relative contribution of each customer to the demand for stormwater management services.

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

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

Government-wide net position should be reported as restricted when constraints placed on net position use are either externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Net position restricted for capital projects reflect the restrictions of their use.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to inter-fund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances from/to other funds
- Transfers in/out

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The City reports the following major governmental funds:

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

The **American Rescue Plan Fund** is a special revenue fund and accounts for the amounts awarded to the City under the Coronavirus State and Local Fiscal Recovery Funds program, provided for under the American Rescue Plan Act of 2021.

The **Special Purpose Local Option Sales Tax (SPLOST) V Fund** is used to account for revenues provided by a 2016 referendum authorizing a one percent Special Purpose Local Option Sales Tax for Cherokee County, to be shared with the City. SPLOST V revenues are to be used for facilities, and improvements in connection with transportation, law enforcement vehicles and equipment, emergency communications system improvements and equipment; parks and recreation facilities; public works and fleet vehicles and equipment; general government buildings; and debt for the financing of such projects.

The **Town Center Fund** account for financial resources used to acquire, construct, and maintain Town Center capital projects for use by the City.

The City reports the following major proprietary fund:

The **Stormwater Fund** accounts for the revenues derived from stormwater fees charged to customers and used for stormwater management activities.

Additionally, the City reports the following fund types:

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The **Debt Service Fund** accumulates resources that are restricted, committed, or assigned for the principal and interest payments on long-term obligations of the governmental funds.

Capital projects funds account for financial resources used to acquire, construct, and maintain capital projects for use by the City.

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. Expenditures generally are recorded in the accounting period in which a liability is incurred, as under accrual accounting. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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 City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes, sales taxes, franchise taxes, licenses and investment income 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. 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 (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the City.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. 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. Capital asset acquisitions are reported as expenditures in governmental funds. Allocations of costs, such as depreciation and amortization, are not recognized. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services, and producing and delivering such services in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services provided.

Operating expenses of the enterprise fund include the cost of these services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Cash and Investments

The City's 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.

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

E. Prepaid Items

Certain payments to vendors for services that will benefit future accounting periods are recorded as prepaid items in both government-wide and governmental fund financial statements. These items are accounted for using the consumption method. Prepaid items reported by governmental funds are also equally offset by fund balance classified as nonspendable, which indicates they do not constitute "available, spendable financial resources" even though they are a component of net current assets.

F. Budgets

Formal budgetary accounting is employed as a management control device for the General Fund, special revenue funds, Debt Service Fund, and capital projects funds of the City. The governmental fund's budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual operating budgets are adopted for the General Fund and each special revenue fund for each fiscal year through passage of an annual budget ordinance and amended as required. The City adopts project-length budgets for the capital projects funds. During the fiscal year ended December 31, 2021, the original budget was amended through supplemental appropriations. These changes are reflected in the budgetary comparison schedules.

All unencumbered budget appropriations lapse at the end of each year.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets

Capital assets, which include land, buildings and improvements, vehicles, machinery and equipment, and infrastructure assets (such as roads, bridges, sidewalks, storm water 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 \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value as of the date donated.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' useful lives are expensed as incurred.

Land and construction in progress are not depreciated. Other capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Years</u>
Machinery and equipment	3-30
Vehicles	6-15
Land improvements	20-30
Buildings and improvements	20-50
Infrastructure	30-75

H. Compensated Absences

The City's policy allows employees meeting eligibility requirements to accumulate earned but unused vacation leave benefits up to a maximum of 280 hours. Employees who have completed six months of satisfactory job performance are reimbursed for accumulated vacation benefits upon separation of service. Accordingly, the liability for compensated absences in the government-wide statements consists of unpaid, accumulated vacation leave. Accrued, but unpaid, sick leave at year end is not recorded as a liability as it is contingent upon employees' future illness and is not paid upon separation of service.

I. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities of the primary government under governmental or proprietary activities in the Statement of Net Position.

In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

J. Interfund Transactions and Balances

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds" and "advances to/from other funds."

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Items which qualify for reporting as deferred outflows and deferred inflows of resources in the accompanying financial statements under the economic resources measurement focus and accrual basis of accounting are pension amounts in connection with changes in the City's net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the City's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed; for example, the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the City to the pension plan before year end but subsequent to the measurement date of the City's net pension liability are reported as deferred outflows of resources. This amount will reduce the net pension liability in the next fiscal year.

Items which also qualify to be reported as deferred inflows of resources include property taxes levied in the current year for the subsequent year budget and certain unavailable revenues under the *current financial resources measurement focus*. Accordingly, such items appear in the governmental activities statement of net position and the governmental funds balance sheet as deferred inflows of resources and will be recognized as an inflow of resources in the subsequent year (both) or the period in which the amounts become available (governmental funds only).

L. Fund Balance

Generally, fund balance represents the difference between assets and liabilities and deferred inflows of resources under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

Fund balances are classified as follows:

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

Restricted: Fund balances are reported as restricted when they include amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed: Fund balances are reported as committed when they include amounts that can be used only for the specific purposes determined by a formal action (passage of a resolution) of the City Council. The same formal action is required to subsequently remove a commitment of fund balance.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Fund Balance (Continued)

Assigned: Fund balances are reported as assigned when they include amounts intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. By passage of a resolution establishing the City's fund balance policy, the City Council has delegated the City Manager the authority to assign amounts to be used for specific purposes.

Unassigned: Fund balances are reported as unassigned as the residual classification for the City's general fund and includes all spendable amounts not contained in the other classifications. In addition, any remaining deficits in the City's governmental funds which remain after all other fund balances have been exhausted are classified as unassigned. The City reports positive unassigned fund balance only in the general fund. The City, by ordinance, has created a minimum fund balance policy to be no less than 25% of budgeted expenditures in the General Fund.

The City's policy would be to use restricted fund balances first when expenditure is made for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Otherwise, it is the City's policy to reduce committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are made for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

M. Net Position

Net position in financial reporting is based on the *economic resources measurement focus* and represents the difference between (a) total assets and deferred outflows of resources and (b) total liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. The remaining portion of net position is reported as unrestricted.

The City's policy would be to use restricted net position first when expenditure is made for purposes for which both restricted and unrestricted net position is available.

N. Pensions

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

O. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from these estimates.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this \$9,759,887 difference are as follows:

Notes payable - direct placement	\$ (1,621,574)
Bonds payable - direct placement	(7,891,130)
Accrued interest payable	(65,176)
Compensated absences	<u>(182,007)</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net position – governmental activities</i>	<u><u>\$ (9,759,887)</u></u>

Another element of that reconciliation states that “deferred outflows and inflows of resources as well as the net pension liability related to the City’s pension plan are not expected to be liquidated with expendable available resources and, therefore, are not reported in the funds.” The details of this \$409,240 difference are as follows:

Net pension liability	\$ (498,542)
Deferred outflows of resources - pension related items	511,797
Deferred inflows of resources - pension related items	<u>(422,495)</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net position – governmental activities</i>	<u><u>\$ (409,240)</u></u>

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital 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.” The details of this \$1,609,863 difference are as follows:

Capital outlay	\$ 3,196,663
Depreciation expense	<u>(1,586,800)</u>
Net adjustment to increase <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net position – governmental activities</i>	<u><u>\$ 1,609,863</u></u>

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Net effect of miscellaneous transactions involving capital assets (i.e. donations, disposals and sales) is to decrease net position.” The details of this \$3,818,469 difference are as follows:

Donated infrastructure	\$ 3,822,939
Disposal of capital assets, net book value	<u>(4,470)</u>
Net adjustment to increase <i>net changes in fund balance - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ 3,818,469</u></u>

Another element of that reconciliation explains that “The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount represents the repayment of the long-term debt.” The details of this \$199,156 difference are as follows:

Issuance of bonds payable - direct placement	\$ (1,169,551)
Issuance of notes payable - direct placement	(60,000)
Repayment of bonds payable	555,556
Repayment of notes payable	<u>474,839</u>
Net adjustment to decrease <i>net changes in fund balance - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ (199,156)</u></u>

Another element of that reconciliation explains that “Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this \$120,690 difference are as follows:

Accrued interest	\$ 28,251
Compensated absences	1,328
Change in net pension liability and related deferred inflows and outflows of resources	<u>91,111</u>
Net adjustment to increase <i>net changes in fund balance - total governmental funds</i> to arrive at <i>changes in net position - governmental activities</i>	<u><u>\$ 120,690</u></u>

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 3. LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

The City's annual budgets are prepared on anticipated revenues and appropriated expenditures. Revenue anticipation, generally conservative, is designed to help ensure fiscal responsibility and maintain a balanced budget. The operating budget includes proposed expenditures and the means of financing them are based on prior year results and estimated current needs.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the department level.

The applicable statutes of the State of Georgia require the City to operate under an annual balanced budget adopted by resolution for all governmental funds. A budget is defined as being balanced when the sum of estimated net revenues and appropriated fund balance is equal to appropriations. Appropriated budgets are adopted on a modified accrual basis which is consistent with generally accepted accounting principles for governmental funds. Annual budgets are adopted for the General Fund and each special revenue fund. Capital project funds have project length budgets. Budget amounts are as originally adopted, or as amended by City Council.

Supplementary appropriations made during the year by the City Council were primarily the result of construction costs attributable to the various ongoing construction projects and transfers to the Debt Service Fund for the retirement of debt issued by the Holly Springs Parks and Recreation Authority and the Urban Redevelopment Agency of the City of Holly Springs, Georgia. All appropriations lapse at year end.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not employed by the City.

B. Fund Deficits

The SPLOST V Fund is reporting a deficit fund balance as of December 31, 2021 of \$532,465. This deficit will be recovered through intergovernmental receipt of SPLOST revenues in future years. The Town Center Fund is reporting a deficit fund balance as of December 31, 2021 of \$392,839. This deficit will be recovered through transfers from the General Fund in future years.

NOTE 4. DEPOSITS AND INVESTMENTS

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes and City policy require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. Government, or bonds of public authorities, counties, or municipalities of the State of Georgia. Amounts that exceed standard depository insurance limits are required to be collateralized either (1) individually by the financial institutions through pledged obligations of the U.S. Government, obligations backed by the full faith and credit of the U.S. Government, obligations of the State of Georgia or other states, or obligations of counties, municipalities, or public authorities of the State of Georgia, or (2) participation in the State of Georgia Secure Deposit Program. As of December 31, 2021, the City had deposits with two (2) financial institutions collateralized by the State of Georgia Secure Deposit Program, which is administered by the Office of the State Treasurer, and requires participating banks holding deposits of public funds to pledge collateral at varying rates depending on the tier assigned by the State. Additionally, the City had certificates of deposit with other financial institutions that did not individually exceed standard depository insurance limits. As of December 31, 2021, all of the City's deposits with financial institutions were insured and/or collateralized as required by State statutes.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Total deposits and investments as of December 31, 2021, are summarized as follows:

<u>As reported in the Statement of Net Position</u>	
Cash and cash equivalents	\$ 14,936,023
Investments	<u>2,393,930</u>
	<u><u>\$ 17,329,953</u></u>

Investments of the General Fund consist of eight certificates of deposit placed with an FDIC insured financial institution. The certificates are for terms ranging from 13 to 25 months, bear interest rates ranging from 0.20% to 0.90%, and have maturities ranging from June 12, 2022 to July 12, 2023.

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The City's certificate of deposits are nonparticipating interest-earning investment contracts and are recorded at cost.

NOTE 5. RECEIVABLES

The City bills and collects its own property taxes. Property taxes were levied on October 20, 2021, with bills being payable on or before December 20, 2021, after which the account is assessed penalties and interest, or the property is subject to a lien, as applicable. Interest is assessed on the first of each month, and a 5% penalty was assessed on April 20, 2022, with the lien date being February 22, 2022. Property taxes receivable at year end is based on the tax levy, less amounts collected prior to December 31, 2021. The property taxes levied in October were intended for use in the 2022 budget year. Therefore, the entire 2021 digest levy is included in deferred revenue on the governmental funds' balance sheet and the governmental activities Statement of Net Position. Prior year levies were recorded using substantially the same principles, and remaining receivables are re-evaluated annually for collectability.

Stormwater fees were billed on behalf of the Stormwater Utility Fund by the General Fund in connection with its tax levy on October 20, 2021. Such fees are for the calendar year 2021 and, accordingly, are not deferred at year end. Stormwater fees receivable at year end have been reviewed for collectability by management, and the fees owed to the Stormwater Utility Fund by the General Fund at year end are recorded in the due to/due from accounts of the General Fund and the Stormwater Utility Fund.

Receivables for the City's individual major funds and nonmajor funds in the aggregate are as follows:

	<u>General Fund</u>	<u>SPLOST V Fund</u>	<u>Nonmajor Governmental Funds</u>
Receivables:			
Taxes	\$ 300,410	\$ -	\$ 242
Intergovernmental	82,774	469,582	12,027
Stormwater fees	83,096	-	-
Fines	67,731	-	-
Accounts	<u>581,932</u>	<u>-</u>	<u>72,400</u>
Gross receivables	1,115,943	469,582	84,669
Less allowance for uncollectibles	<u>(75,184)</u>	<u>-</u>	<u>-</u>
Net receivables	<u><u>\$ 1,040,759</u></u>	<u><u>\$ 469,582</u></u>	<u><u>\$ 84,669</u></u>

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended December 31, 2021, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 10,161,151	\$ 196,071	\$ -	\$ -	\$ 10,357,222
Construction in progress	3,522,542	2,412,085	-	(301,849)	5,632,778
Total capital assets, not being depreciated	13,683,693	2,608,156	-	(301,849)	15,990,000
Capital assets, being depreciated:					
Land improvements	1,845,652	60,125	-	-	1,905,777
Buildings and improvements	4,069,956	124,250	-	-	4,194,206
Vehicles	1,436,701	202,158	(71,648)	-	1,567,211
Machinery and equipment	2,090,973	201,974	(3,825)	-	2,289,122
Infrastructure	33,175,834	3,822,939	-	301,849	37,300,622
Total capital assets, being depreciated	42,619,116	4,411,446	(75,473)	301,849	47,256,938
Less accumulated depreciation for:					
Land improvements	332,923	68,645	-	-	401,568
Buildings and improvements	622,015	129,202	-	-	751,217
Vehicles	919,710	191,964	(67,496)	-	1,044,178
Machinery and equipment	1,215,012	138,591	(3,507)	-	1,350,096
Infrastructure	5,173,086	1,058,398	-	-	6,231,484
Total accumulated depreciation	8,262,746	1,586,800	(71,003)	-	9,778,543
Total capital assets, being depreciated, net	34,356,370	2,824,646	(4,470)	301,849	37,478,395
Governmental activities capital assets, net	\$ 48,040,063	\$ 5,432,802	\$ (4,470)	\$ -	\$ 53,468,395

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Business-type Activities:					
Capital assets, not being depreciated:					
Land	\$ 12,600	\$ -	\$ -	\$ -	\$ 12,600
Construction in progress	984,110	4,606	-	(978,632)	10,084
Total capital assets, not being depreciated	996,710	4,606	-	(978,632)	22,684
Capital assets, being depreciated:					
Vehicles	21,598	-	-	-	21,598
Machinery and equipment	291,199	-	-	-	291,199
Infrastructure	4,277,566	838,072	-	978,632	6,094,270
Total capital assets, being depreciated	4,590,363	838,072	-	978,632	6,407,067
Less accumulated depreciation for:					
Vehicles	21,598	-	-	-	21,598
Machinery and equipment	52,065	27,852	-	-	79,917
Infrastructure	498,245	70,399	-	-	568,644
Total accumulated depreciation	571,908	98,251	-	-	670,159
Total capital assets, being depreciated, net	4,018,455	739,821	-	978,632	5,736,908
Business-type activities capital assets, net	<u>\$ 5,015,165</u>	<u>\$ 744,427</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,759,592</u>

Depreciation expense for the year ended December 31, 2021, was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 18,537
Public safety	288,876
Public works	1,194,571
Culture and recreation	77,818
Housing and development	6,998

Total depreciation expense - governmental activities	<u>\$ 1,586,800</u>
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Business-type activities:

Stormwater Utility	<u>\$ 98,251</u>
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CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 6. CAPITAL ASSETS (CONTINUED)

B. Component Unit – Holly Springs Downtown Development Authority

Capital asset activity for the year ended December 31, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Development Authority:				
Capital assets, not being depreciated:				
Land	\$ 1,706,312	\$ -	\$ -	\$ 1,706,312
Total capital assets, not being depreciated	<u>1,706,312</u>	<u>-</u>	<u>-</u>	<u>1,706,312</u>
Capital assets, being depreciated:				
Buildings and improvements	58,599	-	(58,599)	-
Furnitures and fixtures	10,901	-	(10,901)	-
Total capital assets, being depreciated	<u>69,500</u>	<u>-</u>	<u>(69,500)</u>	<u>-</u>
Less accumulated depreciation for:				
Buildings and improvements	37,118	-	(37,118)	-
Furnitures and fixtures	10,901	-	(10,901)	-
Total accumulated depreciation	<u>48,019</u>	<u>-</u>	<u>(48,019)</u>	<u>-</u>
Total capital assets, being depreciated, net	<u>21,481</u>	<u>-</u>	<u>(21,481)</u>	<u>-</u>
Development Authority capital assets, net	<u>\$ 1,727,793</u>	<u>\$ -</u>	<u>\$ (21,481)</u>	<u>\$ 1,706,312</u>

During the year ended December 31, 2021, construction began on the Town Center project site, which required the complete demolition of the Authority's existing buildings and improvements.

NOTE 7. INTERFUND BALANCES AND TRANSFERS

The composition of interfund balances as of December 31, 2021, is as follows:

A. Due to/from Other Funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
Stormwater Utility Fund	General Fund	\$ 25,133

The outstanding balances between funds primarily result from the time lag between the dates that the payments between funds are made. All interfund balances are expected to be repaid within one year from the date of the financial statements.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 7. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

B. Advances to/from Other Funds:

Receivable fund	Payable fund	Amount
General Fund	SPLOST V Fund	\$ 1,500,000
General Fund	Stormwater Utility Fund	313,333

The amount payable to the General Fund relates to a working capital loan related to work on the Holly Springs Parkway project and will be repaid over several years as SPLOST V revenues are collected. The advance to the Stormwater Utility Fund relates to the Palm Street Drainage project, the cost of which exceeded annual collections in the fund. The Stormwater Utility Fund is repaying the General Fund in monthly installments.

C. Transfers to/from Other Funds

Transfers between funds during the year ended December 31, 2021, were as follows:

Transfers In	Transfers Out	Amount
Town Center Fund	General Fund	\$ 300,000
Town Center Fund	Nonmajor governmental funds	1,098,678
Nonmajor governmental funds	General Fund	150,000

Transfers are used to (1) move bond proceeds to the Town Center Fund to cover current year capital projects, and (2) provide unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 8. LONG-TERM DEBT

The following is a summary of long-term debt activity for the year ended December 31, 2021:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Notes payable -					
direct placement	\$ 2,036,413	\$ 60,000	\$ (474,839)	\$ 1,621,574	\$ 325,788
Bonds payable -					
direct placement	7,277,135	1,169,551	(555,556)	7,891,130	670,940
Net pension liability	1,145,201	578,731	(1,225,390)	498,542	-
Compensated absences	183,335	192,541	(193,869)	182,007	118,305
Governmental activities long-term liabilities	<u>\$ 10,642,084</u>	<u>\$ 2,000,823</u>	<u>\$ (2,449,654)</u>	<u>\$ 10,193,253</u>	<u>\$ 1,115,033</u>
Business-type Activities:					
Financed purchases	\$ 216,520	\$ -	\$ (51,909)	\$ 164,611	\$ 53,362
Net pension liability	23,252	7,097	(21,572)	8,777	-
Business-type activities long-term liabilities	<u>\$ 239,772</u>	<u>\$ 7,097</u>	<u>\$ (73,481)</u>	<u>\$ 173,388</u>	<u>\$ 53,362</u>

For governmental activities, compensated absences and the net pension liability are liquidated by the General Fund.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 8. LONG-TERM DEBT (CONTINUED)

Direct Placement - Notes Payable - During the year ended December 31, 2016, Holly Springs Parks and Recreation Authority issued notes payable in the amount of \$3,200,000 for the purpose of purchasing real estate for future park development. Terms of the notes require bi-annual payments of \$179,368 at an interest rate of 2.25% maturing in the year 2026. As of December 31, 2021, the outstanding principal balance is \$1,526,574.

Direct Placement - Notes Payable - On August 12, 2020, the City of Holly Springs entered into a note payable agreement in the amount of \$3,500,000 with the Georgia Transportation Infrastructure Bank (GTIB), which included an accompanying GTIB grant, to fund Phase II of the widening of Holly Springs Parkway. This note is issued in the form of a line of credit whereby no repayment occurs until the time the City draws the funds. As of December 31, 2020, the City incurred debt issuance costs of \$35,000, which will be withheld from the proceeds from the first draw. As of December 31, 2021, the City had not drawn down any of the available funds. The remaining amount is available for draw as the construction occurs. Terms of the note stipulate that no interest will accrue until the full amount of the note has been drawn down, or until construction is complete, whichever occurs first. Upon the final draw, or completed construction, the note will require 120 monthly payments of principal and interest at 1.56%. The full maturity schedule will be included once the full balance has been drawn down.

Direct Placement - Notes Payable - On April 1, 2021, the City of Holly Springs entered into a note payable agreement in the amount of \$6,000,000 with the Georgia Transportation Infrastructure Bank (GTIB), which included an accompanying GTIB grant, to fund Phase III of the widening of Holly Springs Parkway. This note is issued in the form of a line of credit whereby no repayment occurs until the time the City draws the funds. As of December 31, 2021, the City has incurred debt issuance costs of \$60,000, which will be withheld from the proceeds from the first draw. As of December 31, 2021, the City had not drawn down any of the available funds. The remaining amount is available for draw as the construction occurs. Terms of the note stipulate that no interest will accrue until the full amount of the note has been drawn down, or until construction is complete, whichever occurs first. Upon the final draw, or completed construction, the note will require 120 monthly payments of principal and interest at 1.63%. The full maturity schedule will be included once the full balance has been drawn down.

The City's debt service requirements to maturity on these notes payable are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 325,788	\$ 32,948	\$ 358,736
2023	428,263	25,473	453,736
2024	340,854	17,882	358,736
2025	348,729	10,007	358,736
2026	177,940	2,006	179,946
Total	<u>\$ 1,621,574</u>	<u>\$ 88,316</u>	<u>\$ 1,709,890</u>

Direct Placement Bonds - On September 30, 2021, the Urban Redevelopment Agency of the City of Holly Springs, Georgia issued general obligation bonds in the amount of \$6,756,113 for the purpose of funding various roadwork, sidewalks, streetscapes, stormwater infrastructure, and utility projects. These bonds are issued in the form of a line of credit at the local financial institution whereby no repayment occurs until the time the City draws the funds. As of December 31, 2021, the City had drawn down \$446,686 of the \$6,756,113. The remaining amount is available for draw as the construction occurs, and the City intends to utilize it during the fiscal years ending December 31, 2022 and 2023. Any unused portions of the issuance will be used to immediately pay down the outstanding balance, once construction is complete. Terms of the bonds require semi-annual payments at an interest rate of 2.2914% maturing in the year 2036. The full maturity schedule will be included once the full balance has been drawn down.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 8. LONG-TERM DEBT (CONTINUED)

Direct Placement Bonds - On April 14, 2020, the Urban Redevelopment Agency of the City of Holly Springs, Georgia issued general obligation bonds in the amount of \$3,000,000 for the purpose of funding the Town Center Road Network, Industrial Connector, and Town Center Projects. These bonds were issued in the form of a line of credit at the local financial institution whereby no repayment occurred until the time the City drew the funds. As of December 31, 2021, the entirety of the amount available had been drawn down by the County. The bonds, which bear an interest rate of 2.35%, mature in June 2035. As of December 31, 2021, the outstanding principal balance is \$3,000,000.

Direct Placement Bonds - On August 14, 2019, the Urban Redevelopment Agency of the City of Holly Springs, Georgia issued general obligation bonds in the amount of \$5,000,000 for the purpose of funding the Town Center Road Network, Industrial Connector, and Town Center Projects. The bonds, which bear an interest rate of 3.10%, mature in August 2029. As of December 31, 2021, the outstanding principal balance is \$4,444,444.

The City's debt service requirements to maturity on these bonds payable are as follows:

Year ending December 31,	Principal	Interest	Total
2022	\$ 670,940	\$ 361,650	\$ 1,032,590
2023	786,325	340,061	1,126,386
2024	1,233,011	314,960	1,547,971
2025	786,325	279,231	1,065,556
2026	786,325	244,363	1,030,688
2027-2031	2,820,513	842,951	3,663,464
2032-2036	807,691	202,339	1,010,030
Total	\$ 7,891,130	\$ 2,585,555	\$ 10,476,685

Direct Placement - Financed Purchase - During the year ended December 31, 2020, the City entered into a lease agreement as lessee to finance the acquisition of a vehicle used in Stormwater Fund activities. The lease agreement qualifies as a financed lease for accounting purpose as title to the vehicle transfers to the City at the end of the lease term. Lease payments are due in annual installments. The original cost of the City's asset under the financed purchase agreement at December 31, 2021 is \$255,520 and there has been \$51,104 of accumulated depreciation as of year-end. Annual depreciation of this asset is included in depreciation expense in the Stormwater Fund.

The City's debt service requirements to maturity on this lease are as follows:

Year ending December 31,	Principal	Interest	Total
2022	\$ 53,362	\$ 4,610	\$ 57,972
2023	54,856	3,115	57,971
2024	56,393	1,578	57,971
Total	\$ 164,611	\$ 9,303	\$ 173,914

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

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 joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-Insurance Workers' Compensation Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments.

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

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

Settled claims have not exceeded the coverage in any of the past three years.

The City carries commercial insurance for other risks of loss. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage in the past three years.

NOTE 10. DEFINED BENEFIT PENSION PLAN

A. Plan Description

The City, as authorized by the City Council, has established The City of Holly Springs Retirement Plan (CHSRP), a defined benefit pension plan, covering all full-time employees. The City's pension plan is affiliated with the Georgia Municipal Employee Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS for investment purposes. The City makes no investments on behalf of the CHSRP. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained at www.gmanet.com or by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, SW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

As provided by state law, benefit provisions for participants in GMEBS are established by the respective employers. As authorized, and may be amended, by City Council, the CHSRP provides pension benefits and death benefits for plan members and beneficiaries. Eligibility for participation is available immediately beginning with the date of employment for all full-time employees who work at least forty (40) hours a week. Elected officials are also covered by the CHSRP. Employee benefits fully vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 2.0% of final average earnings.

An employee may elect early retirement at the age of 55 provided he has a minimum of ten years total credited service. Retirement between the ages of 55-65, will result in a reduced monthly benefit.

To receive full benefits, an employee must be age 65 with at least five years of service. The benefit is based on the highest five year's average earnings. Employees do not contribute toward the plan.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 10. DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. Plan Description (Continued)

Plan Membership. At July 1, 2021, the date of the most recent actuarial valuation, there were 114 participants consisting of the following:

Retired participants and beneficiaries	12
Vested former participants	39
Active participants	<u>63</u>
Total	<u><u>114</u></u>

Contributions. The plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law (Georgia Code Section 47-20-10). The Board of Trustees of GMEBS has adopted an actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan, as adopted by the City Council, is to contribute an amount equal to or greater than the recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. Employees do not contribute to the plan. For the year ended December 31, 2021, the City's contribution rate was 11.29% of annual payroll. City contributions to the plan were \$300,000 for the year ended December 31, 2021.

B. Net Pension Liability of the City

Actuarial data developed in connection with the City's actuarial valuation as of July 1, 2021, were used to measure total pension liability as of March 31, 2021 using update procedures performed by the actuary. The balances as of March 31, 2021, constitute measurements of the net pension liability for the year ending December 31, 2021.

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

Net investment rate of return	7.375% net of pension plan investment expense, including inflation
Projected salary increases	2.25% plus service based merit increases
Cost of living adjustments	0.00%
Inflation	2.25%

Mortality rates for healthy retirees and beneficiaries for the July 1, 2021 valuation were based on the Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25. For disabled retirees and beneficiaries, the Sex-distinct Pri-2012 head-count weighted Disabled Retiree Mortality Table with rates multiplied by 1.25 was used.

The methods and assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through June 30, 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 10. DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 31, 2020, are summarized in the table below:

Asset class	Target Allocation	Long-term expected real rate of return (1)
Domestic equity	45%	6.40%
International equity	20%	7.05%
Real estate	10%	4.50%
Global fixed income	5%	1.25%
Domestic fixed income	20%	1.15%
	<u>100%</u>	

(1) rates are shown net of pension plan investment expense and assumed inflation of 2.25%

Discount rate. The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at the recommended contribution rate as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability. As of March 31, 2021, the expected long-term rate of return remained the same at 7.375%.

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the year ended December 31, 2021, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/20	\$ 3,178,408	\$ 2,009,955	\$ 1,168,453
Changes for the year:			
Service cost	167,392	-	167,392
Interest	245,120	-	245,120
Differences between expected and actual experience	165,574	-	165,574
Assumption changes	-	-	-
Contributions—employer	-	300,000	(300,000)
Net investment income	-	946,962	(946,962)
Benefit payments, including refunds of employee contributions	(44,281)	(44,281)	-
Administrative expense	-	(7,742)	7,742
Net changes	<u>533,805</u>	<u>1,194,939</u>	<u>(661,134)</u>
Balances at 12/31/21	<u>\$ 3,712,213</u>	<u>\$ 3,204,894</u>	<u>\$ 507,319</u>

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

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 10. DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

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

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the City, calculated using the discount rate of 7.375 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.375 percent) or 1 percentage-point higher (8.375 percent) than the current rate:

	1% Decrease 6.375%	Current Discount Rate - 7.375%	1% Increase 8.375%
City's net pension liability	\$ 1,088,237	\$ 507,319	\$ 30,450

Changes in the Net Pension Liability of the City. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of March 31, 2021.

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

For the year ended December 31, 2021, the City recognized pension expense of \$268,287. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
City contributions made subsequent to the measurement period	\$ 225,000	\$ -
Assumption changes	19,055	-
Experience differences	276,752	-
Net difference between projected and actual earnings on pension plan investments	-	429,933
Total	<u>\$ 520,807</u>	<u>\$ 429,933</u>

City contributions subsequent to the measurement date of \$225,000 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending December 31:	
2022	\$ 8,481
2023	18,179
2024	(35,984)
2025	(124,802)
Total	<u>\$ (134,126)</u>

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 11. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan (the “City of Holly Springs Deferred Compensation Plan”) created in accordance with Internal Revenue Code (IRC) Section 457(b). The plan, which qualifies as a defined contribution plan, is available to all City employees immediately upon employment. Participants may elect to make pre-tax contributions subject to the deferral limitations of the revenue code. As plan administrator, the City has elected to obtain the services of Mass Mutual as a third party service provider and plan trustee.

As required by Section 457(b) of the IRC, plan assets are held in trust for the exclusive benefit of participants and their beneficiaries. Investments are managed by the trustee under one of the available investment options, or a combination thereof. Accordingly, the assets and liabilities of the plan are not included in the accompanying financial statements. During the year ending December 31, 2021, ten participating employees contributed \$48,500 to the plan. The City does not contribute to the plan.

NOTE 12. JOINT VENTURE

The City, in conjunction with other cities and counties in the Atlanta metropolitan area, is a member of the Atlanta Regional Commission (ARC). Membership in the ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the ARC. Board membership of the ARC includes the chief elected official of each county, one appointed mayor from municipalities in the area, and one appointed citizen representative also from the area. Dues to the ARC are assessed at the County level and are, accordingly, paid by Cherokee County.

Each member county and municipality is required to pay minimum annual dues to the ARC. Georgia law also provides that member governments are liable for any debts or obligations of the ARC (O.C.G.A. 50-8-39.1). Separate financial statements can be provided by contacting the ARC directly at: Atlanta Regional Commission 229 Peachtree St, NE Suite 100, Atlanta, GA 30303.

NOTE 13. HOTEL/MOTEL LODGING TAX

The City imposes a 3% hotel/motel excise tax on lodging facilities within the City. During the year ended December 31, 2021, taxes of \$4,944 were reported as revenue from the lodging tax. According to Georgia statute (O.C.G.A. 48-13-51), all spending of these taxes are required to be for promoting tourism, conventions and trade shows. The City spent \$5,295 (representing 43% of revenues) during 2021 for these purposes.

NOTE 14. COMMITMENTS AND CONTINGENCIES

Fire protection and emergency services are provided by the City through an intergovernmental agreement with Cherokee County, Georgia. The agreement covers a five (5) year period commencing October 1, 2018, and ending September 30, 2023, and includes a renewal provision for an additional five (5) year period. Compensation paid to Cherokee County for such services is determined by a calculation based on millage rates and the tax digest of the City, as defined and adjusted under terms of the agreement. The amount paid by the City for these services during 2021 was \$2,335,380.

In December 2015 the City entered into an agreement for outsourcing its public works department. Under terms of the agreement, Optech Monette, LLC will provide public works management, including all current operation and maintenance services of the City’s public works department, which broadly and currently consist of the following activities: streets and drainage, parks and grounds maintenance, landscaping of medians, and solid waste disposal. It also provides for the maintenance of equipment, vehicles and facilities existing within the City’s public works operations. The agreement became effective January 1, 2016 and was renewed December 16, 2019 for a base fee of \$418,176, and includes annual increases thereafter of approximately 2% through the end of 2023. During the year ended December 31, 2021, the City paid \$426,540 in connection with these services.

CITY OF HOLLY SPRINGS, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2021

NOTE 14. COMMITMENTS AND CONTINGENCIES (CONTINUED)

The City of Holly Springs accepted bids for the City of Holly Springs and Downtown Development Authority of Holly Springs Mixed-Use Sitework and Infrastructure Project (RFB#2021-02) on June 17, 2021. The project was awarded to Vertical Earth, Inc. in the amount of \$6,645,848.92. The notice to proceed was issued on August 5, 2021, with a stated completion date of November 7, 2022.

BM&K Construction & Engineering has been contracted to design and engineer the Holly Springs Parkway Widening Phase II Project. In addition, the firm has been engaged to acquire the necessary easements and rights-of-way for the project.

On April 28, 2022, The City of Holly Springs opened bids for the Holly Springs Parkway Widening Phase II Project (RFB#2022-02). BM&K issued an award recommendation letter to the City of Holly Springs on April 29, 2022. C.W. Matthews Contracting Company, Inc. was the low bidder for the project in the amount of \$5,626,481.99. The Holly Springs City Council voted to award the project on May 22, 2022. The notice to proceed is expected to be issued in July of 2022 with completion expected in July of 2023.

The City routinely enters into various other contracts and agreements in the ordinary course of business. Such commitments are typically not material to the accompanying financial statements.

In the ordinary course of business, circumstances may result in legal actions against the City, which seek remedies or damages. Management and legal counsel have represented that there are no pending, threatened or unasserted legal actions against the City.

NOTE 15. RESTATEMENTS

In accordance with GASB Statement No. 84, Fiduciary Activities, management of the City has determined that the activity of the City's Municipal Court Fund should be consolidated and reported within the City's General Fund. As a result, previously reported net position of the Municipal Court Fund as of December 31, 2020 is restated to be zero. The City's municipal court activity is properly accounted for within the City's General Fund as of December 31, 2021.

FINANCIAL SECTION



Required
Supplementary
Information

Town Center Project Groundbreaking

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CITY OF HOLLY SPRINGS, GEORGIA
Required Supplementary Information
General Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Property taxes	\$ 5,677,400	\$ 5,781,650	\$ 5,894,787	\$ 113,137
Franchise taxes	751,500	746,500	830,394	83,894
Business taxes	888,500	898,500	911,471	12,971
Licenses and permits	1,165,100	2,012,750	2,154,138	141,388
Intergovernmental	1,000	43,200	15,486	(27,714)
Charges for services	95,400	324,400	330,437	6,037
Fines and forfeitures	757,250	645,000	683,196	38,196
Investment earnings	40,000	10,500	24,104	13,604
Contributions	20,000	-	770	770
Miscellaneous	68,850	49,700	57,862	8,162
TOTAL REVENUES	9,465,000	10,512,200	10,902,645	390,445
EXPENDITURES				
Current:				
General government:				
Governing body	149,417	151,676	119,335	32,341
General administration	1,363,157	1,657,528	1,409,630	247,898
Total general government	<u>1,512,574</u>	<u>1,809,204</u>	<u>1,528,965</u>	<u>280,239</u>
Judicial	<u>371,099</u>	<u>373,943</u>	<u>354,016</u>	<u>19,927</u>
Public safety				
Police services	3,815,807	3,951,811	3,514,283	437,528
Fire services	2,377,168	2,377,168	2,335,380	41,788
Total public safety	<u>6,192,975</u>	<u>6,328,979</u>	<u>5,849,663</u>	<u>479,316</u>
Public works				
Highways and streets	507,240	513,942	491,602	22,340
Street and traffic lights	127,500	178,000	169,609	8,391
Total public works	<u>634,740</u>	<u>691,942</u>	<u>661,211</u>	<u>30,731</u>
Culture and recreation	<u>29,500</u>	<u>29,500</u>	<u>7,264</u>	<u>22,236</u>
Housing and development				
Community development	630,312	717,259	599,059	118,200
Downtown development	106,204	107,577	80,598	26,979
Economic development	22,596	26,596	26,013	583
Total housing and development	<u>759,112</u>	<u>851,432</u>	<u>705,670</u>	<u>145,762</u>
TOTAL EXPENDITURES	9,500,000	10,085,000	9,106,789	978,211
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(35,000)	427,200	1,795,856	1,368,656
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(450,000)	(450,000)	-
Proceeds from sale of capital assets	<u>35,000</u>	<u>22,800</u>	<u>25,427</u>	<u>2,627</u>
TOTAL OTHER FINANCING SOURCES (USES)	35,000	(427,200)	(424,573)	2,627
NET CHANGE IN FUND BALANCES	-	-	1,371,283	1,371,283
FUND BALANCES - BEGINNING OF YEAR	7,407,635	7,407,635	7,407,635	-
FUND BALANCES - END OF YEAR	\$ 7,407,635	\$ 7,407,635	\$ 8,778,918	\$ 1,371,283

CITY OF HOLLY SPRINGS, GEORGIA
Required Supplementary Information
American Rescue Plan Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Interest	\$ -	\$ -	\$ 469	\$ 469
NET CHANGE IN FUND BALANCES	-	-	469	469
FUND BALANCES - BEGINNING OF YEAR	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 469</u>	<u>\$ 469</u>

CITY OF HOLLY SPRINGS, GEORGIA

Required Supplementary Information

Schedule of Changes in the City's Net Pension Liability and Related Ratios

For the Year Ended December 31

	2021	2020	2019	2018
Total pension liability				
Service cost	\$ 167,392	\$ 173,684	\$ 173,655	\$ 146,792
Interest on total pension liability	245,120	213,972	185,708	145,308
Differences between expected and actual experience	165,574	118,354	56,851	138,511
Changes in actuarial assumptions	-	13,294	-	33,233
Changes in benefit terms	-	-	-	-
Benefit payments, including refunds of employee contributions	(44,281)	(40,341)	(38,444)	(34,218)
Net change in total pension liability	533,805	478,963	377,770	429,626
Total pension liability - beginning	3,178,408	2,699,445	2,321,675	1,892,049
Total pension liability - ending (a)	\$ 3,712,213	\$ 3,178,408	\$ 2,699,445	\$ 2,321,675
Plan fiduciary net position				
Contributions - employer	\$ 300,000	\$ 227,182	\$ 164,835	\$ 145,802
Net investment income	946,962	(156,641)	68,630	190,954
Benefit payments, including refunds of employee contributions	(44,281)	(40,341)	(38,444)	(34,218)
Administrative expenses	(7,742)	(8,264)	(6,895)	(6,499)
Net change in plan fiduciary net position	1,194,939	21,936	188,126	296,039
Plan fiduciary net position - beginning	2,009,955	1,988,019	1,799,893	1,503,854
Plan fiduciary net position - ending (b)	\$ 3,204,894	\$ 2,009,955	\$ 1,988,019	\$ 1,799,893
City's net pension liability - ending (a) - (b)	\$ 507,319	\$ 1,168,453	\$ 711,426	\$ 521,782
Plan fiduciary net position as a percentage of the total pension liability	86.3%	63.2%	73.6%	77.5%
Covered payroll	\$ 2,512,106	\$ 2,394,080	\$ 1,991,354	\$ 1,798,776
City's net pension liability as a percentage of covered payroll	20.2%	48.8%	35.7%	29.0%
	2017	2016	2015	
Total pension liability				
Service cost	\$ 107,470	\$ 93,900	\$ 87,975	
Interest on total pension liability	105,979	88,699	75,978	
Differences between expected and actual experience	26,213	56,170	(13,568)	
Changes in actuarial assumptions	-	-	27,840	
Changes in benefit terms	293,685	-	-	
Benefit payments, including refunds of employee contributions	(17,526)	(14,089)	(14,089)	
Net change in total pension liability	515,821	224,680	164,136	
Total pension liability - beginning	1,376,228	1,151,548	987,412	
Total pension liability - ending (a)	\$ 1,892,049	\$ 1,376,228	\$ 1,151,548	
Plan fiduciary net position				
Contributions - employer	\$ 158,790	\$ 384,000	\$ 101,403	
Net investment income	161,041	8,092	69,731	
Benefit payments, including refunds of employee contributions	(17,526)	(14,089)	(14,089)	
Administrative expenses	(7,399)	(4,112)	(3,609)	
Net change in plan fiduciary net position	294,906	373,891	153,436	
Plan fiduciary net position - beginning	1,208,948	835,057	681,621	
Plan fiduciary net position - ending (b)	\$ 1,503,854	\$ 1,208,948	\$ 835,057	
City's net pension liability - ending (a) - (b)	\$ 388,195	\$ 167,280	\$ 316,491	
Plan fiduciary net position as a percentage of the total pension liability	79.5%	87.8%	72.5%	
Covered payroll	\$ 1,580,812	\$ 1,351,206	\$ 1,296,442	
City's net pension liability as a percentage of covered payroll	24.6%	12.4%	24.4%	

Notes to the Schedule

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

CITY OF HOLLY SPRINGS, GEORGIA

Required Supplementary Information

Schedule of City Contributions

For the Year Ended December 31

	2021	2020	2019	2018
Actuarially determined contribution	\$ 245,433	\$ 224,061	\$ 202,910	\$ 152,143
Contributions in relation to the actuarially determined contribution	<u>300,000</u>	<u>300,000</u>	<u>202,910</u>	<u>152,143</u>
Contribution deficiency (excess)	<u>\$ (54,567)</u>	<u>\$ (75,939)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	2,657,744	2,463,560	2,370,920	1,864,832
Contributions as a percentage of Covered payroll	11.29%	12.18%	8.56%	8.16%
	2017	2016	2015	
Actuarially determined contribution	\$ 143,688	\$ 112,284	\$ 107,525	
Contributions in relation to the actuarially determined contribution	<u>143,688</u>	<u>112,284</u>	<u>369,925</u>	
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (262,400)</u>	
Covered payroll	1,776,757	1,515,497	1,296,442	
Contributions as a percentage of Covered payroll	8.09%	7.41%	28.53%	

Notes to the Schedule

Valuation Date	July 1, 2021
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Assumed Rate of Return on Investments	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost-of-living Adjustment	0.00%
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	Remaining amortization period varies for the bases, with a net effective amortization period of 14 years.

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

FINANCIAL SECTION



Nonmajor Governmental Funds

JB Owens Park

CITY OF HOLLY SPRINGS, GEORGIA
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CITY OF HOLLY SPRINGS, GEORGIA

Combining Balance Sheet Non-major Governmental Funds December 31, 2021

	Special Revenue Funds					Capital Project Funds		Total
	Multiple	Parks and	Hotel/Motel	Urban	Debt Service	SPLOST III	SPLOST IV	Non-major
	Grant Fund	Recreation Fund	Tax Fund	Redevelopment Agency Fund	Fund	Fund	Fund	Governmental Funds
ASSETS								
Cash	\$ 25,110	\$ 749,715	\$ 7,288	\$ -	\$ 435,317	\$ 286,145	\$ 69,070	\$ 1,572,645
Receivables (net of allowance for uncollectibles):								
Taxes	-	-	242	-	-	-	-	242
Accounts	-	42,580	-	-	-	29,820	-	72,400
Prepaid items	-	-	1,000	-	-	-	-	1,000
Intergovernmental receivable	12,027	-	-	-	-	-	-	12,027
TOTAL ASSETS	<u>\$ 37,137</u>	<u>\$ 792,295</u>	<u>\$ 8,530</u>	<u>\$ -</u>	<u>\$ 435,317</u>	<u>\$ 315,965</u>	<u>\$ 69,070</u>	<u>\$ 1,658,314</u>
LIABILITIES								
Accounts payable	\$ -	\$ 3,700	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,700
Deposits payable	-	2,100	-	-	-	-	-	2,100
TOTAL LIABILITIES	<u>-</u>	<u>5,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,800</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - charges for services	-	-	-	-	-	29,820	-	29,820
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,820</u>	<u>-</u>	<u>29,820</u>
FUND BALANCES								
Nonspendable:								
Prepaid items	-	-	1,000	-	-	-	-	1,000
Restricted:								
Tourism	-	-	7,530	-	-	-	-	7,530
Grant purposes	37,137	-	-	-	-	-	-	37,137
Capital projects	-	-	-	-	-	286,145	69,070	355,215
Committed for culture and recreation	-	786,495	-	-	-	-	-	786,495
Assigned for debt service	-	-	-	-	435,317	-	-	435,317
TOTAL FUND BALANCES	<u>37,137</u>	<u>786,495</u>	<u>8,530</u>	<u>-</u>	<u>435,317</u>	<u>286,145</u>	<u>69,070</u>	<u>1,622,694</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 37,137</u>	<u>\$ 792,295</u>	<u>\$ 8,530</u>	<u>\$ -</u>	<u>\$ 435,317</u>	<u>\$ 315,965</u>	<u>\$ 69,070</u>	<u>\$ 1,658,314</u>

CITY OF HOLLY SPRINGS, GEORGIA
*Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances*
Non-major Governmental Funds
For the Year Ended December 31, 2021

	Special Revenue Funds					Capital Project Funds		Total Non-major Governmental Funds
	Multiple Grant Fund	Parks and Recreation Fund	Hotel/Motel Tax Fund	Urban Redevelopment Agency Fund	Debt Service Fund	SPLOST III Fund	SPLOST IV Fund	
REVENUES								
Taxes	\$ -	\$ 447,886	\$ 4,944	\$ -	\$ -	\$ -	\$ -	\$ 452,830
Intergovernmental	135,667	-	-	-	-	-	-	135,667
Charges for services	-	-	-	-	-	5,964	-	5,964
Investment earnings	3	119	1	-	374	75	6	578
Miscellaneous	-	20,142	-	-	-	-	-	20,142
TOTAL REVENUES	135,670	468,147	4,945	-	374	6,039	6	615,181
EXPENDITURES								
Current:								
Culture and recreation	-	134,852	-	-	-	-	-	134,852
Health and welfare	135,667	-	-	-	-	-	-	135,667
Housing and development	-	-	5,295	-	-	-	-	5,295
Capital outlay	-	60,125	-	-	-	-	-	60,125
Debt service:								
Principal	-	-	-	-	1,030,395	-	-	1,030,395
Interest	-	-	-	-	277,303	-	-	277,303
Issuance costs	-	-	-	70,873	-	-	-	70,873
TOTAL EXPENDITURES	135,667	194,977	5,295	70,873	1,307,698	-	-	1,714,510
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3	273,170	(350)	(70,873)	(1,307,324)	6,039	6	(1,099,329)
OTHER FINANCING SOURCES (USES)								
Proceeds from issuance of debt	-	-	-	1,169,551	-	-	-	1,169,551
Transfers in	-	-	-	-	150,000	-	-	150,000
Transfers out	-	-	-	(1,098,678)	-	-	-	(1,098,678)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	70,873	150,000	-	-	220,873
NET CHANGE IN FUND BALANCES	3	273,170	(350)	-	(1,157,324)	6,039	6	(878,456)
FUND BALANCES - BEGINNING OF YEAR	37,134	513,325	8,880	-	1,592,641	280,106	69,064	2,501,150
FUND BALANCES - END OF YEAR	\$ 37,137	\$ 786,495	\$ 8,530	\$ -	\$ 435,317	\$ 286,145	\$ 69,070	\$ 1,622,694

CITY OF HOLLY SPRINGS, GEORGIA
Multiple Grant Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 124,990	\$ 135,667	\$ 135,667	\$ -
Investment earnings	10	-	3	3
TOTAL REVENUES	<u>125,000</u>	<u>135,667</u>	<u>135,670</u>	<u>3</u>
EXPENDITURES				
Current:				
Health and welfare	<u>125,000</u>	<u>135,667</u>	<u>135,667</u>	<u>-</u>
TOTAL EXPENDITURES	<u>125,000</u>	<u>135,667</u>	<u>135,667</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	3	3
FUND BALANCES - BEGINNING OF YEAR	<u>37,134</u>	<u>37,134</u>	<u>37,134</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 37,134</u></u>	<u><u>\$ 37,134</u></u>	<u><u>\$ 37,137</u></u>	<u><u>\$ 3</u></u>

CITY OF HOLLY SPRINGS, GEORGIA
Parks and Recreation Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Sales tax	\$ 375,500	\$ 391,450	\$ 447,886	\$ 56,436
Charges for services	150	150	-	(150)
Investment earnings	100	150	119	(31)
Miscellaneous	10,250	18,250	20,142	1,892
TOTAL REVENUES	386,000	410,000	468,147	58,147
EXPENDITURES				
Current:				
Culture and recreation	136,000	160,000	134,852	25,148
Capital Outlay	250,000	250,000	60,125	189,875
TOTAL EXPENDITURES	386,000	410,000	194,977	215,023
NET CHANGE IN FUND BALANCES	-	-	273,170	273,170
FUND BALANCES - BEGINNING OF YEAR	513,325	513,325	513,325	-
FUND BALANCES - END OF YEAR	\$ 513,325	\$ 513,325	\$ 786,495	\$ 273,170

CITY OF HOLLY SPRINGS, GEORGIA
Hotel-Motel Tax Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Hotel/Motel taxes	\$ 4,995	\$ 4,995	\$ 4,944	\$ (51)
Investment earnings	5	5	1	(4)
TOTAL REVENUES	<u>5,000</u>	<u>5,000</u>	<u>4,945</u>	<u>(55)</u>
EXPENDITURES				
Current:				
Housing and development	<u>5,000</u>	<u>6,000</u>	<u>5,295</u>	<u>705</u>
TOTAL EXPENDITURES	<u>5,000</u>	<u>6,000</u>	<u>5,295</u>	<u>705</u>
NET CHANGE IN FUND BALANCES	-	(1,000)	(350)	650
FUND BALANCES - BEGINNING OF YEAR	<u>8,880</u>	<u>8,880</u>	<u>8,880</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 8,880</u></u>	<u><u>\$ 7,880</u></u>	<u><u>\$ 8,530</u></u>	<u><u>\$ 650</u></u>

CITY OF HOLLY SPRINGS, GEORGIA
Urban Redevelopment Agency
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
EXPENDITURES				
Debt service:				
Issuance costs	\$ -	\$ 71,000	\$ 70,873	\$ 127
TOTAL EXPENDITURES	-	71,000	70,873	127
DEFICIENCY OF REVENUES OVER EXPENDITURES	-	(71,000)	(70,873)	127
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of debt	4,000,000	10,756,113	1,169,551	(9,586,562)
Transfers out	(4,000,000)	(10,685,113)	(1,098,678)	9,586,435
TOTAL OTHER FINANCING SOURCES (USES)	-	71,000	70,873	(127)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -

CITY OF HOLLY SPRINGS, GEORGIA
Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Investment earnings	\$ 2,000	\$ 500	\$ 374	\$ 126
TOTAL REVENUES	<u>2,000</u>	<u>500</u>	<u>374</u>	<u>126</u>
EXPENDITURES				
Debt Service:				
Principal	874,037	1,030,397	1,030,395	2
Interest	<u>228,915</u>	<u>277,303</u>	<u>277,303</u>	<u>-</u>
TOTAL EXPENDITURES	<u>1,102,952</u>	<u>1,307,700</u>	<u>1,307,698</u>	<u>2</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,102,952)	(1,307,700)	(1,307,324)	376
OTHER FINANCING SOURCES				
Transfers in	-	150,000	150,000	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(1,102,952)	(1,157,700)	(1,157,324)	376
FUND BALANCES - BEGINNING OF YEAR	<u>1,592,641</u>	<u>1,592,641</u>	<u>1,592,641</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 489,689</u>	<u>\$ 434,941</u>	<u>\$ 435,317</u>	<u>\$ 376</u>

FINANCIAL SECTION



CITY OF HOLLY SPRINGS, GEORGIA
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CITY OF HOLLY SPRINGS, GEORGIA*Balance Sheet**Component Unit - Holly Springs Downtown Development Authority**December 31, 2021*

	Holly Springs Downtown Development Authority
ASSETS	
Cash	\$ 74,792
Investments	36,422
Accounts receivable	16
Total assets	111,230
LIABILITIES	
Accounts payable	100
Total liabilities	100
FUND BALANCE	
Unassigned	111,130
Total fund balance	\$ 111,130

CITY OF HOLLY SPRINGS, GEORGIA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Component Unit - Holly Springs Downtown Development Authority
For the Year Ended December 31, 2021

	Holly Springs Downtown Development Authority
Expenditures:	
Current:	
Economic development	\$ 26,413
Net change in fund balance	(26,413)
Fund balance, beginning of year	137,543
Fund balance, end of year	\$ 111,130

Cpl. Kyle Bunch & K9 Officer Wolf

STATE SECTION

CITY OF HOLLY SPRINGS, GEORGIA
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CITY OF HOLLY SPRINGS, GEORGIA

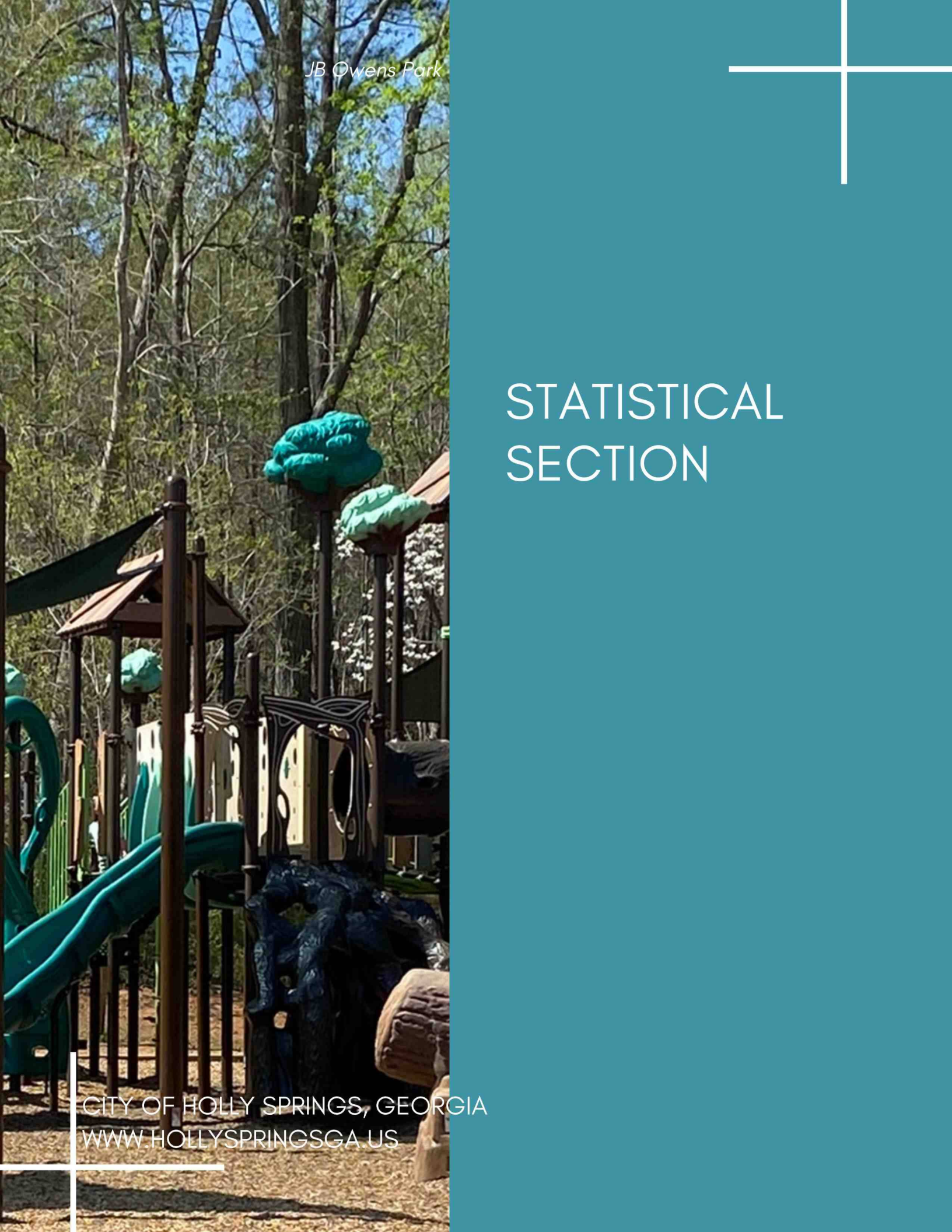
Schedule of Projects Constructed with Special Purpose

Local Option Sales Tax Proceeds

For the Year Ended December 31, 2021

PROJECTS	ORIGINAL ESTIMATED COST	REVISED ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
2004 - SPLOST III:						
Streets and sidewalks	\$ 3,407,000	\$ 3,407,000	\$ 2,779,246	\$ -	\$ 2,779,246	82%
New city hall	2,600,000	4,125,438	4,125,438	-	4,125,438	100%
Downtown square and streetscapes	1,602,705	1,602,705	-	-	-	0%
Public safety and public works vehicles and equipment	219,000	219,000	206,487	-	206,487	94%
TOTAL 2004 - SPLOST III	\$ 7,828,705	\$ 9,354,143	\$ 7,111,171	\$ -	\$ 7,111,171	
2010 - SPLOST IV:						
Transportation facilities and improvements	\$ 3,100,000	\$ 8,546,142	\$ 8,546,142	\$ -	\$ 8,546,142	100%
Law enforcement facilities, vehicles and equipment	1,700,000	2,364,927	2,364,927	-	2,364,927	100%
Sewer system infrastructure, facilities and equipment	750,000	822,677	822,677	-	822,677	100%
City hall administrative offices, facilities and equipment	755,000	755,000	50,751	-	50,751	7%
Public works, fire, fleet vehicles and equipment	410,200	410,200	291,795	-	291,795	71%
TOTAL 2010 - SPLOST IV	\$ 6,715,200	\$ 12,898,946	\$ 12,076,292	\$ -	\$ 12,076,292	
2017 - SPLOST V:						
Transportation facilities and improvements	\$ 5,244,912	\$ 23,188,316	\$ 7,456,192	\$ 683,188	\$ 8,139,380	35%
Public safety vehicles and equipment	1,428,100	1,428,100	695,213	280,911	976,124	68%
Emergency communications system improvements and equipment	510,576	510,576	340,384	170,192	510,576	100%
Parks and recreation facilities	1,500,000	1,500,000	-	84,250	84,250	6%
Public works and fleet vehicles and equipment	75,000	75,000	-	18,998	18,998	25%
General government buildings	1,600,000	1,600,000	14,173	800	14,973	1%
TOTAL 2017 - SPLOST V	\$ 10,358,588	\$ 28,301,992	\$ 8,505,962	\$ 1,238,339	\$ 9,744,301	
TOTAL	\$ 24,902,493	\$ 50,555,081	\$ 27,693,425	\$ 1,238,339	\$ 28,931,764	

NOTE - The above schedule has been prepared using the modified accrual basis of accounting. Original estimated cost represents the portion of these projects to be financed with Special Purpose Local Option Sales Taxes. Revised estimated costs represent the project costs funded from Special Purpose Local Option Sales Taxes, as well as local, federal and state sources. Actual costs that are in excess of these amounts have been financed with funds from federal and state grants.



JB Owens Park

STATISTICAL SECTION

CITY OF HOLLY SPRINGS, GEORGIA
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STATISTICAL SECTION

This part of the City of Holly Springs' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial section, note disclosures, and required supplementary information says about the City's overall financial health.

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These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity.....	65
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These schedules contain information to help the reader assess the City's most significant local revenue source, Property Tax.

Debt Capacity.....	69
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These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information.....	71
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information.....	73
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These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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

CITY OF HOLLY SPRINGS, GEORGIA**NET POSITION BY COMPONENT****LAST NINE YEARS**

(accrual basis of accounting)

	2021	2020	2019	2018
Governmental activities				
Net investment in capital assets	\$ 43,859,351	\$ 38,697,277	\$ 37,131,975	\$ 32,167,903
Restricted	527,511	430,968	426,410	509,488
Unrestricted	8,502,830	6,557,076	4,909,458	7,495,108
Total government activities net position	<u>\$ 52,889,692</u>	<u>\$ 45,685,321</u>	<u>\$ 42,467,843</u>	<u>\$ 40,172,499</u>
Business-type activities				
Net investment in capital assets	\$ 5,594,981	\$ 4,542,026	\$ 3,243,491	\$ 3,247,671
Unrestricted	53,102	154,680	911,776	764,184
Total business-type activities net position	<u>\$ 5,648,083</u>	<u>\$ 4,696,706</u>	<u>\$ 4,155,267</u>	<u>\$ 4,011,855</u>
Primary government				
Net investment in capital assets	\$ 49,454,332	\$ 43,239,303	\$ 40,375,466	\$ 35,415,574
Restricted	527,511	430,968	426,410	509,488
Unrestricted	8,555,932	6,711,756	5,821,234	8,259,292
Total primary government net position	<u>\$ 58,537,775</u>	<u>\$ 50,382,027</u>	<u>\$ 46,623,110</u>	<u>\$ 44,184,354</u>

2016	2016	2015	2014	2013	2012
\$ 26,030,664	\$ 24,324,215	\$ 19,898,710	\$ 17,729,864	\$ 16,922,381	\$ 14,963,807
253,689	243,680	958,168	989,334	1,121,547	1,435,263
10,571,279	9,491,578	8,909,343	7,970,470	6,763,202	5,800,393
<u>\$ 36,855,632</u>	<u>\$ 34,059,473</u>	<u>\$ 29,766,221</u>	<u>\$ 26,689,668</u>	<u>\$ 24,807,130</u>	<u>\$ 22,199,463</u>
\$ 2,985,637	\$ 3,030,866	\$ 2,701,939	\$ 2,417,431	\$ 2,198,900	\$ 843,003
516,814	397,030	626,637	703,168	801,436	621,855
<u>\$ 3,502,451</u>	<u>\$ 3,427,896</u>	<u>\$ 3,328,576</u>	<u>\$ 3,120,599</u>	<u>\$ 3,000,336</u>	<u>\$ 1,464,858</u>
\$ 29,016,301	\$ 27,355,081	\$ 22,600,649	\$ 20,147,295	\$ 15,806,810	\$ 15,405,460
253,689	243,680	958,168	989,334	1,435,263	1,459,236
11,088,093	9,888,608	9,535,980	8,673,638	6,422,248	5,755,261
<u>\$ 40,358,083</u>	<u>\$ 37,487,369</u>	<u>\$ 33,094,797</u>	<u>\$ 29,810,267</u>	<u>\$ 23,664,321</u>	<u>\$ 22,619,957</u>

CITY OF HOLLY SPRINGS, GEORGIA
CHANGES IN NET POSITION
LAST TEN YEARS

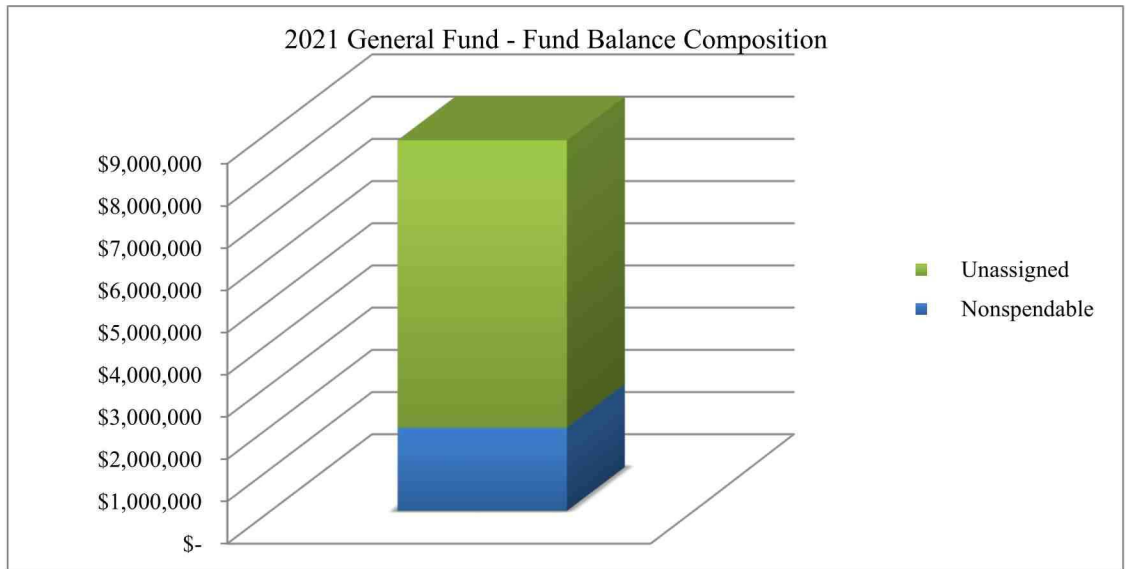
(accrual basis of accounting)

	2021	2020	2019	2018	2017
Expenses					
Governmental Activities:					
General government	\$ 1,411,629	\$ 1,465,002	\$ 1,736,735	\$ 1,044,094	\$ 1,040,174
Judicial	342,465	341,441	272,503	231,180	255,842
Public safety	6,075,444	5,764,524	4,674,738	4,373,129	4,341,176
Public works	1,952,642	1,544,921	1,329,733	1,252,467	878,923
Health and welfare	135,667	118,907	183,219	172,892	179,437
Culture and recreation	219,934	167,587	307,982	172,860	165,714
Housing and development	708,634	823,734	752,982	768,455	663,374
Interest on long-term debt	249,052	208,040	135,745	61,049	931
Total Governmental Activities Expenses	<u>11,095,467</u>	<u>10,434,156</u>	<u>9,393,637</u>	<u>8,076,126</u>	<u>7,525,571</u>
Business-Type Activities:					
Stormwater utility	<u>335,099</u>	<u>329,963</u>	<u>263,042</u>	<u>275,411</u>	<u>252,740</u>
Total Business-Type Expenses	<u>335,099</u>	<u>329,963</u>	<u>263,042</u>	<u>275,411</u>	<u>252,740</u>
Total Primary Government Expenses	<u>\$ 11,430,566</u>	<u>\$ 10,764,119</u>	<u>\$ 9,656,679</u>	<u>\$ 8,351,537</u>	<u>\$ 7,778,311</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
General government	\$ 76,555	\$ 83,030	\$ 86,108	\$ 110,977	\$ 183,531
Judicial	654,957	674,383	783,630	465,429	-
Public safety	83,679	78,249	27,249	8,642	349,414
Public works	363,618	34,310	7,120	357,826	-
Culture and recreation	-	25	25	25	18,544
Housing and development	2,349,490	1,254,755	1,314,651	1,978,792	1,308,937
Operating grants and contributions	151,923	960,555	207,780	227,619	235,203
Capital grants and contributions	<u>6,392,426</u>	<u>2,999,820</u>	<u>2,416,876</u>	<u>5,611,562</u>	<u>2,378,027</u>
Total Governmental Activities Program Revenues	<u>10,072,648</u>	<u>6,085,127</u>	<u>4,843,439</u>	<u>8,760,872</u>	<u>4,473,656</u>
Business-type activities:					
Charges for services:					
Stormwater utility	448,345	421,320	405,617	320,932	327,271
Capital grants and contributions	<u>838,072</u>	<u>449,573</u>	<u>-</u>	<u>432,000</u>	<u>-</u>
Total Business-Type Activities Program Revenues	<u>1,286,417</u>	<u>870,893</u>	<u>405,617</u>	<u>752,932</u>	<u>327,271</u>
Total Primary Government Program Revenues	<u>\$ 11,359,065</u>	<u>\$ 6,956,020</u>	<u>\$ 5,249,056</u>	<u>\$ 9,513,804</u>	<u>\$ 4,800,927</u>
Net (Expense) Revenue					
Governmental Activities	\$ (1,022,819)	\$ (4,349,029)	\$ (4,550,198)	\$ 684,746	\$ (3,051,915)
Business-Type Activities	<u>951,318</u>	<u>540,930</u>	<u>142,575</u>	<u>477,521</u>	<u>74,531</u>
Total Primary Government Net Expense	<u>\$ (71,501)</u>	<u>\$ (3,808,099)</u>	<u>\$ (4,407,623)</u>	<u>\$ 1,162,267</u>	<u>\$ (2,977,384)</u>
General Revenues and Other					
Changes in Net Position					
Governmental Activities:					
Taxes:					
Property tax	\$ 5,898,943	\$ 5,317,852	\$ 4,746,878	\$ 4,150,720	\$ 4,062,016
Franchise tax	830,394	829,062	741,199	720,336	677,907
Business tax	916,415	885,244	845,098	790,056	742,319
Selective sales tax	447,886	444,622	374,415	361,458	344,217
Other revenues	88,005	57,980	73,252	48,679	21,773
Unrestricted investment earnings	24,590	31,747	64,700	40,501	15,272
Gain (Loss) from disposal of capital assets	20,957	-	-	-	(15,430)
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,900</u>	<u>-</u>
Total Government Activities	<u>8,227,190</u>	<u>7,566,507</u>	<u>6,845,542</u>	<u>6,118,650</u>	<u>5,848,074</u>
Business-Type Activities:					
Unrestricted investment earnings	59	509	837	643	24
Gain from disposal of capital assets	-	-	-	38,140	-
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,900)</u>	<u>-</u>
Total Business-Type Activities	<u>59</u>	<u>509</u>	<u>837</u>	<u>643</u>	<u>24</u>
Total Primary Government	<u>8,227,249</u>	<u>7,567,016</u>	<u>6,846,379</u>	<u>6,119,293</u>	<u>5,848,098</u>
Change in Net Position					
Governmental Activities	\$ 7,204,371	\$ 3,217,478	\$ 2,295,344	\$ 6,803,396	\$ 2,796,159
Business-type activities	<u>951,377</u>	<u>541,439</u>	<u>143,412</u>	<u>478,164</u>	<u>74,555</u>
	<u>\$ 8,155,748</u>	<u>\$ 3,758,917</u>	<u>\$ 2,438,756</u>	<u>\$ 7,281,560</u>	<u>\$ 2,870,714</u>

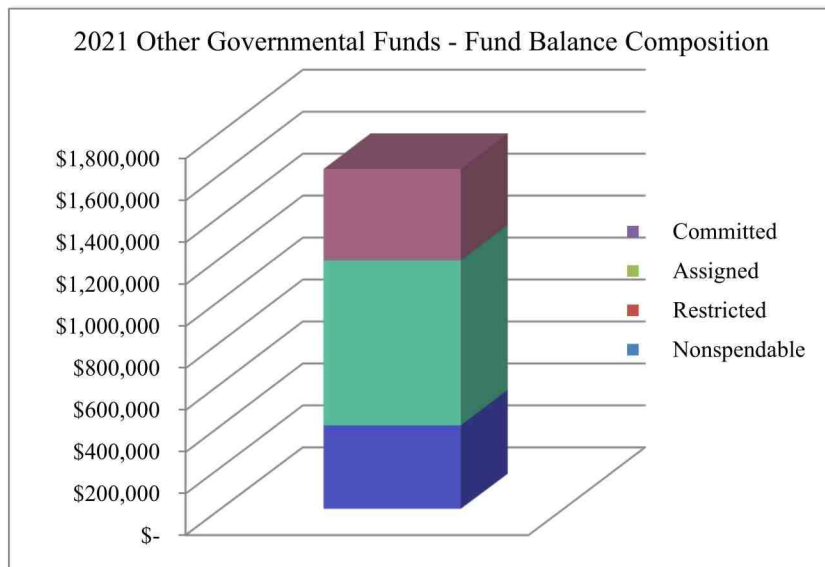
2016	2015	2014	2013	2012
\$ 909,915	\$ 798,252	\$ 723,511	\$ 821,428	\$ 719,273
256,405	265,562	213,602	222,432	200,673
3,660,936	3,193,076	2,714,404	2,546,687	2,454,703
1,111,932	1,752,586	1,410,749	601,360	818,898
224,872	356,242	303,924	346,239	292,991
288,774	153,693	145,443	85,757	90,174
570,308	371,399	305,589	1,081,899	647,357
1,240	3,922	7,428	13,256	27,701
<u>7,024,382</u>	<u>6,894,732</u>	<u>5,824,650</u>	<u>5,719,058</u>	<u>5,251,770</u>
<u>261,832</u>	<u>212,527</u>	<u>202,889</u>	<u>155,272</u>	<u>123,079</u>
<u>261,832</u>	<u>212,527</u>	<u>202,889</u>	<u>155,272</u>	<u>123,079</u>
<u>\$ 7,286,214</u>	<u>\$ 7,107,259</u>	<u>\$ 6,027,539</u>	<u>\$ 5,874,330</u>	<u>\$ 5,374,849</u>
\$ 183,362	\$ 143,996	\$ 118,227	\$ 93,365	\$ 100,235
-	-	-	-	-
311,239	368,899	372,194	440,811	389,084
-	-	-	-	-
10,395	9,620	9,575	7,075	11,322
930,550	793,387	622,488	597,370	159,515
243,692	364,977	320,643	368,733	293,104
<u>4,032,287</u>	<u>3,491,269</u>	<u>1,506,298</u>	<u>2,507,082</u>	<u>1,254,677</u>
<u>5,711,525</u>	<u>5,172,148</u>	<u>2,949,425</u>	<u>4,014,436</u>	<u>2,207,937</u>
360,910	320,493	322,619	298,534	294,523
-	102,316	-	1,391,959	-
<u>360,910</u>	<u>422,809</u>	<u>322,619</u>	<u>1,690,493</u>	<u>294,523</u>
<u>\$ 6,072,435</u>	<u>\$ 5,594,957</u>	<u>\$ 3,272,044</u>	<u>\$ 5,704,929</u>	<u>\$ 2,502,460</u>
\$ (1,312,857)	\$ (1,722,584)	\$ (2,875,225)	\$ (1,704,622)	\$ (3,043,833)
99,078	210,282	119,730	1,535,221	171,444
<u>\$ (1,213,779)</u>	<u>\$ (1,512,302)</u>	<u>\$ (2,755,495)</u>	<u>\$ (169,401)</u>	<u>\$ (2,872,389)</u>
\$ 3,899,541	\$ 3,420,246	\$ 3,212,535	\$ 2,899,441	\$ 2,591,089
628,911	604,313	578,242	528,764	451,734
695,402	644,069	612,157	561,690	551,174
334,148	320,726	297,484	262,465	262,572
30,090	29,072	50,284	52,912	50,932
14,064	7,988	7,061	7,017	8,756
3,952	3,764	-	-	-
-	-	-	-	-
<u>5,606,108</u>	<u>5,030,178</u>	<u>4,757,763</u>	<u>4,312,289</u>	<u>3,916,257</u>
242	518	533	257	496
-	-	-	-	-
-	-	-	-	-
<u>242</u>	<u>518</u>	<u>533</u>	<u>257</u>	<u>496</u>
<u>5,606,350</u>	<u>5,030,696</u>	<u>4,758,296</u>	<u>4,312,546</u>	<u>3,916,753</u>
\$ 4,293,251	\$ 3,307,594	\$ 1,882,538	\$ 2,607,667	\$ 872,424
99,320	210,800	120,263	1,535,478	171,940
<u>\$ 4,392,571</u>	<u>\$ 3,518,394</u>	<u>\$ 2,002,801</u>	<u>\$ 4,143,145</u>	<u>\$ 1,044,364</u>

CITY OF HOLLY SPRINGS, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

	2021	2020	2019	2018
General fund				
Nonspendable	\$ 1,963,154	\$ 2,829,515	\$ 3,678,054	\$ 1,490,068
Unassigned	6,815,764	4,578,120	2,585,277	7,084,267
Total General fund	<u>\$ 8,778,918</u>	<u>\$ 7,407,635</u>	<u>\$ 6,263,331</u>	<u>\$ 8,574,335</u>
All other governmental funds				
Nonspendable	\$ -	\$ -	\$ -	\$ 15,322
Restricted	401,351	395,184	384,662	364,625
Assigned	786,495	1,592,641	1,988,086	17,593
Committed	435,317	513,325	149,491	246,679
Unassigned (Deficit)	(925,304)	(2,441,411)	(3,058,475)	(962,561)
Total all other governmental funds	<u>\$ 697,859</u>	<u>\$ 59,739</u>	<u>\$ (536,236)</u>	<u>\$ (318,342)</u>



2017	2016	2015	2014	2013	2012
\$ 64,236	\$ 52,706	\$ 174,041	\$ 42,510	\$ 77,733	\$ 56,486
6,835,206	5,647,642	4,991,439	4,344,293	3,554,510	2,608,226
<u>\$ 6,899,442</u>	<u>\$ 5,700,348</u>	<u>\$ 5,165,480</u>	<u>\$ 4,386,803</u>	<u>\$ 3,632,243</u>	<u>\$ 2,664,712</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
277,665	264,209	958,168	1,181,598	1,121,547	1,435,263
863,673	442,185	725,129	623,374	587,513	425,332
-	-	-	-	-	-
(538,965)	(20,529)	-	-	-	-
<u>\$ 602,373</u>	<u>\$ 685,865</u>	<u>\$ 1,683,297</u>	<u>\$ 1,804,972</u>	<u>\$ 1,709,060</u>	<u>\$ 1,860,595</u>



CITY OF HOLLY SPRINGS, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS

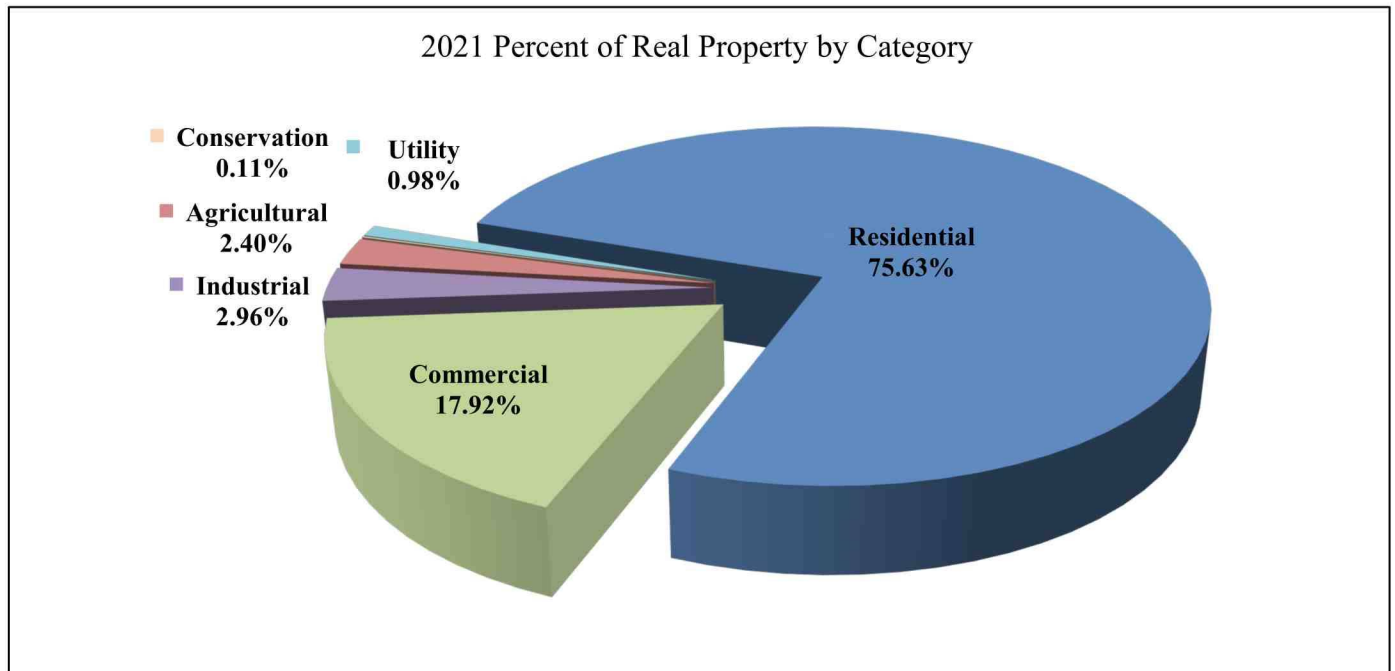
(modified accrual basis of accounting)

	2021	2020	2019	2018
Revenues:				
Taxes	\$ 8,089,482	\$ 7,474,145	\$ 6,714,339	\$ 5,989,583
Licenses and permits	2,154,138	1,306,895	1,387,949	2,884,877
Intergovernmental	2,719,976	3,306,981	2,599,661	2,060,192
Charges for services	700,019	134,418	115,214	421,498
Fines and forfeitures	683,196	697,594	738,797	466,287
Interest	25,255	34,582	65,945	42,764
Donations from private sources	770	11,500	28,750	28,478
Other revenue	88,004	57,980	68,252	48,679
Total revenues	<u>14,460,840</u>	<u>13,024,095</u>	<u>11,718,907</u>	<u>11,942,358</u>
Expenditures:				
Current:				
General government	1,528,965	1,455,956	3,750,274	1,542,280
Judicial	346,071	335,159	270,331	235,967
Public safety	5,849,663	5,390,586	4,920,447	4,131,113
Public works	661,211	584,292	577,675	642,451
Health and welfare	135,667	118,907	183,219	172,892
Culture and recreation	142,116	93,767	323,616	117,372
Housing and development	718,910	801,176	733,976	750,990
Capital outlay	3,035,241	7,864,209	4,556,125	3,325,210
Debt service:				
Principal	1,030,395	154,926	304,436	296,798
Interest	277,303	125,059	125,299	61,938
Issuance costs	130,873	95,991	-	-
Total expenditures	<u>13,856,415</u>	<u>17,020,028</u>	<u>15,745,398</u>	<u>11,277,011</u>
Excess(deficiency) of revenues over expenditures	<u>604,425</u>	<u>(3,995,933)</u>	<u>(4,026,491)</u>	<u>665,347</u>
Other financing sources (uses):				
Capital lease issuance	-	-	-	-
Proceeds from issuance of long term debt	1,229,551	5,819,104	1,493,031	-
Proceeds from disposal of capital assets	25,427	67,108	4,562	38,920
Transfers in	1,548,678	6,123,113	4,795,671	668,636
Transfers (out)	(1,548,678)	(6,123,113)	(4,795,671)	(661,736)
Total other financing sources (uses)	<u>1,254,978</u>	<u>5,886,212</u>	<u>1,497,593</u>	<u>45,820</u>
Net change in fund balances	<u>\$ 1,859,403</u>	<u>\$ 1,890,279</u>	<u>\$ (2,528,898)</u>	<u>\$ 711,167</u>
Debt service as a percentage of noncapital expenditures:	<u>12.27%</u>	<u>3.06%</u>	<u>4.49%</u>	<u>4.29%</u>

2017	2016	2015	2014	2013	2012
\$ 5,582,428	\$ 5,221,402	\$ 4,710,042	\$ 4,399,578	\$ 4,202,032	\$ 3,926,975
1,358,643	1,012,827	877,253	692,844	661,322	226,580
2,046,269	3,792,829	1,753,918	1,664,757	1,444,195	1,530,436
142,345	100,763	70,533	52,348	30,356	23,546
335,907	334,566	389,908	411,035	427,464	367,364
15,406	15,157	9,808	8,728	8,968	11,383
23,855	18,302	8,075	15,181	22,559	-
33,847	39,217	30,717	61,255	58,972	85,282
<u>9,538,700</u>	<u>10,535,063</u>	<u>7,850,254</u>	<u>7,305,726</u>	<u>6,855,868</u>	<u>6,171,566</u>
920,148	819,309	799,051	678,717	693,305	695,848
243,688	261,335	286,373	211,556	222,251	199,641
3,589,867	3,413,547	3,133,362	2,518,284	2,343,040	2,324,164
577,532	442,958	349,258	370,357	236,884	252,305
179,437	224,872	356,242	303,938	346,519	293,264
92,014	255,150	150,479	130,547	70,858	74,799
640,322	561,728	397,747	298,874	1,076,180	635,686
2,316,710	7,941,197	1,607,851	1,950,389	784,233	615,706
336,283	281,417	127,215	138,944	530,848	512,431
68,808	31,418	6,252	6,558	15,911	34,328
-	-	-	-	-	-
<u>8,964,809</u>	<u>14,232,931</u>	<u>7,213,830</u>	<u>6,608,164</u>	<u>6,320,029</u>	<u>5,638,172</u>
<u>573,891</u>	<u>(3,697,868)</u>	<u>636,424</u>	<u>697,562</u>	<u>535,839</u>	<u>533,394</u>
-	-	-	133,553	250,829	-
-	3,200,000	-	-	-	-
4,748	35,305	20,578	19,358	29,328	59,905
898,740	382,706	12,872	94,670	650,189	269,145
(361,779)	(382,706)	(12,872)	(94,670)	(650,189)	(282,334)
<u>541,709</u>	<u>3,235,305</u>	<u>20,578</u>	<u>152,911</u>	<u>280,157</u>	<u>46,716</u>
<u>\$ 1,115,600</u>	<u>\$ (462,563)</u>	<u>\$ 657,002</u>	<u>\$ 850,473</u>	<u>\$ 815,996</u>	<u>\$ 580,110</u>
<u>5.94%</u>	<u>4.70%</u>	<u>2.29%</u>	<u>2.69%</u>	<u>9.76%</u>	<u>10.35%</u>

CITY OF HOLLY SPRINGS, GEORGIA
ASSESSED VALUE AND ESTIMATED VALUE - ALL TAXABLE PROPERTY
LAST TEN YEARS

Fiscal Year	Real Property					
	Residential	Commercial	Industrial	Agricultural	Conservation	Utility
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Assessed Value
2012	\$ 173,329,840	\$ 43,509,800	\$ 13,435,360	\$ 7,573,600	\$ 2,355,680	\$ 4,848,338
2013	182,094,854	58,770,035	17,330,187	7,690,760	2,403,480	5,690,880
2014	218,755,382	68,943,876	19,713,060	8,180,320	2,550,760	6,020,800
2015	250,689,224	80,062,121	22,579,326	8,680,160	3,019,080	6,486,480
2016	289,723,362	81,974,594	21,683,912	15,199,000	1,524,400	6,330,920
2017	338,040,992	90,005,201	19,686,382	14,511,480	1,561,440	6,479,800
2018	405,327,714	95,844,347	20,303,507	13,361,280	1,465,240	6,892,920
2019	483,513,483	110,647,714	20,103,336	13,131,480	1,256,480	7,209,200
2020	547,523,816	114,684,952	33,154,398	16,221,750	1,028,943	7,450,843
2021	643,696,070	152,518,568	25,165,844	20,444,012	917,280	8,357,156

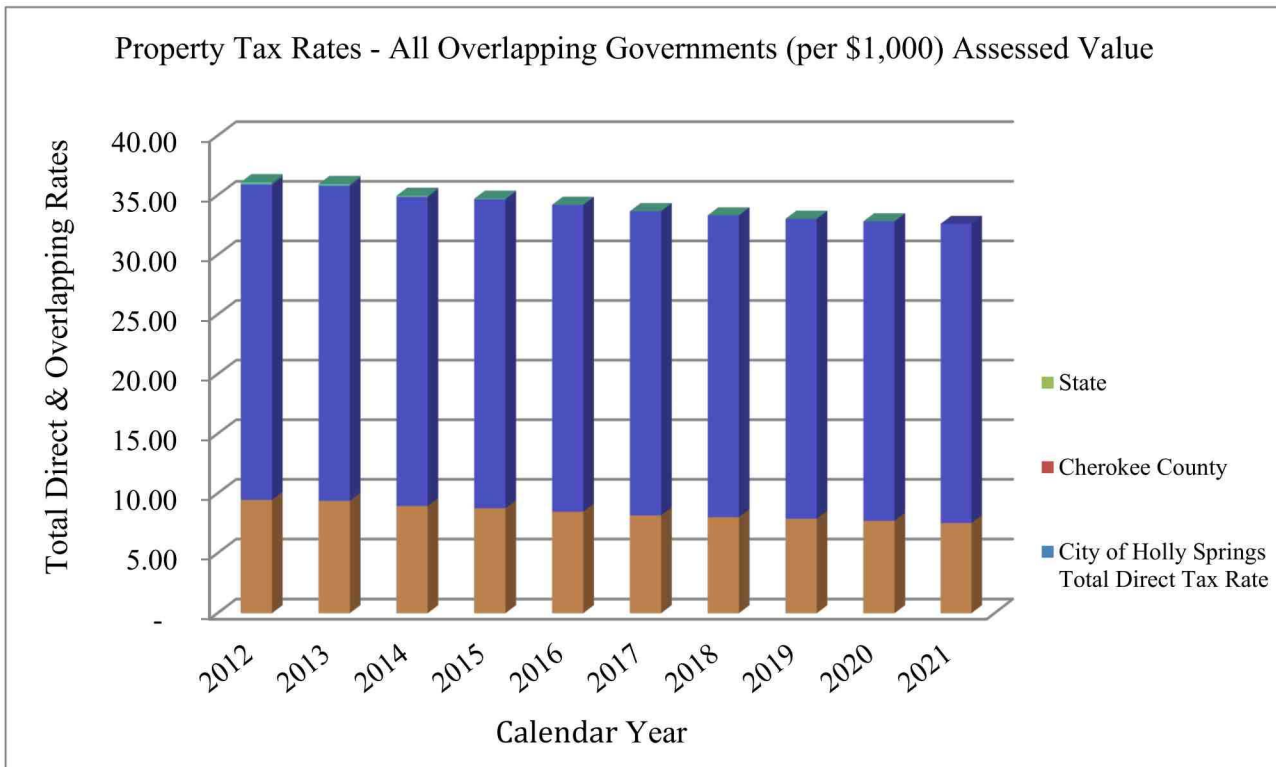


The Cherokee County Assessor performs property tax assessments on all property within Cherokee County including all of the cities therein. The fair market value is determined based on comparables for sales in the area and zoning and land use assumptions. The tax digest is submitted to the Georgia Department of Revenue annually for approval and is then distributed to each of the taxing entities to process the annual property tax bills. Taxes are calculated on forty percent (40%) of the fair value and are due by December 20th in the year in which they are assessed.

Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a % of Actual Value
Motor Vehicles Assessed Value	Other Assessed Value					
\$ 18,846,450	\$ 18,930,045	\$ 7,804,487	\$ 275,024,626	9.449	\$ 687,561,565	40%
20,947,510	95,200	5,186,207	289,836,699	9.373	724,591,748	40%
17,028,820	112,960	8,051,200	333,254,778	8.936	833,136,945	40%
12,884,030	110,840	11,484,633	373,026,628	8.751	932,566,570	40%
9,624,910	104,320	2,504,398	423,661,020	8.460	1,059,152,550	40%
7,113,510	104,400	9,396,403	468,106,802	8.148	1,170,267,005	40%
5,522,860	102,720	6,835,069	541,985,519	7.999	1,354,963,798	40%
4,516,000	33,040	20,680,560	619,730,173	7.879	1,549,325,433	40%
3,875,040	19,376	118,706,306	605,252,812	7.692	1,513,132,030	40%
3,338,490	17,683	132,203,225	722,251,878	4.220	1,805,629,695	40%

CITY OF HOLLY SPRINGS, GEORGIA
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
 (Per \$1,000 of Assessed Value)
 LAST TEN YEARS

Calendar Year	City of Holly Springs Total Direct Tax Rate	Cherokee County	State	Total Direct & Overlapping Rates
2012	9.449	26.455	0.20	36.104
2013	9.373	26.424	0.15	35.947
2014	8.936	25.922	0.10	34.958
2015	8.751	25.914	0.05	34.715
2016	8.460	25.739	0.00	34.199
2017	8.148	25.514	0.00	33.662
2018	7.999	25.319	0.00	33.318
2019	7.879	25.146	0.00	33.025
2020	7.692	25.123	0.00	32.815
2021	7.512	25.096	0.00	32.608



CITY OF HOLLY SPRINGS, GEORGIA
PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Taxable Assessed Value
BCORE MF Holly Springs	\$ 20,066,880	1	2.78%			
MA Darby at Holly Springs LLC	17,882,760	2	2.47%			
MAR Harbor Creek LLC	15,501,560	3	2.14%	\$ 6,272,440	1	2.28%
Kohn Pamela Trustee: Walmart	10,720,090	4	1.48%			
Home Depot USA Inc.	5,326,009	5	0.74%	5,423,056	2	1.97%
Holly Springs Building LLC	4,313,360	6	0.60%			
Cherokee Auto Land LLC	3,850,760	7	0.53%			
PMAT East Cherokee LLC	3,552,120	8	0.49%	3,511,600	3	1.28%
WOJV Canton LLC	3,387,120	9	0.47%	1,257,560	8	0.46%
Northside Hospital-Cherokee	3,280,200	10	0.45%	2,666,360	4	0.97%
Windstream				1,769,636	5	0.64%
The Kroger Company				1,732,566	6	0.63%
Sawnee EMC				1,366,354	7	0.50%
Toonigh Shops LLC				1,049,880	9	0.38%
Selas Fluid Processing Corp.				968,320	10	0.35%
	<u>\$ 87,880,859</u>		<u>12.16%</u>	<u>\$ 26,017,772</u>		<u>9.46%</u>

CITY OF HOLLY SPRINGS, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 2,369,086	\$ 2,206,378	93.13%	\$ 153,231	\$ 2,359,609	99.60%
2013	2,426,198	2,192,899	90.38%	226,997	2,419,896	99.74%
2014	2,722,594	2,578,755	94.72%	137,797	2,716,552	99.78%
2015	2,996,831	2,836,535	94.65%	110,484	2,947,019	98.34%
2016	3,358,570	3,187,187	94.90%	160,480	3,347,667	99.68%
2017	3,604,067	3,419,339	94.87%	166,009	3,585,348	99.48%
2018	4,078,118	3,870,504	94.91%	199,404	4,069,908	99.80%
2019	4,657,066	4,413,414	94.77%	242,853	4,656,267	99.98%
2020	5,014,722	4,689,073	93.51%	309,205	4,998,278	99.67%
2021	5,612,369	5,345,270	95.24%	N/A	5,345,270	95.24%

(1) The City of Holly Springs entered into a contract with a private company in 2012 to pursue the collection of delinquent property tax receivable balances. The City conducted two tax sales through December 31, 2012 which were very successful. The City now holds annual tax sales to ensure that all of the delinquent property tax receivable balances are paid in full.

CITY OF HOLLY SPRINGS, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

<u>Governmental Activities</u>						
<u>Fiscal Year</u>	<u>Capital Leases</u>	<u>Notes Payable</u>		<u>Revenue Bonds Payable</u>		<u>Percentage of Personal Income</u>
		<u>Parks & Recreation Authority</u>		<u>Urban Redevelopment Agency</u>		
2012	\$ 587,897	\$ -		\$ -		0.26%
2013	307,878	-		-		0.13%
2014	302,487	-		-		0.12%
2015	175,273	-		-		0.06%
2016	45,424	3,048,432		-		0.99%
2017	-	2,757,573		-		0.80%
2018	-	2,460,775		-		0.63%
2019	-	2,156,339		1,493,031		0.82%
2020	-	2,036,413		7,277,135		1.96%
2021	-	1,621,574		7,891,130		2.00%
						<u>Per Capita</u>

CITY OF HOLLY SPRINGS, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
December 31, 2021

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
City Direct Debt:			
Parks and Recreation Authority - 2016 Issue	\$ 1,526,574	100.00%	\$ 1,526,574
GTIB Note Payable - 2020 Issue	35,000	100.00%	35,000
GTIB Note Payable - 2021 Issue	60,000	100.00%	60,000
Urban Redevelopment Agency - 2019 Issue	4,444,444	100.00%	4,444,444
Urban Redevelopment Agency - 2020 Issue	3,000,000	100.00%	3,000,000
Urban Redevelopment Agency - 2021 Issue	446,686	100.00%	446,686
Total Direct Debt	9,512,704		9,512,704
Overlapping General Obligation Debt:			
Cherokee County - 2010 Issue	5,167,000	6.05%	312,604
Cherokee County - 2012 Issue	2,785,000	6.05%	168,493
Cherokee County - 2014 Issue	16,943,000	6.05%	1,025,052
Cherokee County - Refunding bond 2016	22,379,894	6.05%	1,353,984
Cherokee County School District	445,530,482	6.05%	26,954,594
 Capital Lease Debt	 775,033	 6.05%	 46,889
Other Overlapping Debt:			
Cherokee County Resource Recovery Development Authority	3,191,821	6.05%	193,105
Total Overlapping Debt	496,772,230		30,054,720
 Total Direct and Overlapping Debt	 \$ 506,284,934		 \$ 39,567,424

Source: Information obtained from the Cherokee County, Georgia Comprehensive Annual Financial Report dated September 30, 2020.

Note: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the City. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire burden borne by residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using the taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the City's boundaries and dividing it by the County's total taxable assessed value.

CITY OF HOLLY SPRINGS, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Median Age (4)</u>	<u>Average Education Level (5)</u>	<u>School Enrollment (6)</u>	<u>Unemployment Rate (7)</u>
2012	9,743	\$ 226,687,860	\$ 27,449	33.00	Some College	1,405	7.7%
2013	9,868	245,804,949	25,937	34.90	Some College	1,421	5.1%
2014	10,318	260,281,868	25,226	35.02	Some College	1,104	4.1%
2015	10,786	291,426,934	27,019	35.91	Some College	1,090	3.9%
2016	11,364	317,066,964	27,901	35.91	Some College	1,049	3.6%
2017	11,987	365,759,331	30,513	36.00	Some College	1,194	3.6%
2018	12,915	402,340,995	31,153	36.61	Some College	975	3.2%
2019	15,442	537,211,738	34,789	36.00	Some College	1,004	2.7%
2020	16,213	546,280,822	33,694	38.00	Some College	1,001	6.0%
2021	20,500	676,233,500	32,987	37.22	Some College	1,028	2.8%

(1) Population estimates from Cherokee Office of Economic Development

(2) Personal Income information from the US Census Bureau Quick Facts and American Fact Finder

(3) Per Capita Personal Income from US Census Bureau Quick Facts, American Fact Finder and estimates

(4) Median Age information from Cherokee Office of Economic Development

(5) Average Education Level from Cherokee Office of Economic Development

(6) School Enrollment includes student population at Holly Springs Elementary provided by Cherokee County School District, Lyndon Academy, and L.R. Tippens Education Center

(7) Unemployment Rate provided Georgia Department of Labor

CITY OF HOLLY SPRINGS, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2020			2011		
	Employees (1)	Rank	Percentage of Total City Employment (2)	Employees	Rank	Percentage of Total City Employment (2)
Walmart #5814	192	1	5.16%			
Cherokee County School District	191	2	5.13%	150	1	2.75%
Home Depot, USA, Inc.	110	3	2.96%	96	4	1.76%
Publix Super Markets, Inc.	91	4	2.45%	71	5	1.30%
Kroger Store #430	89	5	2.39%	100	3	1.83%
USF AF Georgia, LLC	59	6	1.59%			
Nor-Ral Plastics, Inc.	56	7	1.51%	53	6	0.97%
Sutherlin Nissan Cherokee	50	8	1.34%			
North Georgia Foundations, Inc.	47	9	1.26%			
Windsor House OPCO LLC	43	10	1.16%			
Hydro-Chem, A Division of Linde Eng.				109	2	2.00%
TEC Automation				44	7	0.81%
BEMD Company				37	8	0.68%
Northside Radiology Associates				35	9	0.64%
Agilex Fragrance Division				35	10	0.64%
Total	<u>928</u>		24.95%	<u>730</u>		13.37%

(1) Information obtained from City of Holly Springs CLT/Occupational Tax System, Cherokee County School District, and Cherokee Office of Economic Development

(2) Information obtained from the U.S. Census Bureau Fact Finder - 2012 Business Patterns

CITY OF HOLLY SPRINGS, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION
LAST TEN YEARS

Function	2021	2020	2019	2018	2017
General Government					
Management	4.0	4.0	3.0	3.0	3.0
Finance	3.0	3.0	2.0	2.0	1.0
Technology	1.0	1.0	1.0	1.0	1.0
Facilities	4.0	4.0	1.0	1.0	1.0
Judicial					
Municipal Court	4.0	4.0	3.0	3.0	3.0
Public Safety					
Police Officers	35.0	34.0	31.0	27.0	22.0
Police Administration	6.0	7.0	6.0	6.0	5.0
Probation (1)	1.0	1.0	1.0	1.0	1.0
Public Works					
Streets	-	-	-	-	-
Culture and Recreation					
Parks	-	-	-	-	-
Housing and Development					
Building	4.0	4.0	6.0	6.0	4.0
Planning and Zoning	2.0	2.0	2.0	2.0	2.0
Stormwater	1.0	1.0	2.0	1.0	2.0
Total	65.0	65.0	58.0	53.0	45.0

(1) Prior to 2017, probation services were provided by a private contractor.

2016	2015	2014	2013	2012
3.0	3.0	3.0	4.0	2.0
2.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	1.0	1.0
3.0	2.5	2.0	2.0	2.0
19.0	19.0	16.0	16.0	14.0
4.0	4.0	4.0	4.0	4.0
-	-	-	-	-
-	3.0	3.0	3.0	3.0
-	0.5	-	-	1.0
5.5	3.5	2.0	2.0	2.0
1.0	1.0	1.0	1.0	1.0
2.5	1.0	1.0	2.0	1.0
42.0	40.5	35.0	37.0	33.0

CITY OF HOLLY SPRINGS, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS

Function	2021	2020	2019	2018	2017
General government					
Ordinances approved	26	26	40	24	27
Special events held	1	1	7	8	8
Occupation tax licenses issued (1)	678	886	813	692	719
Court					
Number of citations processed	8,345	7,648	6,825	4,777	2,247
Number & type of court sessions:					
Arraignments	22	22	25	23	23
Trials	4	4	4	2	4
Police					
Calls for service	16,353	18,633	19,717	15,604	12,939
Part 1 crimes reported	291	259	324	277	326
Public Works					
Number of potholes repaired	28	53	41	38	34
Miles of streets resurfaced	1.31	2.52	4.20	2.62	1.31
Community Development					
Building permits/CO's issued	1,395	1,064	1,184	1,319	961
Acres annexed	23.52	24.70	85.96	35.24	119.33
Culture and Recreation					
Park acres maintained	46	46	46	46	46
Stormwater					
Stormwater projects completed	-	1	-	-	2

(1) Includes Home Occupation, Traditional Occupation Licenses and Insurance Licenses

N/A - This information is not available for the year indicated. The software on which many of these statistics were stored is no longer maintained by the City of Holly Springs.

2016	2015	2014	2013	2012
27	15	12	11	11
8	7	7	9	11
719	633	539	909	913
2,438	2,021	2,804	2,468	2,178
23	23	25	25	19
4	4	7	7	6
12,612	12,593	27,501	26,056	24,426
435	393	186	201	274
35	13	2	9	11
2.36	3.04	5.35	3.90	3.02
567	565	297	136	140
53.53	98.54	-	2.91	10.39
46	46	13	13	13
2	1	-	-	8

CITY OF HOLLY SPRINGS, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS

Function	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Public Safety					
Police					
Stations	1	1	1	1	1
Patrol Units	35	38	38	25	21
Public Works					
Streets (miles)	63.17	62.36	61.66	60	60
Parks and Recreation					
Acreage of Parks	46	46	46	46	46
Playgrounds	3	3	3	3	3
Baseball Fields	1	1	1	1	1
Community Center	1	1	1	1	1

2016	2015	2014	2013	2012
1	1	1	1	1
18	17	16	13	13
60	60	59	59	59
46	46	46	46	46
3	3	2	2	2
1	1	1	1	1
1	1	1	1	1

Autumn Fest, Barrett Park

COMPLIANCE SECTION

CITY OF HOLLY SPRINGS, GEORGIA
WWW.HOLLYSPRINGSGA.US



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Holly Springs, Georgia (the "City"), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 21, 2022.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 21, 2022



COST PER IMAGE AGREEMENT

GREATAMERICA FINANCIAL SERVICES CORPORATION
625 FIRST STREET SE, CEDAR RAPIDS IA 52401
PO BOX 609, CEDAR RAPIDS IA 52406-0609

AGREEMENT NO.:

CUSTOMER ("YOU" OR "YOUR")

FULL LEGAL NAME: Holly Springs, City of

ADDRESS: 3235 HOLLY SPRINGS PKWY, HOLLY SPRINGS, GA 30115

VENDOR (VENDOR IS NOT OUR AGENT AND IS NOT AUTHORIZED BY US TO ACT ON OUR BEHALF OR TO WAIVE OR ALTER ANY PROVISION OF THIS AGREEMENT)

Duplicating Products Inc.

Gainesville, GA

EQUIPMENT AND PAYMENT TERMS

☐ SEE ATTACHED SCHEDULE

TYPE, MAKE, MODEL NUMBER, SERIAL NUMBER, AND INCLUDED ACCESSORIES	NOT FINANCED UNDER THIS AGREEMENT	BEGINNING METER READING		MONTHLY IMAGE ALLOWANCE		EXCESS PER IMAGE CHARGE (PLUS TAX)	
		B&W	COLOR	B&W	COLOR	B&W	COLOR
Canon imageRUNNER ADVANCE DX C257iF				2,245	0	\$0.01340	\$0.06700
TOTAL CONSOLIDATED MONTHLY IMAGE ALLOWANCE AND EXCESS PER IMAGE CHARGES (IF CONSOLIDATED)							

EQUIPMENT LOCATION:

METER FREQUENCY: MONTHLY

TERM IN MONTHS: 48

MONTHLY BASE PAYMENT AMOUNT*: \$105.00

(*PLUS TAX)

PURCHASE OPTION*: Fair Market Value

SECURITY DEPOSIT:

CONTRACT

THIS AGREEMENT IS NON-CANCELABLE AND IRREVOCABLE. IT CANNOT BE TERMINATED. PLEASE READ CAREFULLY BEFORE SIGNING. THIS AGREEMENT AND ANY CLAIM RELATED TO THIS AGREEMENT SHALL BE GOVERNED BY THE LAWS OF THE STATE OF IOWA. ANY DISPUTE WILL BE ADJUDICATED IN A FEDERAL OR STATE COURT IN LINN COUNTY, IOWA. YOU HEREBY CONSENT TO PERSONAL JURISDICTION AND VENUE IN SUCH COURTS AND WAIVE TRANSFER OF VENUE. EACH PARTY WAIVES ANY RIGHT TO A JURY TRIAL.

CUSTOMER'S AUTHORIZED SIGNATURE

BY SIGNING THIS PAGE, YOU REPRESENT TO US THAT YOU HAVE RECEIVED AND READ THE ADDITIONAL TERMS AND CONDITIONS APPEARING ON THE SECOND PAGE OF THIS TWO-PAGE AGREEMENT. THIS AGREEMENT IS BINDING WHEN WE EXECUTE THIS AGREEMENT AND PAY FOR THE EQUIPMENT.

(As Stated Above)

X

CUSTOMER

SIGNATURE

PRINT NAME & TITLE

DATE

OWNER ("WE", "US", "OUR")

GreatAmerica Financial Services Corporation

OWNER

SIGNATURE

PRINT NAME & TITLE

DATE

UNCONDITIONAL GUARANTY

The undersigned, jointly and severally if more than one, unconditionally guarantee(s) that the Customer will timely perform all obligations under the Agreement. The undersigned also waive(s) any notification if the Customer is in default and consent(s) to any extensions or modifications granted to the Customer. In the event of default, the undersigned will immediately pay all sums due under the terms of the Agreement without requiring us to proceed against Customer or any other party or exercise any rights in the Equipment. The undersigned, as to this guaranty, agree(s) to the designated forum and consent(s) to personal jurisdiction, venue, and choice of law as stated in the Agreement, agree(s) to pay all costs and expenses, including attorney fees, incurred by us related to this guaranty and the Agreement, waive(s) a jury trial and transfer of venue, and authorize(s) obtaining credit reports.

SIGNATURE: X

INDIVIDUAL:

DATE:

SIGNATURE: X

INDIVIDUAL:

DATE:

CERTIFICATE OF DELIVERY AND ACCEPTANCE

The Customer hereby certifies that all the Equipment: 1) has been received, installed, and inspected, and 2) is fully operational and unconditionally accepted.

SIGNATURE: X

NAME AND TITLE:

DATE:

ADDITIONAL TERMS AND CONDITIONS

AGREEMENT. You want us to now pay your Vendor for the equipment and/or software referenced herein, excluding equipment marked as not financed under this Agreement ("Equipment") and the amounts your Vendor included on the invoice to us for the Equipment for related installation, training, and/or implementation costs, and you unconditionally agree to pay us the amounts payable under the terms of this agreement ("Agreement") each period by the due date. This Agreement will begin on the date the Equipment is delivered to you or any later date we designate. We may charge you a one-time origination fee of \$89.50. If any amount payable to us is past due, you will pay a late charge equal to: 1) the greater of ten (10) cents for each dollar overdue or twenty-six dollars (\$26.00); or 2) the highest lawful charge, if less. Any security deposit will be returned upon full performance.

NET AGREEMENT. THIS AGREEMENT IS NON-CANCELABLE FOR THE ENTIRE AGREEMENT TERM. YOU UNDERSTAND WE ARE PAYING FOR THE EQUIPMENT BASED ON YOUR UNCONDITIONAL ACCEPTANCE OF IT AND YOUR PROMISE TO PAY US UNDER THE TERMS OF THIS AGREEMENT, WITHOUT SET-OFFS FOR ANY REASON, EVEN IF THE EQUIPMENT DOES NOT WORK OR IS DAMAGED, EVEN IF IT IS NOT YOUR FAULT.

IMAGE CHARGES AND OVERAGES. You are entitled to make the total number of images shown under Image Allowance (or Total Consolidated Image Allowance, if applicable) each period during the term of this Agreement. If you make more than the allowed images in any period, you will pay us an additional amount equal to the number of the excess images made during such period multiplied by the applicable Excess Per Image Charge. Regardless of the number of images made in any period, you will never pay less than the Base Payment Amount. You agree to provide us or the Vendor with the actual meter readings on any business day as designated by us or the Vendor, provided that we may estimate the number of images used if such meter readings are not received within five days after being requested. We will adjust the estimated charge for excess images upon receipt of actual meter readings. You agree that the Base Payment Amount and the Excess Per Image Charges may be proportionately increased at any time if Vendor's estimated average page coverage is exceeded. After the end of the first year of this Agreement and not more than once each successive twelve-month period thereafter, the Base Payment Amount and the Excess Per Image Charges (and, at our election, the Base Payment Amount and Excess Per Image Charges under any subsequent agreements between you and us that incorporate the terms hereof) may be increased by a maximum of 10% of the then existing payment or charge. Images made on equipment marked as not financed under this Agreement will be included in determining your image and overage charges.

EQUIPMENT USE. You will keep the Equipment in good working order, use it for business purposes only, not modify or move it from its initial location without our consent, and bear the risk of its non-compliance with applicable laws. You agree that you will not take the Equipment out of service and have a third party pay (or provide funds to pay) the amounts due hereunder. You must resolve any dispute you may have concerning the Equipment with the manufacturer or Vendor. You will comply with all laws, ordinances, regulations, requirements and rules relating to the use and operation of the Equipment.

VENDOR SERVICES. Payments under this Agreement may include amounts you owe your Vendor under a separate arrangement (for maintenance, service, supplies, etc.), which amounts may be invoiced by us on your Vendor's behalf for your convenience. You will look solely to your Vendor for performance under any such arrangement or to address any disputes arising thereunder.

SOFTWARE/DATA. Except as provided in this paragraph, references to "Equipment" include any software referenced above or installed on the Equipment. We do not own the software and cannot transfer any interest in it to you. We are not responsible for the software or the obligations of you or the licensor under any license agreement. You are solely responsible for protecting and removing any confidential data/images stored on the Equipment prior to its return for any reason.

NO WARRANTY. WE MAKE NO WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. YOU HAVE ACCEPTED THE EQUIPMENT "AS-IS". YOU CHOSE THE EQUIPMENT, THE VENDOR AND ANY/ALL SERVICE PROVIDER(S) BASED ON YOUR JUDGMENT. YOU MAY CONTACT YOUR VENDOR FOR A STATEMENT OF THE WARRANTIES, IF ANY, THAT THE MANUFACTURER OR VENDOR IS PROVIDING. WE ASSIGN TO YOU ANY WARRANTIES GIVEN TO US.

ASSIGNMENT. You may not sell, assign or sublease the Equipment or this Agreement without our written consent. We may sell or assign this Agreement or our rights in the Equipment, in whole or in part, to a third party without notice to you. You agree that if we do so, the assignee will have our rights but will not be subject to any claim, defense, or set-off assertable against us or anyone else.

LOSS OR DAMAGE. You are responsible for any damage to or loss of the Equipment. No such loss or damage will relieve you from your payment obligations hereunder. We are not responsible for, and you will indemnify us against, any claims, losses or damages, including attorney fees, in any way relating to the Equipment or data stored on it. In no event will we be liable for any consequential or indirect damages.

INSURANCE. You agree to maintain commercial general liability insurance acceptable to us. You also agree to: 1) keep the Equipment fully insured against loss at its replacement cost, with us named as loss payee; and 2) provide proof of insurance satisfactory to us no later than 30 days following the commencement of this Agreement, and thereafter upon our written request. If you fail to maintain property loss insurance satisfactory to us and/or you fail to timely provide proof of such insurance, we have the option, but not the obligation, to secure property loss insurance on the Equipment from a carrier of our choosing in such forms and amounts as we deem reasonable to protect our interests. If we secure insurance on the Equipment, we will not name you as an insured party, your interests may not be fully protected, and you will reimburse us the premium which may be higher than the premium you would pay if you obtained insurance, and which may result in a profit to us through an investment in reinsurance. If you are current in all of your obligations under the Agreement at the time of loss, any insurance proceeds received will be applied, at our option, to repair or replace the Equipment, or to pay us the remaining payments due or to become due under this Agreement, plus our booked residual, both discounted at 3% per annum.

TAXES. We own the Equipment. You will pay when due, either directly or by reimbursing us, all taxes and fees relating to the Equipment and this Agreement. Sales or use tax due upfront will be payable over the term with a finance charge.

END OF TERM. At the end of the term of this Agreement (or any renewal term) (the "End Date"), this Agreement will renew month to month unless a) you provide us written notice, at least 60 days prior to the End Date, of your intent to return the Equipment, and b) you timely return the Equipment to the location designated by us, at your expense. If a Purchase Option is indicated above and you are not in default on the End Date, you may purchase the Equipment from us "AS IS" for the Purchase Option price. If the returned Equipment is not immediately available for use by another without need of repair, you will reimburse us for all repair costs. You cannot pay off this Agreement or return the Equipment prior to the End Date without our consent. If we consent, we may charge you, in addition to other amounts owed, an early termination fee equal to 5% of the amount we paid for the Equipment.

DEFAULT/REMEDIES. If a payment becomes 10+ days past due, or if you otherwise breach this Agreement, you will be in default, and we may require that you return the Equipment to us at your expense and pay us: 1) all past due amounts and 2) all remaining payments for the unexpired term, plus our booked residual, discounted at 3% per annum; and we may disable or repossess the Equipment and use all other legal remedies available to us. You agree to pay all costs and expenses (including reasonable attorney fees) we incur in any dispute with you related to this Agreement. You agree to pay us 1.5% interest per month on all past due amounts.

UCC. You agree that this Agreement is (and/or shall be treated as) a "Finance Lease" as that term is defined in Article 2A of the Uniform Commercial Code ("UCC"). You agree to forgo the rights and remedies provided under sections 507-522 of Article 2A of the UCC.

MISCELLANEOUS. This Agreement is the entire agreement between you and us relating to the Equipment and supersedes any prior representations or agreements, including any purchase orders. Amounts payable under this Agreement may include a profit to us. The parties agree that the original hereof for enforcement and perfection purposes, and the sole "record" constituting "chattel paper" under the UCC, is the paper copy hereof bearing (i) the original or a copy of either your manual signature or an electronically applied indication of your intent to enter into this Agreement, and (ii) our original manual signature. If a court finds any provision of this Agreement unenforceable, the remaining terms of this Agreement shall remain in effect. You authorize us to either insert or correct the Agreement number, serial numbers, model numbers, beginning date, and signature date, and acknowledge that if your Vendor filled in any blanks above, they did so on your behalf. All other modifications to the Agreement must be in writing signed by each party.

State and Local Government Addendum (Georgia)

This is an addendum ("Addendum") to and part of that certain agreement between GreatAmerica Financial Services Corporation ("Obligee") and Holly Springs, City of ("Obligor"), which agreement is identified in Obligee's records as agreement number 1794913 ("Agreement"). All capitalized terms used in this Addendum which are not defined herein shall have the meanings given to such terms in the Agreement.

Obligor hereby represents and warrants to Obligee that as of the date of the Agreement, and throughout the Agreement Term: (a) the individual who executed the Agreement had at the time of execution of the Agreement full power and authority to execute the Agreement; and that all required procedures necessary to make the Agreement a legal and binding obligation of the Obligor have been followed; (b) the Equipment is essential to the immediate performance of an authorized governmental or proprietary function and shall be used during the Agreement Term only by Obligor and only to perform such function; (c) that all payments due and payable for the current fiscal year are within the current budget and are within an available, unexhausted and unencumbered appropriation.

The parties agree that this Agreement shall terminate absolutely without further obligation on the part of Obligor at the close of the calendar or fiscal year, as applicable under state law, in which it was executed and at the close of each succeeding calendar or fiscal year, as applicable, thereafter if renewed. Notwithstanding the foregoing, the parties agree that the Agreement shall automatically renew for an additional twelve-month term, and for successive twelve-month terms thereafter, unless Obligor notifies Obligee of its desire to terminate the Agreement in writing at least thirty (30) days prior to the end of the then-current calendar or fiscal year, as applicable.

GreatAmerica Financial Services Corporation

Obligee

By:

Obligee Signature

Print Name & Title

Date Accepted:

Holly Springs, City of

Obligor

By: X

Obligor Signature

Print Name & Title

Date



GIRMA POLLUTION LIABILITY QUOTE

NAMED MEMBER: City of Holly Springs
MEMBER NUMBER: HO7
ADDRESS: PO Box 990
Holly Springs, GA 30142

COVERAGE PERIOD:

FROM: 05/01/2022 at 12:01 am Local Time at the Named Member's address shown above.
TO: 05/01/2023 at 12:01 am Local Time at the Named Member's address shown above.

COVERAGE:

OPTION 1: Coverage does NOT include Time Element Onsite Remediation Expenses With Gradual Mold Matter Remediation Expenses Sublimit For New Conditions

OPTION 2: Coverage includes Time Element Onsite Remediation Expenses With Gradual Mold Matter Remediation Expenses Sublimit For New Conditions

Coverage	Deductible- Each Incident	Each Incident Limit	Coverage Aggregate Limit
Coverage A. (Third Party Claims for Bodily Injury, Property Damage, Transportation and Waste Disposal Activities)	\$1,000	\$1,000,000	\$12,000,000
Coverage A Retroactive Date:			
Coverage B. (Time Element Onsite Remediation Expenses With Gradual Mold Matter Remediation Expenses Sublimit For New Conditions)	\$1,000	\$1,000,000 *Mold Matter Remediation Expenses subject to sublimit of \$250,000	\$12,000,000
	*Covered on Option 2 Only	*Covered on Option 2 Only	*Covered on Option 2 Only
Coverage C. (Emergency Response Expenses)	\$1,000	\$1,000,000	\$12,000,000

Coverage	Deductible (Days)	Business Interruption (Days) Limit	Business Interruption (\$) Limit
Coverage D. (Business Interruption)	3	365	\$1,000,000

Coverage	Deductible-Each Incident	Each Incident Limit	Coverage Aggregate Limit
Disinfection Event Expenses	\$100,000 *Covered on Option 2 Only	\$50,000 *Covered on Option 2 Only	\$50,000 *Covered on Option 2 Only

***Please note the Ironshore master policy deductible is \$50,000 each incident, but the Member is only responsible for the deductible outlined above. GIRMA will absorb any difference between the Member Deductible (follows the GIRMA General Liability Deductible) up to the Ironshore master policy deductible of \$50,000.**

RATING BASIS:

Population - 12,701

Page | 1

Pollution Liability Quote

April-18-2022



OPTION 1: ANNUAL CONTRIBUTION

\$12,701

OPTION 2: ANNUAL CONTRIBUTION

\$19,052

Option 2 includes Time Element Onsite Remediation Expenses With Gradual Mold Matter Remediation Expenses Sublimit For New Conditions

COVERED HAZARDS ¹ Included, but not limited to:

- Groundwater contamination from landfills
- Leaking Tanks (excess of existing state programs)
- Spills of polluting materials (fuels, lubricants, cleaners, chemicals, insecticides)
- Mishandling, misapplication, misuse of chemicals
- Illegal dumping of hazardous waste by unknown
- Operation of household hazardous waste collection
- Fire Dept. water overflow from hostile file
- Wastewater Treatment Plant releases
- Hurricane-Related issues
- Chemical releases (herbicide/pesticide)
- Emergency Response Costs
- Remediation expenses from Transportation & Waste Disposal Activities²
- Aboveground Storage Tank releases or over filling
- Law Enforcement Activities (i.e. Meth Labs)
- Spills or damages resulting from accident of city vehicle, involving the cartage of hazardous materials
- Refueling
- Road Maintenance
- Herbicide Application - Mosquito Fogging
- De-Icing
- Incinerator
- Maintenance Garages and Public Transportation
- Rail Stations
- Microbial Matter (fungi, mold or mildew)
- Crisis Response³

MAJOR EXCLUSIONS ¹ Included, but not limited to:

- Known underground storage tanks
- Landfills which are not used solely for C&D purposes (unless otherwise scheduled)
- Properties abandoned after policy inception
- COVID-19 Exclusion
- Pollutants shall not include any perfluoroalkyl or polyfluoroalkyl substance (PFAS)
- Sites listed with known conditions
- Fines, assessments, penalties due to criminal fines, penalties or criminal assessments.
- War, riot, civil commotion
- Cleanup and remediation costs (option 1 only)
- Asbestos and Lead

Claims must be reported based on the provisions of the policy. Please refer to the separate claim reporting guidelines and controlling policy document for further instruction.

¹ This is merely a matter of information for Pollution Liability only and does not amend, extend or alter the coverage provided by the Insurer. Please read the full insurance policy for actual coverages and exclusions. Limits displayed are shared amongst the members of the program.

³ Waste Disposal Activities provides remediation expenses, Bodily Injury and Property Damage for non-owned disposal sites.



COVERAGE ELECTION FORM

City of Holly Springs

H07

On behalf of the City of Holly Springs, we elect the following Pollution coverage option:

☐

OPTION 1

☐

OPTION 2

☐

DECLINE

Member Name

Date

Signature

Title

Signed election forms must be returned no later than 5/1/2022 by email to mamurray@lockton.com.



COOK'S PEST CONTROL

MOSQUITO MANAGEMENT SERVICE

Corporate Office • 1741 Fifth Avenue, SE • Decatur, AL 35601

SERVICE AGREEMENT WITH: City Of Holly Springs Offer expires 30 days after: 07/29/2022

SERVICE INFORMATION

Customer Name: City Of Holly Springs
Service Address:
Betty Barrett Way
, 30142

Phone Number: (770) 345-5536
E-mail: RLOGAN@HOLLYSPRINGSGA.US

BILLING INFORMATION

Account Number: 26027
Customer Name: City Of Holly Springs
Billing Address:
P O Box 990
Holly Springs, GA 30142

Phone Number: (770) 345-5536
E-mail: RLOGAN@HOLLYSPRINGSGA.US

110% SATISFACTION GUARANTEE – If you are not completely satisfied with the results of our service, report your dissatisfaction to the local Cook's manager. We will respond within 24 hours with a solution to your mosquito problem. If you are not completely satisfied within one week, your next service is free, plus we will issue a credit for 10% off the following service.

GENERAL TERMS AND CONDITIONS

1. COOK'S PEST CONTROL, INC. [COOK'S] WILL PROVIDE SERVICE FOR THE REDUCTION OF MOSQUITOES within the lawn area(s) of the residence but not to exceed 75 feet from the residence in any direction or over 12,000 square feet total.
2. THE LENGTH OF THIS AGREEMENT IS FOR ONE YEAR, on a periodic service basis during mosquito season beginning in April ending in October, though the service price may be adjusted by Cook's in subsequent years. Customer will only be billed when a service is rendered. Payment is due at time of service.
3. REGULAR SERVICE: The initial service consists of treating the exterior perimeter of the Customer's residence. Thereafter, a preventative service, as indicated below, will be conducted in order to provide an effective reduction of mosquitoes. Each service must be scheduled and also maintained on a regular basis. Customer approves servicing if no one is at home.
4. CANCELLATION PROVISIONS: If service is discontinued before the one-year term of the Agreement, Customer will be charged a cancellation fee of fifty dollars (\$50) for each remaining month not serviced during the above defined mosquito season.
5. CUSTOMER ACKNOWLEDGES AND AGREES that Cook's does not guarantee that mosquitoes will not be found on Customer's property during the service period of this Agreement. This service merely reduces the number of mosquitoes on Customer's property.
6. CUSTOMER MUST TAKE ADDITIONAL PRECAUTIONS for protection when outside to prevent contracting mosquito-borne illness or disease. Customer acknowledges receipt of the Customer preparation steps and obligations on reverse side and agrees to their implementation.
7. CUSTOMER UNDERSTANDS AND AGREES that Cook's is not responsible for damages caused by mosquitoes or the application of pest control materials, whether they be to property, structural or personal in nature and waives any claim for such damages.
8. This Agreement can only be modified in writing, signed by Cook's and Customer.
9. PAYMENTS are due thirty (30) days from the invoice date. If and when due, Customer shall also pay any applicable taxes. Accounts past due are subject to cancellation and all amounts will become due and payable as liquidated damages. In the event of such cancellation, Customer agrees to pay all costs of collection, including a reasonable attorney's fee, not exceeding 15% of the unpaid debt.

Any controversy or claim arising out of or relating to this Agreement, or the breach thereof, shall be settled by arbitration which includes waiver of a trial by jury and judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction thereof. [See Page 2 of this Agreement for a more detailed description of Alternate Dispute Resolution.]

SEE PAGES TWO (2) AND THREE (3) OF THIS PROPOSAL FOR IMPORTANT ADDITIONAL TERMS AND CONDITIONS, INCLUDING ALTERNATIVE DISPUTE RESOLUTION. The Terms and Conditions on page two (2) are incorporated herein by this reference. A certificate of insurance will be provided upon request.

Customer Agrees to Pay:

	Price/Visit	Tax	Discount	Total	Visit First Year	First Year
Commercial Mosquito Control - North	0	0	0	0	3	0
Additional Mosquito - North	\$125.00	0	0	\$125.00	6	\$750.00
Com Mosquito Ctrl - Initial Service	\$125.00	0	0	\$125.00	1	\$125.00
TOTAL FOR THIS PROGRAM						

TERMS AND CONDITIONS

Any controversy or claim arising out of or relating to this service agreement, or the breach thereof, shall be settled by arbitration administered by the American Arbitration Association under its Arbitration Rules, and judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction thereof. [See the last page of this Agreement (page 4) for a more detailed description of Alternate Dispute Resolution.]

NOTICE – Any holder of this consumer credit agreement is subject to all claims and defenses which the debtor could assert against the seller of goods or services obtained pursuant hereto or with the proceeds hereof. Recovery hereunder by the debtor shall not exceed amounts paid by the debtor hereunder.

NOTICE – Buyer's Right To Cancel (For Consumer Agreements Only)

If this agreement was solicited at your residence and you do not want the goods or services, you, the Buyer, may cancel this Agreement by delivering or mailing a notice to the Seller. The notice must say that you do not want the goods or services and must be delivered or mailed before midnight of the third business day after you sign this Agreement. The notice must be delivered or mailed to Cook's Pest Control, Inc., 1741 Fifth Ave. SE, Decatur, AL 35601.

See the Notice Of Cancellation form given to you by the Cook's Sales Representative for an explanation of this right.

NOTICE – This Agreement constitutes the sole and entire Agreement between Customer and Cook's concerning the subject matter hereof and no representation not included herein shall be binding upon any party hereto. All past pest control Agreements between Customer and Cook's, if any, are expressly superceded by the terms and conditions of this Agreement.

Caution – It is important that you thoroughly read all 3 pages of this Agreement and the Guarantee.

RECOMMENDED CUSTOMER PREPARATION STEPS

1. Remove all pet food and water bowls from the treatment area.
2. Remove all children's toys and wading pools from the treatment area.
3. Temporarily turn off sprinkler systems.
4. Keep all people and pets off the treated area for a minimum of four (4) hours.

CUSTOMER OBLIGATIONS TO PREVENT MOSQUITO BREEDING

Customers must take the following steps to prevent mosquito breeding on their property:

1. Remove tin cans, old tires, buckets, unused plastic swimming pools or other containers that collect and hold water.
Do not allow water to accumulate in the saucers of flowerpots, or in pet dishes for more than 2 days.
2. Clean debris from rain gutters and remove any standing water under or around structures, or on flat roofs. Check around faucets and air conditioner units and repair leaks or eliminate puddles.
3. Change water in birdbaths and wading pools at least once a week.
4. Check for trapped water in plastic or canvas tarps used to cover boats, pools, etc. Arrange the tarp to drain the water.
5. Irrigate lawns and gardens carefully to prevent water from standing for several days.
6. If ditches contain stagnant water for one week or longer, they can produce large numbers of mosquitoes. Report such conditions to a Mosquito Control or Public Health office.

Georgia Customers: The Georgia Structural Pest Control Act requires all pest control companies to maintain insurance coverage. Information about this coverage is available from this pest control company.

ALTERNATIVE DISPUTE RESOLUTION

As an inducement to Cook's Pest Control, Inc., [COOK'S] to enter into this Service Agreement with the Customer, the parties hereto agree as follows:

(1) ANY DISPUTE, CONTROVERSY OR CLAIM ARISING OUT OF OR RELATING TO THE SERVICE AGREEMENT, OR THE BREACH THEREOF, OR ARISING OUT OF ANY PRIOR OR FUTURE DEALINGS BETWEEN COOK'S AND CUSTOMER SHALL BE SETTLED BY ARBITRATION IN THE STATE OF CUSTOMER'S RESIDENCE IN ACCORDANCE WITH THE ARBITRATION RULES OF THE AMERICAN ARBITRATION ASSOCIATION (THE "ARBITRATION RULES OF THE AAA") AND JUDGMENT UPON THE AWARD RENDERED BY THE ARBITRATOR(S) MAY BE ENTERED IN ANY COURT HAVING JURISDICTION THEREOF. If the transaction is a consumer transaction, the Customer initially shall pay no more than \$150.00 in arbitration costs. Cook's shall pay the remaining costs of arbitration. If the transaction is a commercial transaction, the Customer and Cook's shall each pay one-half of the cost of arbitration. However, in both consumer and commercial transactions, the arbitrator(s), as part of his final decree, may reapportion the arbitration costs payable by each party. Each party shall pay its own attorney's fees and costs. The parties hereto agree that any and all Claims, whether in arbitration or otherwise, must be brought in a party's individual capacity, and not as a plaintiff or class member in any purported class, consolidated, collective or representative proceeding. Accordingly, Customer hereby waives any and all rights to bring any Claim as a plaintiff or class member in any purported class, consolidated, collective or representative proceeding.

(2) The parties anticipate that the resources of COOK'S used by COOK'S to perform the Service Agreement, will come from interstate sources. Therefore, COOK'S and CUSTOMER acknowledge and agree that the Service Agreement involves "commerce" as defined in the United States Arbitration Act, Title 9, United States Code, "Arbitration," hereinafter referred to as the "USAA." The parties intend that this Service Agreement shall encompass and embody the broadest range of matters that may be arbitrated under federal law. The parties further agree that any question as to the scope of this Service Agreement shall, to the extent permitted by law, be determined by the Arbitrator (including, without limitations, issues of unfairness, capacity, waiver, unconscionability and so forth).

(3) Notwithstanding any language in this Service Agreement to the contrary, in the event of a Default in payment by the customer to Cook's, Cook's may seek its remedies in an action at law or in equity, or may otherwise exercise remedies provided by law; and, its decision to do so shall not be deemed to be a waiver of its right thereafter to insist upon and seek specific enforcement of its rights under this Service Agreement, in the event that the other party shall assert a counterclaim or right of setoff in such judicial or non-judicial action.

(4) EXCEPT AS LIMITED HEREINABOVE, COOK'S AND CUSTOMER UNDERSTAND AND AGREE (I) THAT EACH OF THEM IS WAIVING RIGHTS TO SEEK REMEDIES IN COURT, INCLUDING THE RIGHT TO A JURY TRIAL; (II) THAT PRE-ARBITRATION PROCEEDINGS ARE GENERALLY MORE LIMITED THAN AND DIFFERENT FROM COURT PROCEEDINGS; (III) THE ARBITRATORS' AWARD IS NOT REQUIRED TO INCLUDE FACTUAL FINDINGS OR LEGAL REASONING; AND (IV) EITHER PARTY'S RIGHT TO APPEAL OR TO SEEK MODIFICATION OF RULINGS BY THE ARBITRATORS IS STRICTLY LIMITED. THE VENUE FOR ARBITRATION OR MEDIATION SHALL BE IN THE COUNTY OF THE CUSTOMER'S RESIDENCE.

(5) WAIVER OF TRIAL BY JURY. If the arbitration agreement set forth herein is declared by a court of law to be unenforceable for any reason, the parties to this agreement desire to avoid the additional time and expense related to a jury trial of any disputes arising hereunder. THEREFORE, IT IS MUTUALLY AGREED BY AND BETWEEN THE PARTIES HERETO, AND FOR THEIR SUCCESSORS AND ASSIGNS, THAT THEY SHALL AND HEREBY DO WAIVE TRIAL BY JURY OF ANY CLAIM, COUNTERCLAIM, OR THIRD-PARTY CLAIM, INCLUDING ANY AND ALL CLAIMS OF INJURY OR DAMAGES, BROUGHT BY EITHER PARTY AGAINST THE OTHER ARISING OUT OF OR IN ANY WAY CONNECTED WITH THE FORMATION, INTERPRETATION, OR BREACH OF THIS AGREEMENT OR IN ANY WAY CONNECTED TO THE RELATIONSHIP WHICH ARISES HEREFROM OR ANY DISPUTE BETWEEN THE PARTIES. The parties acknowledge and agree that this waiver is knowingly, freely, and voluntarily given, is desired by all parties, and is in the best interest of all parties.

Please read this Agreement carefully! It limits certain of your rights, including your right to seek remedies in court and have your claim decided by a judge or jury. If you do not understand this Agreement, seek legal advice! The following is my acknowledgment that I understand and agree to all the provisions of this Mosquito Control Agreement, payment charges and terms and the arbitration and waiver of jury trial provisions. CAUTION - It is important that you thoroughly read the Contract before you sign it.



Cook's Pest Control, Inc. Representative

GA SP18458, 0



Customer's Signature

After Recording Return To:
Lueder, Larkin & Hunter, LLC
5900 Windward Parkway, Suite 390
Alpharetta, Georgia 30005
Attn: Brendan R. Hunter

STATE OF GEORGIA

COUNTY OF CHEROKEE

QUITCLAIM DEED

THIS INDENTURE is made as of the ____ day of _____, 202__, between THE CITY OF HOLLY SPRINGS, GEORGIA (hereinafter "Grantor") and HOLLY SPRINGS DOWNTOWN DEVELOPMENT AUTHORITY (hereinafter "Grantee"), the terms "Grantor" and "Grantee" to include their respective successors and assigns.

WITNESSETH that Grantor, for and in consideration of the sum of Ten Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, hereby grants and conveys unto Grantee all the right, title, interest and claim which the Grantor has to the following property:

SEE EXHIBIT "A" ATTACHED HERETO AND INCORPORATED HEREIN.

TO HAVE AND TO HOLD said property, and all improvements thereon, unto the said Grantee so that neither the said Grantor, nor any other person or persons claiming under Grantor shall at any time claim or demand any right, title or interest to the aforesaid described property. No title search was performed.

IN WITNESS WHEREOF, the Grantor has signed, sealed, and delivered this deed, the date and year above written.

GRANTOR:

Signed, seal and delivered
this ____ day of _____, 202__.

THE CITY OF HOLLY SPRINGS, GEORGIA

By: _____
Steven W. Miller - Mayor

Witness

Notary Public
My Commission Expires

Signed, seal and delivered
this ____ day of _____, 202__.

Attest: _____
Karen Norred – City Clerk

Witness

Notary Public
My Commission Expires

APPROVED AS TO FORM BY:

Signed, seal and delivered
this ____ day of _____, 202__.

Witness

Notary Public
My Commission Expires

**ATTORNEY FOR THE CITY OF HOLLY
SPRINGS, GEORGIA**

By:

Robert M. Dyer – Attorney for
City of Holly Springs, Georgia

EXHIBIT "A"

Tract 6D

ALL THAT TRACT or parcel of land lying and being in Land Lot 343 of the 15th District, City of Holly Springs, Cherokee County, Georgia and being more particularly described as follows:

COMMENCING at a point at the intersection of the southern Right of Way of Hickory Road (Variable Right of Way) and the common Land Lot Line of Land Lots 342 and 343;

THENCE, westerly along said southerly Right of Way on a bearing of South 60 degrees 36 minutes 36 seconds West, a distance of 50.88 feet to a point;

THENCE, westerly on a bearing of South 59 degrees 05 minutes 42 seconds West, a distance of 75.63 feet to a point;

THENCE, westerly along a curve to the right an arc length of 129.64 feet (said curve having a radius of 645.28 feet and a chord bearing of South 66 degrees 21 minutes 37 seconds West, and a chord distance of 129.42 feet) to a point, said point also being the POINT OF BEGINNING.

THENCE, from the POINT OF BEGINNING, westerly on a bearing of South 61 degrees 17 minutes 11 seconds West, a distance of 77.60 feet to a point;

THENCE, westerly along a curve to the right an arc length of 162.93 feet (said curve having a radius of 255.60 feet and a chord bearing of South 79 degrees 32 minutes 50 seconds West, and a chord distance of 160.18 feet) to a point at a miter located at the intersection of the easterly Right of Way of Betty Barret Way (Variable Right of Way) and the Southerly Right of Way of Hickory Road (Variable Right of Way);

THENCE, northeasterly along said miter on a bearing of North 53 degrees 05 minutes 42 seconds East, a distance of 28.15 feet to a point;

THENCE, easterly on a bearing of North 71 degrees 29 minutes 35 seconds East, a distance of 52.61 feet to a point;

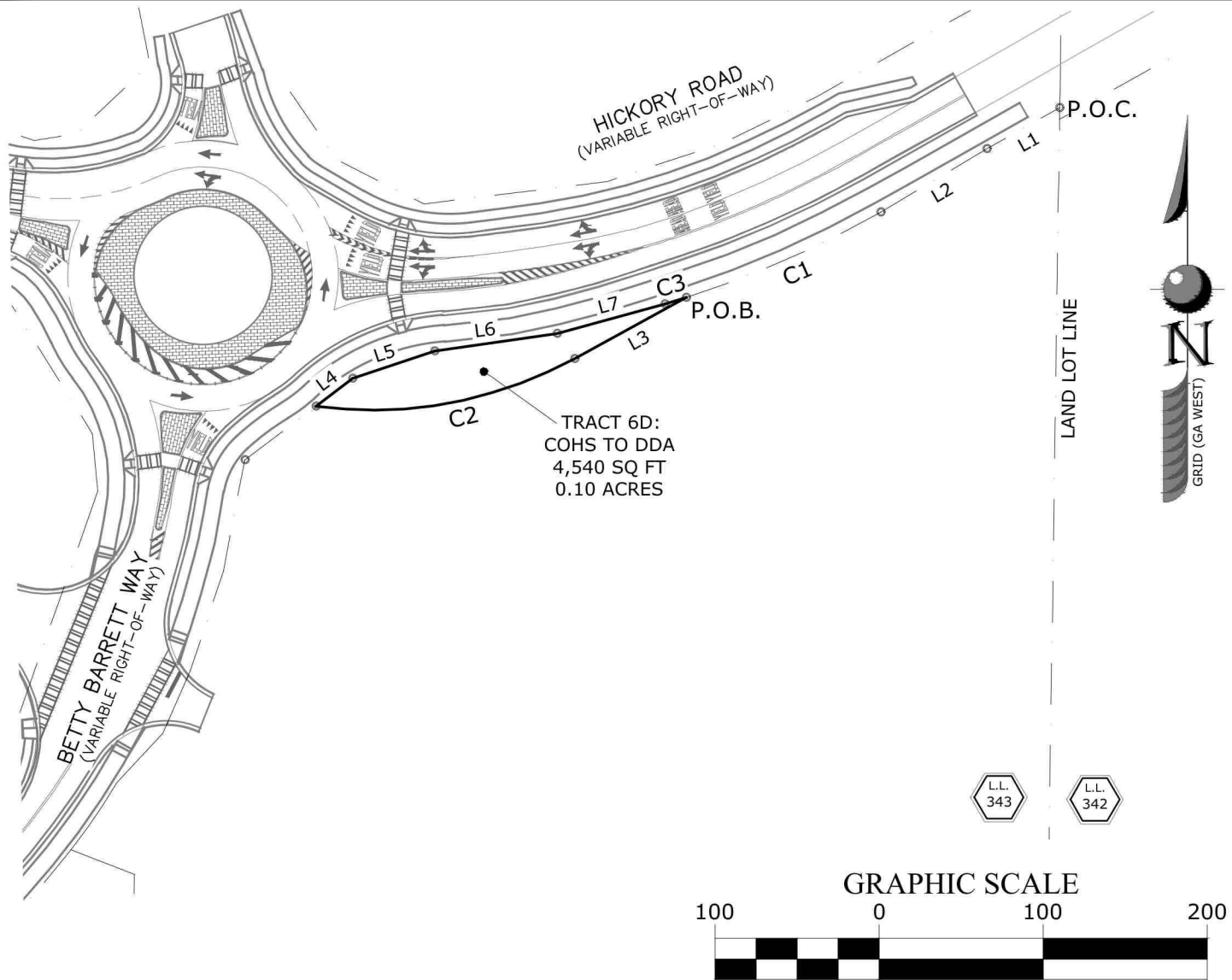
THENCE, easterly on a bearing of North 81 degrees 46 minutes 36 seconds East, a distance of 75.28 feet to a point;

THENCE, easterly on a bearing of North 74 degrees 43 minutes 36 seconds East, a distance of 68.25 feet to a point;

THENCE, easterly along a curve to the left an arc length of 13.45 feet (said curve having a radius of 645.28 feet and a chord bearing of North 72 degrees 42 minutes 46 seconds East, and a chord distance of 13.45 feet) to the POINT OF BEGINNING.

Said parcel contains 4,540 Square Feet or 0.10 Acres.

EXHIBIT "A-1"



CURVE TABLE				
CURVE	ARC LEN.	RADIUS	CHORD	DIRECTION
C1	129.64'	645.28'	129.42'	S 66°21'37" W
C2	162.93'	255.60'	160.18'	S 79°32'50" W
C3	13.45'	645.28'	13.45'	N 72°42'46" E

LINE TABLE		
LINE	DIRECTION	LENGTH
L1	S 60°36'36" W	50.88'
L2	S 59°05'42" W	75.63'
L3	S 61°17'11" W	77.60'
L4	N 53°05'42" E	28.15'

LINE TABLE		
LINE	DIRECTION	LENGTH
L5	N 71°29'35" E	52.61'
L6	N 81°46'36" E	75.28'
L7	N 74°43'36" E	68.25'

LEGEND	
POC	POINT OF COMMENCEMENT
POB	POINT OF BEGINNING
DDA	DOWNTOWN DEVELOPMENT AUTHORITY
COHS	CITY OF HOLLY SPRINGS

ALL MATTERS OF TITLE ARE EXCEPTED | © COPYRIGHT 2021

PROPOSED PROPERTY LINE EXHIBIT FOR:
CITY OF HOLLY SPRINGS
DOWNTOWN DEVELOPMENT

LOCATED IN:
LAND LOT 343 OF THE
15TH DISTRICT, CITY OF HOLLY SPRINGS,
CHEROKEE COUNTY, GEORGIA

 **SEI**
SOUTHEASTERN ENGINEERING, INC.
2470 Sandy Plains Road Marietta, Georgia 30066
tel: 770-321-3936
www.seengineering.com
LSF NO. 000913

Proj. No.: 1076-17-274

Surveyed By: N/A

Field Date: N/A

Drafted By: A. ARGUELLES

Issue Date: 06/24/22

1 OF 1

City of Holly Springs
City Council Work Session Minutes
July 7, 2022

Elected Officials Present: Mayor Steven W. Miller, Councilman Kevin Moore, Councilwoman Dee Phillips, and Councilman Jeff Wilbur.

Elected Official Absent: Councilman Kyle Whitaker and Mayor Pro Tem Michael Roy Zenchuk II.

Staff Present: City Clerk Karen Norred, Chief Tommy Keheley, Deputy Chief Greg Clyburn, Community Development Director Nancy Moon, Finance Director Denise Lamazares, and Facilities Manager/Information Technology Manager Ron Carter.

Mayor Miller called the Work Session to order.

Mayor Miller led the Pledge of Allegiance. Councilwoman Phillips gave the invocation.

Public Comment

Cherokee County resident Cindy Mitchell declined to speak.

Cherokee County resident Marissa Woodall spoke regarding CUP-01-2022 asking Council to consider how the development will impact those living around the development and also stated her concerns regarding the light pollution that could impact surround properties.

Cherokee County resident Johnny Woodall spoke regarding CUP-01-2022 stating that it was inconsistent with surrounding area.

Cherokee County resident Michael Correll spoke to Council regarding concerns about the lack of progress in removing dead and/or diseased trees in the undisturbed buffer by the developer of Parc Terrace between his property on Sherry Lane and the Parc Terrace development.

Cherokee County resident David Whitaker spoke against CUP-01-2022 citing inconsistency with surrounding structures; he summarized the complaints heard against the case during the Planning and Zoning Commission which he stated included “size, need, neighborhood compatibility, traffic, curb cuts, height and other matters.” He said he agreed with the Planning and Zoning Commission, stating that the project is not suitable for the location.

Councilwoman Phillips made a motion to adjourn. Councilman Wilbur seconded the motion. Motion carried 3-0.

Meeting adjourned.

City of Holly Springs
City Council Special Called Meeting Minutes
July 7, 2022

Elected Officials Present: Mayor Steven W. Miller, Councilman Kevin Moore, Councilwoman Dee Phillips, and Councilman Jeff Wilbur.

Elected Official Absent: Councilman Kyle Whitaker and Mayor Pro Tem Michael Roy Zenchuk II.

Staff Present: City Clerk Karen Norred, Chief Tommy Keheley, Deputy Chief Greg Clyburn, Community Development Director Nancy Moon, Finance Director Denise Lamazares, and Facilities Manager/Information Technology Manager Ron Carter.

Mayor Miller called the Special Called meeting to order.

Councilwoman Phillips made a motion to approve an ordinance to amend the Charter of the City of Holly Springs, Section 5.02 – Regular Elections to Reapportion the City Council Wards by establishing new ward boundaries. Councilman Wilbur seconded the motion. Motion carried 3-0.

Councilwoman Phillips made a motion to approve PCO #8 from Vertical Earth in an amount not to exceed \$33,350. Councilman Wilbur seconded the motion. Motion carried 3-0.

Councilman Wilbur made a motion to adjourn. Councilwoman Phillips seconded the motion. Motion carried 3-0.

City of Holly Springs
City Council Work Session Meeting Minutes
July 18, 2022

Elected Officials Present: Mayor Steven W. Miller, Councilman Kevin Moore, Councilwoman Dee Phillips, Councilman Kyle Whitaker, and Mayor Pro Tem Michael Roy Zenchuk II.

Elected Officials Absent: Councilman Jeff Wilbur.

Staff Present: City Attorney Robert M. Dyer, City Manager Robert H. Logan, City Clerk Karen Norred, Chief Tommy Keheley, Deputy Chief Greg Clyburn, and Finance Director Denise Lamazares, Communications & External Affairs Director Erin Honea, Information Technology Manager/Facilities Manager Ron Carter.

Mayor Miller called the Work Session to order.

Mayor Pro Tem Zenchuk made a motion to adjourn. Councilwoman Phillips seconded the motion. Motion carried 4-0.

Mayor Pro Tem Zenchuk made a motion to reopen the Work Session. Councilman Whitaker seconded the motion. Motion carried 4-0.

Mayor Pro Tem Zenchuk made a motion to adjourn and enter into Executive Session for the purpose of Real Estate. Councilwoman Phillips seconded the motion. Motion carried 4-0.

Meeting adjourned.

City of Holly Springs
City Council Business Meeting Minutes
July 18, 2022

Elected Officials Present: Mayor Steven W. Miller, Councilman Kevin Moore, Councilwoman Dee Phillips, Councilman Kyle Whitaker, and Mayor Pro Tem Michael Roy Zenchuk II.

Elected Officials Absent: Councilman Jeff Wilbur.

Staff Present: City Attorney Robert M. Dyer, City Manager Robert H. Logan, City Clerk Karen Norred, Chief Tommy Keheley, Deputy Chief Greg Clyburn, and Finance Director Denise Lamazares, Communications & External Affairs Director Erin Honea, Information Technology Manager/Facilities Manager Ron Carter.

Mayor Miller called the Business Meeting to order.

Mayor Miller led the Pledge of Allegiance. Mayor Pro Tem Zenchuk gave the invocation.

Tree Commission Member, Pamela Shurmantine, recognized the July Yard of the Month recipients, Charles & Brandi Carmichael.

Councilman Whitaker made a motion to add Items 4-14 to the Consent Agenda. Councilman Moore seconded the motion. Motion carried 4-0.

Consent Agenda

1. May 2, 2022 Work Session and Special Called Meeting Minutes
2. May 16, 2022 Work Session and Business Meeting Minutes
3. Quote #005505555 V1 from InterDev, LLC in an amount not to exceed \$16,490 with monthly recurring expenses not to exceed \$800
4. An ordinance to amend the Charter of the City of Holly Springs, Section 5.02 – Regular Elections to Reapportion the City Council Wards by establishing new ward boundaries
5. A Trademark Sublicense Agreement between the Georgia Main Street and the City of Holly Springs, Georgia and authorize the Communications & External Affairs Director to execute the agreement
6. An amendment to the Holly Springs Police Department Operations Manual to include Section 20.10 Rapid Identification Policy
7. A quote from Douglas Outdoors, LLC for 825 Durham Court in an amount not to exceed \$1,700
8. A quote from Douglas Outdoors, LLC for 810 White Oak in an amount not to exceed \$2,706

9. A quote from Douglas Outdoors, LLC for 452 Argonne Terrace in an amount not to exceed \$4,950
10. A quote from Douglas Outdoors, LLC for 446 Argonne Terrace in an amount not to exceed \$4,075
11. Invoice #0017 (amended) from Dawsonville Bluffs, LLC for stream mitigation credits for the Holly Springs Parkway Widening Project Phases I, II, and III in an amount not to exceed \$663,300
12. A proposal from TJ Shell in an amount not to exceed \$1,125
13. The proposed Special Purpose Local Option Sales Tax (SPLOST) VI 2024-2030 City of Holly Springs Project List
14. An Intergovernmental Sales Tax Agreement among Cherokee County, Georgia, the City of Ball Ground, the City of Canton, the City of Holly Springs, the City of Mountain Park, the City of Nelson, the City of Waleska, and the City of Woodstock and authorize the Mayor to execute the agreement upon approval of the City Attorney

Councilman Whitaker made a motion to approve the July 18, 2022 Consent Agenda. Councilwoman Phillips seconded the motion. Motion carried 4-0.

Finance Director Denise Lamazares announced that the June finance report was in the packet.

Mayor Pro Tem Zenchuk made a motion to adjourn. Councilwoman Phillips seconded the motion. Motion carried 4-0.

Meeting adjourned.

Respectfully Submitted.

Steven W. Miller, Mayor

Attest:

Karen Norred, City Clerk
(Seal)

AN ORDINANCE OF THE MAYOR AND COUNCIL OF THE CITY OF HOLLY SPRINGS, GEORGIA, TO SET THE 2022 AD VALOREM TAX RATE OF THE CITY OF HOLLY SPRINGS, GEORGIA FOR THE FISCAL YEAR COMMENCING JANUARY 1, 2023, AND ENDING DECEMBER 31, 2023; AND FOR OTHER PURPOSES

Be it Ordained and Established by the Mayor and City Council of the City of Holly Springs, Georgia as follows:

Section 1. The 2022 ad valorem tax rate for the City of Holly Springs, Georgia on property subject to ad valorem taxation by the City is hereby set at 3.841 mills on forty percent (40%) of each \$1,000 of property subject to ad valorem tax by the City.

Section 2. Said rate of 3.841 mills on forty percent (40%) of each \$1,000 of taxable property is hereby levied for General Government purposes.

Section 3. All ordinances and parts of ordinances in conflict herewith are hereby repealed.

SO ORDAINED this 15th day of August 2022.

CITY OF HOLLY SPRINGS

Steven W. Miller, Mayor

Attest:

Karen Norred, City Clerk
(Seal)

AXON TASER + BWC BUNDLE (CORE+) 5 YEAR QUOTE SUMMARY

Holly Springs Police Department

Axon Enterprise, Inc.
17800 North 85th Street
Scottsdale, AZ 85255

Main Contact:

Axon:
Rob Marangelo
(480)-613-7726
rmarangelo@axon.com



Axon's Core+ package bundles hardware, software, accessories, training programs, equipment refreshes, and warranties together, to help equip your officers with the solutions they need to stay safe.

Holly Springs Police Department and Axon Enterprise, Inc. (Axon) will be partnering to deliver a Conducted Electrical Weapon (CEW) and Body Worn Camera (BWC) program at a cost of **\$393,608.04** over 5 years. The unbundled price of the 5 year program would be **\$485,510**. Our goal is to deliver predictable annual spend, and the best technology in order to reduce your agency's liability while increasing your agency's efficiency and most importantly, safety.

Axon represents the entire network of devices, applications, and people that is revolutionizing public safety around the world. Our mission is to protect life. Our technologies give law enforcement the confidence, focus, and time they need to keep their communities safe. Today, our CEWs are in use in more than 18,000 agencies globally and our other Axon family of products are in use by more than 6,000 agencies. Our suite of connected products from body cameras to evidence management, has given police agencies the flexibility and the versatility to operate with increased transparency and efficiency.

Timeline:

Typical implementation for the entire solution once the quote is signed is about 2 months.

Next Steps:

Paperwork we need the agency to sign:

- Quote

A message from our CEO and founder Rick Smith

WHERE DO WE GO FROM HERE?

<https://www.axon.com/news/where-do-we-go-from-here>

The solution created for the Holly Springs Police Department includes:

Hardware:

- (37) Axon Body 3 Cameras
- (41) Magnet Mounts
- (4) 8-Bay Docks for Charging and Evidence Offload with associated wall mounts
- (41) USB-C Cables for Alternative Charging Method
- (37) Signal Sidearm Units
 - (74) Signal Sidearm Batteries
- (40) TASER 7
- (1) TASER 7 Charging Docks with associated wall mounts
- (39) TASER 7 Right-Handed BlackHawk Holsters with Cartridge Carrier
- (1) TASER 7 Left-Handed BlackHawk Holsters with Cartridge Carrier
- (1) Halt Suit
- (1) TASER 7 Conductive Ruggedized Target with Frame
- TASER 7 Cartridges
- Spare Hardware:
 - (1) Axon Body 3 Camera
 - (1) TASER 7

Software

Complete your case with a powerful case management experience, including bulk actions, access controls, and automated suggestions. And save time with efficiency tools like redaction studio, streamlined categorizing, tagging, and case building.

- (37) Professional Evidence.com Licenses
 - Multi-Cam Playback, Redaction Studio, and Device Analytics for Every User
 - Unlimited Storage for Every User in Evidence.com
- (5) Basic Evidence.com Licenses
 - Axon Capture Mobile Application, Axon View App, Evidence.com Retention Policies, Axon Device Manager, etc.
- (42) Respond+ Licenses for GPS Location and Livestreaming of Cameras while Actively Recording as well as Priority Evidence Offloading with 4G LTE in the Field
- (37) Auto Tagging License

Warranties and Equipment Refresh:

Automatic refresh every 2.5 years for Body Cameras. Minimizing the chance that an officer goes on duty without a camera, includes on-site spare units, as well as an extended warranty at no additional cost through the life of the agreement. Not only protecting your agency today but ensuring it will stay protected in the future.

- Technology Assurance Plan (TAP)
 - 5 Year “No Questions Asked” Warranty on All Body Worn Cameras and Docks
 - (37) of the Latest Cameras at Year 2.5 and Year 5
 - All New BWC Docking Stations with Each Camera Refresh
- (2) Close Quarters Hook and Loop Cartridges (HALT) in Year 1 and 3 for Each User
- (2) Stand-Off Hook and Loop Cartridges (HALT) in Year 1 and 3 for Each User
- Unlimited Duty Cartridge Replenishments
- All necessary Re-Certification Cartridges are sent to Agency on an Annual Basis

Axon Professional Services:

Axon's Professional Services help introduce our technologies to agencies with the right training and implementation support.

- Axon Starter
 - In Person Configuration of Evidence.com and all Devices and Docks
 - System Administrator and End User Training
- Installation of Auto Tagging Licenses
- TASER 7 Instructor Course Vouchers

Program Products & Features:**Axon Body 3**

Axon Body 3 isn't just a camera: it's a rugged communications beacon front-and-center on every call. Featuring our new Axon Aware technology and an LTE connection that enables real-time features like GPS; Body 3 empowers officers with more support in the moment. Coupled with enhanced low-light performance and reduced motion blur, that means clearer evidence in the now, more efficient AI-powered processes after the fact, and most importantly, safer communities in the long run.

What is TAP?

The Technology Assurance Plan (TAP) is a service plan that combines warranty coverage on your Axon body cameras with automatic refresh units every 2.5 years. Minimizing the chance that an officer goes on duty without a camera, TAP includes on-site spare units, as well as an extended warranty at no additional cost through the life of the agreement. TAP not only protects your agency today—it ensures it will stay protected in the future.

Evidence.com

Axon Evidence is a scalable, cloud-based system that consolidates all of your digital files, making them easy to manage, access, and share. Now you can also know your evidence is securely stored in Microsoft Azure's Government cloud, and that any activity is captured in audit trails to ensure chain of custody and evidence authenticity.

Axon Respond+

Axon Respond+ is a real-time operations platform which integrates real-time situational awareness and unified communications within a modern incident management solution. Harnessing data from sensors in the field, public safety agencies are empowered to know before it's voiced and rapidly coordinate responses with a unified communications platform. This drives faster response times, safer officers and communities as well as the optimal deployment of limited resources.

Axon Signal Sidearm

The Core+ package includes Axon Signal Sidearm – a smart sensor that attaches to an officer's holster. The Signal Sidearm sensor uses Axon Signal technology to trigger Axon body-worn cameras within range to start recording automatically when an officer's weapon is drawn.

Auto Tagging

Auto-tagging takes information from your computer-aided dispatch and records management system and ties it to your videos on Axon Evidence. Auto-tagging automatically tags incident ID, category, location and other tags to videos automatically. It avoids the misspellings and incomplete information of manual entry. Auto-tagging requires minimal involvement from agency IT staff and no need to involve CAD or RMS providers. Having this feature saves about \$200 per officer per month in productivity costs.

TASER 7

Our continued dedication to the TASER CEW, successful endeavors into other areas of connected law enforcement technologies, and close partnerships with thousands of agencies have all informed the development of TASER 7 – the most effective and intelligent TASER CEW yet. TASER 7 is designed to give officers the confidence to de-escalate dangerous situations with new components, technology, and features that include:

- Redesigned darts with Smart Probes improve accuracy, increase target retention, and improve attainment.
- Two cartridge types – Close Quarter Cartridges and Standoff Cartridges – provide different angles of separation to achieve optimal probe spreads at varying distances.
- Revamped Adaptive Cross Connect technology uses an advanced algorithm to deliver the pulse from the TASER 7 most effectively.
- New Rapid Arc technology achieves more effective full-body lockup.
- The high-visibility green top laser enables better daytime targeting.
- A louder warning arc serves as an additional deterrent for noncompliant behavior.

Axon estimates the improvements in probe spread and clothing compression may decrease ineffective deployments by 50,000 each year. More effective deployments equate to reduced risk for an agency and confidence for end-users.

TASER 7 features wireless connectivity to Axon applications. This connectivity improves and automates workflows, so officers can focus on policing. The platform uses removable, rechargeable batteries and utilizes a “Dock and Walk” workflow, similar to that used by Axon body-worn cameras. The platform has improved armory and administrative functions with Evidence.com and Axon Device Manager through a connected mobile application, allowing agencies to more easily manage device assignments, plus better search functionality and device status reporting to assist with inventory management and tracking.

Increased connectivity makes the TASER system faster and more efficient. These elegant automations can help reduce the administrative time devoted to an agency’s TASER program by as much as 75%.

Professional Services

Axon’s Starter Package will help introduce our technologies to your agency with the right training and implementation support. The Professional Services team will assist in the hardware and software setup your new Axon Body Worn Camera program.

The Axon Customer Success Manager

Whenever you purchase an Axon product, we want to ensure that it’s easy to use and providing value to your agency. That’s why we assign our customers a single point of contact to ensure you always have the tools and information you need.



Axon Enterprise, Inc.
17800 N 85th St.
Scottsdale, Arizona 85255
United States
VAT: 86-0741227
Domestic: (800) 978-2737
International: +1.800.978.2737

Q-398493-44777.736RM

Issued: 08/04/2022

Quote Expiration: 08/31/2022

Estimated Contract Start Date: 11/01/2022

Account Number: 467122

Payment Terms: N30

Delivery Method: Fedex - Ground

SHIP TO	BILL TO
Holly Springs Police Dept. - GA 3235 Holly Springs Pkwy Canton, GA 30115-7418 USA	Holly Springs Police Dept. - GA 3235 Holly Springs Pkwy Canton, GA 30115-7418 USA Email:

SALES REPRESENTATIVE	PRIMARY CONTACT
Rob Marangelo Phone: Email: rmarangelo@axon.com Fax:	Greg Clyburn Phone: (770) 345-5537 Email: gclyburn@hollyspringsga.us Fax:

Quote Summary

Program Length	60 Months
TOTAL COST	\$393,608.04
ESTIMATED TOTAL W/ TAX	\$393,608.04

Discount Summary

Average Savings Per Year	\$25,987.06
TOTAL SAVINGS	\$129,935.31

Payment Summary

Date	Subtotal	Tax	Total
Oct 2022	\$78,721.68	\$0.00	\$78,721.68
Oct 2023	\$78,721.59	\$0.00	\$78,721.59
Oct 2024	\$78,721.59	\$0.00	\$78,721.59
Oct 2025	\$78,721.59	\$0.00	\$78,721.59
Oct 2026	\$78,721.59	\$0.00	\$78,721.59
Total	\$393,608.04	\$0.00	\$393,608.04

Quote Unbundled Price:	\$523,543.35
Quote List Price:	\$409,350.75
Quote Subtotal:	\$393,608.04

Pricing

All deliverables are detailed in Delivery Schedules section lower in proposal

Item	Description	Qty	Term	Unbundled	List Price	Net Price	Subtotal	Tax	Total
Program									
100552	TRANSFER CREDIT - GOODS	1			\$1.00	(\$8,000.00)	(\$8,000.00)	\$0.00	(\$8,000.00)
T7Cert	2021 Taser 7 Certification Bundle	3	60	\$73.05	\$60.00	\$60.00	\$10,800.00	\$0.00	\$10,800.00
Core+	2021 Core+	37	60	\$209.38	\$159.00	\$159.00	\$352,980.00	\$0.00	\$352,980.00
A la Carte Hardware									
20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1			\$789.75	\$0.00	\$0.00	\$0.00	\$0.00
A la Carte Software									
73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	60		\$14.00	\$14.00	\$31,080.00	\$0.00	\$31,080.00
73680	RESPOND DEVICE PLUS LICENSE	5	60		\$19.00	\$1.67	\$500.00	\$0.00	\$500.00
BasicLicense	Basic License Bundle	5	60		\$15.00	\$11.67	\$3,500.00	\$0.00	\$3,500.00
A la Carte Services									
20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2			\$375.00	\$0.00	\$0.00	\$0.00	\$0.00
85144	AXON STARTER	1			\$2,750.00	\$2,748.04	\$2,748.04	\$0.00	\$2,748.04
Total							\$393,608.04	\$0.00	\$393,608.04

Delivery Schedule

Hardware

Bundle	Item	Description	QTY	Estimated Delivery Date
2021 Core+	11534	USB-C to USB-A CABLE FOR AB3 OR FLEX 2	41	10/01/2022
2021 Core+	20008	TASER 7 HANDLE, YLW, HIGH VISIBILITY (GREEN LASER), CLASS 3R	37	10/01/2022
2021 Core+	20008	TASER 7 HANDLE, YLW, HIGH VISIBILITY (GREEN LASER), CLASS 3R	1	10/01/2022
2021 Core+	20018	TASER 7 BATTERY PACK, TACTICAL	44	10/01/2022
2021 Core+	20062	TASER 7 HOLSTER - BLACKHAWK, RIGHT HAND	37	10/01/2022
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	111	10/01/2022
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	74	10/01/2022
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	111	10/01/2022
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	74	10/01/2022
2021 Core+	22177	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, STANDOFF NS	74	10/01/2022
2021 Core+	22178	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, CLOSE QUART NS	74	10/01/2022
2021 Core+	22179	TASER 7 INERT CARTRIDGE, STANDOFF (3.5-DEGREE) NS	37	10/01/2022
2021 Core+	22181	TASER 7 INERT CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	37	10/01/2022
2021 Core+	70033	WALL MOUNT BRACKET, ASSY, EVIDENCE.COM DOCK	1	10/01/2022
2021 Core+	71019	NORTH AMER POWER CORD FOR AB3 8-BAY, AB2 1-BAY / 6-BAY DOCK	1	10/01/2022
2021 Core+	71019	NORTH AMER POWER CORD FOR AB3 8-BAY, AB2 1-BAY / 6-BAY DOCK	4	10/01/2022
2021 Core+	71044	BATTERY, SIGNAL SIDEARM, CR2430 SINGLE PACK	74	10/01/2022
2021 Core+	73202	AXON BODY 3 - NA10 - US - BLK - RAPIDLOCK	37	10/01/2022
2021 Core+	73202	AXON BODY 3 - NA10 - US - BLK - RAPIDLOCK	1	10/01/2022
2021 Core+	74020	MAGNET MOUNT, FLEXIBLE, AXON RAPIDLOCK	41	10/01/2022
2021 Core+	74200	TASER 7 6-BAY DOCK AND CORE	1	10/01/2022
2021 Core+	74210	AXON BODY 3 - 8 BAY DOCK	4	10/01/2022
2021 Core+	75015	SIGNAL SIDEARM KIT	37	10/01/2022
2021 Core+	80087	TASER 7 TARGET, CONDUCTIVE, PROFESSIONAL (RUGGEDIZED)	1	10/01/2022
2021 Core+	80090	TARGET FRAME, PROFESSIONAL, 27.5 IN. X 75 IN., TASER 7	1	10/01/2022
2021 Taser 7 Certification Bundle	20008	TASER 7 HANDLE, YLW, HIGH VISIBILITY (GREEN LASER), CLASS 3R	3	10/01/2022
2021 Taser 7 Certification Bundle	20018	TASER 7 BATTERY PACK, TACTICAL	3	10/01/2022
2021 Taser 7 Certification Bundle	20062	TASER 7 HOLSTER - BLACKHAWK, RIGHT HAND	2	10/01/2022
2021 Taser 7 Certification Bundle	20067	TASER 7 HOLSTER - BLACKHAWK, LEFT HAND	1	10/01/2022
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	9	10/01/2022
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	6	10/01/2022
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	9	10/01/2022
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	6	10/01/2022
2021 Taser 7 Certification Bundle	22177	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, STANDOFF NS	6	10/01/2022
2021 Taser 7 Certification Bundle	22178	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, CLOSE QUART NS	6	10/01/2022
2021 Taser 7 Certification Bundle	22179	TASER 7 INERT CARTRIDGE, STANDOFF (3.5-DEGREE) NS	3	10/01/2022
2021 Taser 7 Certification Bundle	22181	TASER 7 INERT CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	3	10/01/2022
2021 Taser 7 Certification Bundle	80087	TASER 7 TARGET, CONDUCTIVE, PROFESSIONAL (RUGGEDIZED)	1	10/01/2022
2021 Taser 7 Certification Bundle	80090	TARGET FRAME, PROFESSIONAL, 27.5 IN. X 75 IN., TASER 7	1	10/01/2022
A la Carte	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	10/01/2022
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	74	10/01/2023
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	74	10/01/2023
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	6	10/01/2023

Hardware

Bundle	Item	Description	QTY	Estimated Delivery Date
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	6	10/01/2023
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	74	10/01/2024
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	74	10/01/2024
2021 Core+	22177	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, STANDOFF NS	74	10/01/2024
2021 Core+	22178	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, CLOSE QUART NS	74	10/01/2024
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	6	10/01/2024
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	6	10/01/2024
2021 Taser 7 Certification Bundle	22177	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, STANDOFF NS	6	10/01/2024
2021 Taser 7 Certification Bundle	22178	TASER 7 HOOK-AND-LOOP TRN (HALT) CARTRIDGE, CLOSE QUART NS	6	10/01/2024
2021 Core+	73309	AXON CAMERA REFRESH ONE	38	04/01/2025
2021 Core+	73689	MULTI-BAY BWC DOCK 1ST REFRESH	4	04/01/2025
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	74	10/01/2025
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	74	10/01/2025
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	6	10/01/2025
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	6	10/01/2025
2021 Core+	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	74	10/01/2026
2021 Core+	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	74	10/01/2026
2021 Taser 7 Certification Bundle	22175	TASER 7 LIVE CARTRIDGE, STANDOFF (3.5-DEGREE) NS	6	10/01/2026
2021 Taser 7 Certification Bundle	22176	TASER 7 LIVE CARTRIDGE, CLOSE QUARTERS (12-DEGREE) NS	6	10/01/2026
2021 Core+	73310	AXON CAMERA REFRESH TWO	38	10/01/2027
2021 Core+	73688	MULTI-BAY BWC DOCK 2ND REFRESH	4	10/01/2027

Software

Bundle	Item	Description	QTY	Estimated Start Date	Estimated End Date
2021 Core+	20248	TASER 7 EVIDENCE.COM LICENSE	37	11/01/2022	10/31/2027
2021 Core+	20248	TASER 7 EVIDENCE.COM LICENSE	1	11/01/2022	10/31/2027
2021 Core+	73449	RESPOND DEVICE LICENSE	37	11/01/2022	10/31/2027
2021 Core+	73682	AUTO TAGGING LICENSE	37	11/01/2022	10/31/2027
2021 Core+	73683	10 GB EVIDENCE.COM A-LA-CART STORAGE-	111	11/01/2022	10/31/2027
2021 Core+	73686	EVIDENCE.COM UNLIMITED AXON DEVICE STORAGE	37	11/01/2022	10/31/2027
2021 Core+	73746	PROFESSIONAL EVIDENCE.COM LICENSE	37	11/01/2022	10/31/2027
2021 Taser 7 Certification Bundle	20248	TASER 7 EVIDENCE.COM LICENSE	3	11/01/2022	10/31/2027
2021 Taser 7 Certification Bundle	20248	TASER 7 EVIDENCE.COM LICENSE	1	11/01/2022	10/31/2027
Basic License Bundle	73683	10 GB EVIDENCE.COM A-LA-CART STORAGE-	5	11/01/2022	10/31/2027
Basic License Bundle	73840	EVIDENCE.COM BASIC LICENSE	5	11/01/2022	10/31/2027
A la Carte	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	11/01/2022	10/31/2027
A la Carte	73680	RESPOND DEVICE PLUS LICENSE	5	11/01/2022	10/31/2027

Services

Bundle	Item	Description	QTY
2021 Core+	79999	AUTO TAGGING / PERFORMANCE IMPLEMENTATION SERVICE	1
A la Carte	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2
A la Carte	85144	AXON STARTER	1

Warranties

Bundle	Item	Description	QTY	Estimated Start Date	Estimated End Date
2021 Core+	80464	EXT WARRANTY, CAMERA (TAP)	37	11/01/2022	10/31/2027
2021 Core+	80464	EXT WARRANTY, CAMERA (TAP)	1	11/01/2022	10/31/2027
2021 Core+	80465	EXT WARRANTY, MULTI-BAY DOCK (TAP)	4	11/01/2022	10/31/2027
2021 Core+	80374	EXT WARRANTY, TASER 7 BATTERY PACK	44	10/01/2023	10/31/2027
2021 Core+	80395	EXT WARRANTY, TASER 7 HANDLE	37	10/01/2023	10/31/2027
2021 Core+	80395	EXT WARRANTY, TASER 7 HANDLE	1	10/01/2023	10/31/2027
2021 Core+	80396	EXT WARRANTY, TASER 7 SIX BAY DOCK	1	10/01/2023	10/31/2027
2021 Taser 7 Certification Bundle	80374	EXT WARRANTY, TASER 7 BATTERY PACK	3	10/01/2023	10/31/2027
2021 Taser 7 Certification Bundle	80395	EXT WARRANTY, TASER 7 HANDLE	3	10/01/2023	10/31/2027

Payment Details

Oct 2022

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 1	100552	TRANSFER CREDIT - GOODS	1	(\$1,600.00)	\$0.00	(\$1,600.00)
Year 1	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	\$0.00	\$0.00	\$0.00
Year 1	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2	\$0.00	\$0.00	\$0.00
Year 1	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	\$6,216.00	\$0.00	\$6,216.00
Year 1	73680	RESPOND DEVICE PLUS LICENSE	5	\$100.00	\$0.00	\$100.00
Year 1	85144	AXON STARTER	1	\$549.60	\$0.00	\$549.60
Year 1	BasicLicense	Basic License Bundle	5	\$700.00	\$0.00	\$700.00
Year 1	Core+	2021 Core+	37	\$70,596.12	\$0.00	\$70,596.12
Year 1	T7Cert	2021 Taser 7 Certification Bundle	3	\$2,159.96	\$0.00	\$2,159.96
Total				\$78,721.68	\$0.00	\$78,721.68

Oct 2023

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 2	100552	TRANSFER CREDIT - GOODS	1	(\$1,600.00)	\$0.00	(\$1,600.00)
Year 2	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	\$0.00	\$0.00	\$0.00
Year 2	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2	\$0.00	\$0.00	\$0.00
Year 2	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	\$6,216.00	\$0.00	\$6,216.00
Year 2	73680	RESPOND DEVICE PLUS LICENSE	5	\$100.00	\$0.00	\$100.00
Year 2	85144	AXON STARTER	1	\$549.61	\$0.00	\$549.61
Year 2	BasicLicense	Basic License Bundle	5	\$700.00	\$0.00	\$700.00
Year 2	Core+	2021 Core+	37	\$70,595.97	\$0.00	\$70,595.97
Year 2	T7Cert	2021 Taser 7 Certification Bundle	3	\$2,160.01	\$0.00	\$2,160.01
Total				\$78,721.59	\$0.00	\$78,721.59

Oct 2024

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 3	100552	TRANSFER CREDIT - GOODS	1	(\$1,600.00)	\$0.00	(\$1,600.00)
Year 3	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	\$0.00	\$0.00	\$0.00
Year 3	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2	\$0.00	\$0.00	\$0.00
Year 3	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	\$6,216.00	\$0.00	\$6,216.00
Year 3	73680	RESPOND DEVICE PLUS LICENSE	5	\$100.00	\$0.00	\$100.00
Year 3	85144	AXON STARTER	1	\$549.61	\$0.00	\$549.61
Year 3	BasicLicense	Basic License Bundle	5	\$700.00	\$0.00	\$700.00
Year 3	Core+	2021 Core+	37	\$70,595.97	\$0.00	\$70,595.97
Year 3	T7Cert	2021 Taser 7 Certification Bundle	3	\$2,160.01	\$0.00	\$2,160.01
Total				\$78,721.59	\$0.00	\$78,721.59

Oct 2025

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 4	100552	TRANSFER CREDIT - GOODS	1	(\$1,600.00)	\$0.00	(\$1,600.00)
Year 4	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	\$0.00	\$0.00	\$0.00

Oct 2025						
Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 4	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2	\$0.00	\$0.00	\$0.00
Year 4	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	\$6,216.00	\$0.00	\$6,216.00
Year 4	73680	RESPOND DEVICE PLUS LICENSE	5	\$100.00	\$0.00	\$100.00
Year 4	85144	AXON STARTER	1	\$549.61	\$0.00	\$549.61
Year 4	BasicLicense	Basic License Bundle	5	\$700.00	\$0.00	\$700.00
Year 4	Core+	2021 Core+	37	\$70,595.97	\$0.00	\$70,595.97
Year 4	T7Cert	2021 Taser 7 Certification Bundle	3	\$2,160.01	\$0.00	\$2,160.01
Total				\$78,721.59	\$0.00	\$78,721.59

Oct 2026						
Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 5	100552	TRANSFER CREDIT - GOODS	1	(\$1,600.00)	\$0.00	(\$1,600.00)
Year 5	20050	HOOK-AND-LOOP TRAINING (HALT) SUIT	1	\$0.00	\$0.00	\$0.00
Year 5	20120	TASER 7 INSTRUCTOR COURSE VOUCHER	2	\$0.00	\$0.00	\$0.00
Year 5	73447	RESPOND DEVICE TO RESPOND DEVICE PLUS UPGRADE LICENSE	37	\$6,216.00	\$0.00	\$6,216.00
Year 5	73680	RESPOND DEVICE PLUS LICENSE	5	\$100.00	\$0.00	\$100.00
Year 5	85144	AXON STARTER	1	\$549.61	\$0.00	\$549.61
Year 5	BasicLicense	Basic License Bundle	5	\$700.00	\$0.00	\$700.00
Year 5	Core+	2021 Core+	37	\$70,595.97	\$0.00	\$70,595.97
Year 5	T7Cert	2021 Taser 7 Certification Bundle	3	\$2,160.01	\$0.00	\$2,160.01
Total				\$78,721.59	\$0.00	\$78,721.59

Tax is estimated based on rates applicable at date of quote and subject to change at time of invoicing. If a tax exemption certificate should be applied, please submit prior to invoicing.

Standard Terms and Conditions

Axon Enterprise Inc. Sales Terms and Conditions

Axon Master Services and Purchasing Agreement:

This Quote is limited to and conditional upon your acceptance of the provisions set forth herein and Axon's Master Services and Purchasing Agreement (posted at www.axon.com/legal/sales-terms-and-conditions), as well as the attached Statement of Work (SOW) for Axon Fleet and/or Axon Interview Room purchase, if applicable. In the event you and Axon have entered into a prior agreement to govern all future purchases, that agreement shall govern to the extent it includes the products and services being purchased and does not conflict with the Axon Customer Experience Improvement Program Appendix as described below.

ACEIP:

The Axon Customer Experience Improvement Program Appendix, which includes the sharing of de-identified segments of Agency Content with Axon to develop new products and improve your product experience (posted at www.axon.com/legal/sales-terms-and-conditions), is incorporated herein by reference. By signing below, you agree to the terms of the Axon Customer Experience Improvement Program.

Term Length:

Notwithstanding anything herein to the contrary, this agreement shall comply in all respects with O.C.G.A. § 36-60-13 and terminate absolutely at the close of the calendar or fiscal year in which it was executed and at the close of each succeeding calendar or fiscal year for which it may be renewed as provided herein. The total obligation of Agency for any year hereunder shall not exceed the stated annual cost set forth in the Quote. This Agreement shall automatically renew unless the Agency notifies Axon in writing to terminate the Agreement thirty (30) days prior to the expiration of each subscription year. In the event the Agreement is not renewed at the end of Years 1, 2, 3, and 4, the termination provisions in Section 15.3 of the Agreement shall apply.

Acceptance of Terms:

Any purchase order issued in response to this Quote is subject solely to the above referenced terms and conditions. By signing below, you represent that you are lawfully able to enter into contracts. If you are signing on behalf of an entity (including but not limited to the company, municipality, or government agency for whom you work), you represent to Axon that you have legal authority to bind that entity. If you do not have this authority, please do not sign this Quote.

Signature

Date Signed

8/4/2022

5 YEAR QUOTE SUMMARY – FLEET 3

Holly Springs Police Department

Axon Enterprise, Inc.
17800 North 85th Street
Scottsdale, AZ 85255

Main Contacts:

Rob Marangelo
(480)-613-7726
rmarangelo@axon.com



Axon's Fleet 3 package bundles hardware, software, accessories, equipment refreshes, and warranties together to help equip your officers with the solutions they need to stay safe.

Holly Springs Police Department and Axon Enterprise, Inc. (Axon) will be partnering to deliver an in-car (Fleet) solution for the Holly Springs Police Department. Our goal is to deliver predictable annual spend, and the best technology in order to reduce your agency's liability while increasing your agency's efficiency and most importantly, safety.

Axon represents the entire network of devices, applications, and people that is revolutionizing public safety around the world. Our mission is to protect life. Our technologies give law enforcement the confidence, focus, and time they need to keep their communities safe. Today, our CEWs are in use in more than 18,000 agencies globally and our other Axon family of products are in use by more than 6,000 agencies. Our suite of connected products from body cameras to evidence management, has given police agencies the flexibility and the versatility to operate with increased transparency and efficiency

A message from our CEO and founder Rick Smith

WHERE DO WE GO FROM HERE?

<https://www.axon.com/news/where-do-we-go-from-here>

The solution created for the Holly Springs Police Department includes:

Hardware:

- (29) Fleet 3 Cameras (Front and Back)
- (29) Cradlepoint Routers
- (29) Fleet Router Antennas
- (29) Axon In-Car Signal Units for Automatic Activation of Cameras

Software:

- (29) Fleet View Access Licenses
- (29) ALPR Licenses
- (29) Respond+ Licenses for Livestreaming and GPS Location of Cameras While Actively Recording
- Unlimited Evidence.com Fleet 3 Vehicle Storage for Each Vehicle

Warranties and Equipment Refresh:

- Technology Assurance Plan (TAP)
 - (29) of the Latest Fleet Cameras at Year 5 of the Contract
 - 5 Year "No Questions Asked" Warranty on All Hardware

Axon Professional Services:

- (29) Fleet 3 Installations

Logistical Details: Professional Services schedules up to 8 weeks in advance based on your need.

Next Steps:

Paperwork we need the agency to sign:

- Quote

Program Products & Features:

Fleet 3

Instead of two independent vehicle camera systems for siloed ALPR and evidence capture, why not centralize powerful capabilities into one in-car video system? Meet Fleet 3. Yes, it records the best-quality evidence from its Dual-View Camera. It also gives every vehicle ALPR capabilities, which means 8X more coverage for the same spend as traditional systems. It's a 2-in-1 that will change how you think about in-car solutions, all part of the Axon network.

What is TAP?

The Technology Assurance Plan (TAP) is a service plan that combines warranty coverage on your Axon In-Car cameras with automatically refreshed units at the end of your 5 year contract. Minimizing the chance that an officer goes on duty without a camera. TAP not only protects your agency today—it ensures it will stay protected in the future.

Axon Signal In-Car

Axon Signal In-Car – a smart sensor that can be connected to multiple electronically connected devices in your vehicles (Blue Lights, Gunrack, Front/backdoor, K-9 Cage, Speedometer, etc.). When an inciting incident occurs the Signal technology triggers all Axon body-worn cameras within range to start recording automatically.

Axon ALPR

Axon ALPR – provides coverage of up to three traffic lanes with one camera using 4k resolution. Features configurable MDC alerts to help officers get notified about important plates without losing focus. (Hot Lists Included: GCIC and NCIC).

Axon Respond+

Axon Respond builds on the active intelligence provided by the Fleet 3 LTE-connected camera. Axon Respond is our latest game-changing technology that brings real-time situational awareness features to our connected devices. Axon Respond also provides critical notifications, including gunshot detection, and map-based location tracking via Evidence.com. These features enable proactive assistance for officers in the field.



Axon Enterprise, Inc.
17800 N 85th St.
Scottsdale, Arizona 85255
United States
VAT: 86-0741227
Domestic: (800) 978-2737
International: +1.800.978.2737

Q-405117-44777.739RM

Issued: 08/04/2022

Quote Expiration: 08/31/2022

Estimated Contract Start Date: 11/01/2023

Account Number: 467122

Payment Terms: N30

Delivery Method:

SHIP TO	BILL TO
Holly Springs Police Dept. - GA 3235 Holly Springs Pkwy Canton, GA 30115-7418 USA	Holly Springs Police Dept. - GA 3235 Holly Springs Pkwy Canton, GA 30115-7418 USA Email:

SALES REPRESENTATIVE	PRIMARY CONTACT
Rob Marangelo Phone: Email: rmarangelo@axon.com Fax:	Greg Clyburn Phone: (770) 345-5537 Email: gclyburn@hollyspringsga.us Fax:

Quote Summary

Program Length	60 Months
TOTAL COST	\$361,920.00
ESTIMATED TOTAL W/ TAX	\$361,920.00

Discount Summary

Average Savings Per Year	\$19,766.40
TOTAL SAVINGS	\$98,832.00

Payment Summary

Date	Subtotal	Tax	Total
Oct 2023	\$72,383.96	\$0.00	\$72,383.96
Oct 2024	\$72,384.01	\$0.00	\$72,384.01
Oct 2025	\$72,384.01	\$0.00	\$72,384.01
Oct 2026	\$72,384.01	\$0.00	\$72,384.01
Oct 2027	\$72,384.01	\$0.00	\$72,384.01
Total	\$361,920.00	\$0.00	\$361,920.00

Quote Unbundled Price:	\$460,752.00
Quote List Price:	\$361,920.00
Quote Subtotal:	\$361,920.00

Pricing

All deliverables are detailed in Delivery Schedules section lower in proposal

Item	Description	Qty	Term	Unbundled	List Price	Net Price	Subtotal	Tax	Total
Program									
Fleet3A	Fleet 3 Advanced	29	60	\$264.80	\$208.00	\$208.00	\$361,920.00	\$0.00	\$361,920.00
Total							\$361,920.00	\$0.00	\$361,920.00

Delivery Schedule

Hardware

Bundle	Item	Description	QTY	Estimated Delivery Date
Fleet 3 Advanced	11634	CRADLEPOINT IBR900-1200M-B-NPS+5YR NETCLOUD	29	10/01/2023
Fleet 3 Advanced	70112	AXON SIGNAL UNIT	29	10/01/2023
Fleet 3 Advanced	71200	FLEET ANT, AIRGAIN, 5-IN-1, 2LTE, 2WIFI, 1GNSS, BL	29	10/01/2023
Fleet 3 Advanced	72034	FLEET SIM INSERTION, VZW	29	10/01/2023
Fleet 3 Advanced	72036	FLEET 3 STANDARD 2 CAMERA KIT	29	10/01/2023
Fleet 3 Advanced	72040	FLEET REFRESH, 2 CAMERA KIT	29	10/01/2028

Software

Bundle	Item	Description	QTY	Estimated Start Date	Estimated End Date
Fleet 3 Advanced	80400	FLEET, VEHICLE LICENSE	29	11/01/2023	10/31/2028
Fleet 3 Advanced	80401	FLEET 3, ALPR LICENSE, 1 CAMERA	29	11/01/2023	10/31/2028
Fleet 3 Advanced	80402	RESPOND DEVICE LICENSE - FLEET 3	29	11/01/2023	10/31/2028
Fleet 3 Advanced	80410	FLEET, UNLIMITED STORAGE, 1 CAMERA	58	11/01/2023	10/31/2028

Services

Bundle	Item	Description	QTY
Fleet 3 Advanced	73391	FLEET 3 NEW INSTALLATION (PER VEHICLE)	29

Warranties

Bundle	Item	Description	QTY	Estimated Start Date	Estimated End Date
Fleet 3 Advanced	80379	EXT WARRANTY, AXON SIGNAL UNIT	29	11/01/2023	10/31/2028
Fleet 3 Advanced	80495	EXT WARRANTY, FLEET 3, 2 CAMERA KIT	29	10/01/2024	10/31/2028

Payment Details

Oct 2023

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 1	Fleet3A	Fleet 3 Advanced	29	\$72,383.96	\$0.00	\$72,383.96
Total				\$72,383.96	\$0.00	\$72,383.96

Oct 2024

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 2	Fleet3A	Fleet 3 Advanced	29	\$72,384.01	\$0.00	\$72,384.01
Total				\$72,384.01	\$0.00	\$72,384.01

Oct 2025

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 3	Fleet3A	Fleet 3 Advanced	29	\$72,384.01	\$0.00	\$72,384.01
Total				\$72,384.01	\$0.00	\$72,384.01

Oct 2026

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 4	Fleet3A	Fleet 3 Advanced	29	\$72,384.01	\$0.00	\$72,384.01
Total				\$72,384.01	\$0.00	\$72,384.01

Oct 2027

Invoice Plan	Item	Description	Qty	Subtotal	Tax	Total
Year 5	Fleet3A	Fleet 3 Advanced	29	\$72,384.01	\$0.00	\$72,384.01
Total				\$72,384.01	\$0.00	\$72,384.01

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Standard Terms and Conditions

Axon Enterprise Inc. Sales Terms and Conditions

Axon Master Services and Purchasing Agreement:

This Quote is limited to and conditional upon your acceptance of the provisions set forth herein and Axon's Master Services and Purchasing Agreement (posted at www.axon.com/legal/sales-terms-and-conditions), as well as the attached Statement of Work (SOW) for Axon Fleet and/or Axon Interview Room purchase, if applicable. In the event you and Axon have entered into a prior agreement to govern all future purchases, that agreement shall govern to the extent it includes the products and services being purchased and does not conflict with the Axon Customer Experience Improvement Program Appendix as described below.

ACEIP:

The Axon Customer Experience Improvement Program Appendix, which includes the sharing of de-identified segments of Agency Content with Axon to develop new products and improve your product experience (posted at www.axon.com/legal/sales-terms-and-conditions), is incorporated herein by reference. By signing below, you agree to the terms of the Axon Customer Experience Improvement Program.

Term Length:

Notwithstanding anything herein to the contrary, this agreement shall comply in all respects with O.C.G.A. § 36-60-13 and terminate absolutely at the close of the calendar or fiscal year in which it was executed and at the close of each succeeding calendar or fiscal year for which it may be renewed as provided herein. The total obligation of Agency for any year hereunder shall not exceed the stated annual cost set forth in the Quote. This Agreement shall automatically renew unless the Agency notifies Axon in writing to terminate the Agreement thirty (30) days prior to the expiration of each subscription year. In the event the Agreement is not renewed at the end of Years 1, 2, 3, and 4, the termination provisions in Section 15.3 of the Agreement shall apply.

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Signature

Date Signed

8/4/2022

FLEET STATEMENT OF WORK BETWEEN AXON ENTERPRISE AND AGENCY

Introduction

This Statement of Work ("SOW") has been made and entered into by and between Axon Enterprise, Inc. ("AXON"), and Holly Springs Police Dept. - GA the ("AGENCY") for the purchase of the Axon Fleet in-car video solution ("FLEET") and its supporting information, services and training. (AXON Technical Project Manager/The AXON installer)

Purpose and Intent

AGENCY states, and AXON understands and agrees, that Agency's purpose and intent for entering into this SOW is for the AGENCY to obtain from AXON deliverables, which used solely in conjunction with AGENCY's existing systems and equipment, which AGENCY specifically agrees to purchase or provide pursuant to the terms of this SOW.

This SOW contains the entire agreement between the parties. There are no promises, agreements, conditions, inducements, warranties or understandings, written or oral, expressed or implied, between the parties, other than as set forth or referenced in the SOW.

Acceptance

Upon completion of the services outlined in this SOW, AGENCY will be provided a professional services acceptance form ("Acceptance Form"). AGENCY will sign the Acceptance Form acknowledging that services have been completed in substantial conformance with this SOW and the Agreement. If AGENCY reasonably believes AXON did not complete the professional services in conformance with this SOW, AGENCY must notify AXON in writing of the specific reasons within seven (7) calendar days from delivery of the Acceptance Form. AXON will remedy the issues to conform with this SOW and re-present the Acceptance Form for signature. If AXON does not receive the signed Acceptance Form or written notification of the reasons for rejection within 7 calendar days of the delivery of the Acceptance Form, AGENCY will be deemed to have accepted the services in accordance to this SOW.

Force Majeure

Neither party hereto shall be liable for delays or failure to perform with respect to this SOW due to causes beyond the party's reasonable control and not avoidable by diligence.

Schedule Change

Each party shall notify the other as soon as possible regarding any changes to agreed upon dates and times of Axon Fleet in-car Solution installation-to be performed pursuant of this Statement of Work.

Axon Fleet Deliverables

Typically, within (30) days of receiving this fully executed SOW, an AXON Technical Project Manager will deliver to AGENCY's primary point of contact via electronic media, controlled documentation, guides, instructions and videos followed by available dates for the initial project review and customer readiness validation. Unless otherwise agreed upon by AXON, AGENCY may print and reproduce said documents for use by its employees only.

Security Clearance and Access

Upon AGENCY's request, AXON will provide the AGENCY a list of AXON employees, agents, installers or representatives which require access to the AGENCY's facilities in order to perform Work pursuant of this Statement of Work. AXON will ensure that each employee, agent or representative has been informed or and consented to a criminal background investigation by AGENCY for the purposes of being allowed access to AGENCY's facilities. AGENCY is responsible for providing AXON with all required instructions and documentation accompanying the security background check's requirements.

Training

AXON will provide training applicable to Axon Evidence, Cradlepoint NetCloud Manager and Axon Fleet application in a train-the-trainer style method unless otherwise agreed upon between the AGENCY and AXON.

Local Computer

AGENCY is responsible for providing a mobile data computer (MDC) with the same software, hardware, and configuration that AGENCY personnel will use with the AXON system being installed. AGENCY is responsible for making certain that any and all security settings (port openings, firewall settings, antivirus software, virtual private network, routing, etc.) are made prior to the installation, configuration and testing of the aforementioned deliverables.

Network

AGENCY is responsible for making certain that any and all network(s) route traffic to appropriate endpoints and AXON is not liable for network breach, data interception, or loss of data due to misconfigured firewall settings or virus infection, except to the extent that such virus or infection is caused, in whole or in part, by defects in the deliverables.

Cradlepoint Router

When applicable, AGENCY must provide AXON Installers with temporary administrative access to Cradlepoint's [NetCloud Manager](#) to the extent necessary to perform Work pursuant of this Statement of Work.

Evidence.com

AGENCY must provide AXON Installers with temporary administrative access to Axon Evidence.com to the extent necessary to perform Work pursuant of this SOW.

Wireless Upload System

If purchased by the AGENCY, on such dates and times mutually agreed upon by the parties, AXON will install and configure into AGENCY's existing network a wireless network infrastructure as identified in the AGENCY's binding quote based on conditions of the sale.

VEHICLE INSTALLATION

Preparedness

On such dates and times mutually agreed upon by the parties, the AGENCY will deliver all vehicles to an AXON Installer less weapons and items of evidence. Vehicle(s) will be deemed 'out of service' to the extent necessary to perform Work pursuant of this SOW.

Existing Mobile Video Camera System Removal

On such dates and times mutually agreed upon by the parties, the AGENCY will deliver all vehicles to an AXON Installer which will remove from said vehicles all components of the existing mobile video camera system unless otherwise agreed upon by the AGENCY.

Major components will be salvaged by the AXON Installer for auction by the AGENCY. Wires and cables are not considered expendable and will not be salvaged. Salvaged components will be placed in a designated area by the AGENCY within close proximity of the vehicle in an accessible work space.

Prior to removing the existing mobile video camera systems, it is both the responsibility of the AGENCY and the AXON Installer to test the vehicle's systems' operation to identify and operate, documenting any existing component or system failures and in detail, identify which components of the existing mobile video camera system will be removed by the AXON Installer.

In-Car Hardware/Software Delivery and Installation

On such dates and times mutually agreed upon by the parties, the AGENCY will deliver all vehicles to an AXON Installer, who will install and configure in each vehicle in accordance with the specifications detailed in the system's installation manual and its relevant addendum(s). Applicable in-car hardware will be installed and configured as defined and validated by the AGENCY during the pre-deployment discovery process.

If a specified vehicle is unavailable on the date and time agreed upon by the parties, AGENCY will provide a similar vehicle for the installation process. Delays due to a vehicle, or substitute vehicle, not being available at agreed upon dates and times may result in additional fees to the AGENCY. If the AXON Installer determines that a vehicle is not properly prepared for installation ("Not Fleet Ready"), such as a battery not being properly charged or properly up-fit for in-service, field operations, the issue shall be reported immediately to the AGENCY for resolution and a date and time for the future installation shall be agreed upon by the parties.

Upon completion of installation and configuration, AXON will systematically test all installed and configured in-car hardware and software to ensure that ALL functions of the hardware and software are fully operational and that any deficiencies are corrected unless otherwise agreed upon by the AGENCY, installation, configuration, test and the correct of any deficiencies will be completed in each vehicle accepted for installation.

Prior to installing the Axon Fleet camera systems, it is both the responsibility of the AGENCY and the AXON Installer to test the vehicle's existing systems' operation to identify, document any existing component or vehicle systems' failures. Prior to any vehicle up-fitting the AXON Installer will introduce the system's components, basic functions, integrations and systems overview along with reference to AXON approved, AGENCY manuals, guides, portals and videos. It is both the responsibility of the AGENCY and the AXON Installer to agree on placement of each components, the antenna(s), integration recording trigger sources and customer preferred power, ground and ignition sources prior to permanent or temporary installation of an Axon Fleet camera solution in each vehicle type. Agreed placement will be documented by the AXON Installer.

AXON welcomes up to 5 persons per system operation training session per day, and unless otherwise agreed upon by the AGENCY, the first vehicle will be used for an installation training demonstration. The second vehicle will be used for an assisted installation training demonstration. The installation training session is customary to any AXON Fleet installation service regardless of who performs the continued Axon Fleet system installations.

The customary training session does not 'certify' a non-AXON Installer, customer-employed Installer or customer 3rd party Installer, since the AXON Fleet products does not offer an Installer certification program. Any work performed by non-AXON Installer, customer-employed Installer or customer 3rd party Installer is not warrantied by AXON, and AXON is not liable for any damage to the vehicle and its existing systems and AXON Fleet hardware.

**INTERGOVERNMENTAL AGREEMENT FOR THE
LEASE OF REAL PROPERTY**

STATE OF GEORGIA

COUNTY OF CHEROKEE

“City of Holly Springs Public Works - 956 Univeter Road Parcel”

This INTERGOVERNMENTAL LEASE AGREEMENT (hereinafter “Agreement”) is entered into this ____ day of _____, 2022 by and between CHEROKEE COUNTY, GEORGIA, a political subdivision of the State of Georgia, acting by and through its governing authority, the Cherokee County Board of Commissioners (hereinafter “County”), and the CITY OF HOLLY SPRINGS, GEORGIA, a municipal corporation, acting by and through its governing authority, the Mayor and City of Holly Springs City Council (hereinafter “City”), with both said entities existing under the laws of the State of Georgia (with each entity collectively being referred as “the Parties”).

WHEREAS, County is the owner of certain real property located at 956 Univeter Road Canton, Georgia 30115 consisting of approximately 1.86 acres, with said property being further identified in the records of the Cherokee County, Georgia Tax Assessor’s Office as Tax Parcels 15N13 085 & 15N13 085A (hereinafter “Premises”);

WHEREAS, the Premises is currently vacant land and City desires to lease said Premises from the County in order to utilize Premises for governmental purposes; specifically to locate its Public Works building and operations; and

WHEREAS, Article IX, Section III, Paragraph I of the Constitution of the State of Georgia provides, in pertinent part, that any county, municipality, or other political subdivision of the State of Georgia may contract for any period not exceeding fifty (50) years with each other or with any public agency, public corporation, or public County for joint services, for the provision of services, or for the joint or separate use of facilities or equipment, for such activities, services, or facilities which the county, municipality, or public County is authorized by law to undertake or provide; and

WHEREAS, this Agreement shall be considered an intergovernmental agreement in accordance with the terms Article IX, Section III, Paragraph I of the Constitution of the State of Georgia and shall identify the responsibilities of the Parties hereto; and

NOW, THEREFORE, in consideration of the foregoing recitals, the mutual covenants, promises, agreements, representations and warranties contained in this Agreement, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto do hereby covenant, promise, agree, represent and warrant as follows:

1. Lease of Premises / Lease Rate. For and in consideration of the sum of one dollar (\$1.00) per year, City shall lease from the County the Premises located at 956 Univeter Road Canton, Georgia 30115 consisting of approximately 1.86 acres, with said property being further identified in the records of the Cherokee County, Georgia Tax Assessor's Office as Tax Parcels 15N13 085 & 15N13 085 A (hereinafter "Premises"). Such rent shall be due and payable to the County within five (5) business days of each anniversary of the effective date of this Agreement. In addition, City shall be granted access to the Premises via access easement across a parcel owned by LGCPA Investments and being Tax Parcel 15N13 086. All as depicted on survey dated January 12, 2022 by Martin Surveying and attached hereto as Exhibit "A"
2. Term and Supporting Documentation. This Agreement shall have an effective date of as the date of execution and the initial term of said Agreement shall run for a period of fifty (50) years, unless otherwise terminated as provided herein.
3. Use of Premises / Improvements. During the term of this Agreement, City shall use the Premises for providing governmental services or for functions related to governmental services – Public Works. Should City elect to make any permanent improvements to the Premises, City will permit all plans for improvements and submit all approved improvement plans to the County and receive a written approval from the County prior to any permanent improvements being constructed. Furthermore, City will be responsible for maintaining Premises in a neat and workmanlike manner. City will also be responsible for maintenance of drainage easement between Premises and LGCPA Investments parcel as depicted on drawing and attached hereto as Exhibit "B"

4. Termination. The City is making a substantial investment on the Premises with the construction of a building and associated improvements. During the initial ten (10) years of this Agreement, it may be terminated only by mutual agreement. After the initial ten (10) year period, this Agreement may be terminated by County or City for convenience at any time upon twelve (12) months written notice to the other Party.
5. Maintenance, Repair, and Security. City shall, at its own expense and at all times, maintain the existing Premises in good and safe condition. All maintenance and cleaning of the Premises shall be conducted by the City at the sole cost of the City.
6. Expenses and Utilities. The City will maintain and be responsible for all (if any) existing utilities currently installed/connected to the Premises. In addition, should City desire to have utilities installed on the Premises, such utilities shall be in the name of the City and City shall be responsible for any costs associated with such.
7. Entry and Inspection. City shall permit County or County's agents to enter upon the Premises at reasonable times and upon reasonable notice, for the purpose of inspecting the same.
8. Destruction of or Damage to Premises. If there should be a destruction of or damage to the Premises by fire or otherwise to the extent that the Premises is no longer usable as determined by the Parties, then this Agreement shall cease and come to an end without further obligation or duty of either Party to the other, provided that this Section shall not operate to terminate or waive the indemnification provisions provided for in this Agreement.
9. Indemnification/Current Condition of Premises. City and County shall, to the full extent provided by law, waive, release, relinquish, discharge and agree to indemnify, protect and save harmless the other Party, its officials, officers, and employees from any and all claims, demands, liabilities, losses, costs or expenses, including attorneys' fees, for any loss, damage, liability for any injury, damages, fine, fee, levy, or assessment of any kind

related thereto caused by, growing out of, or otherwise happening in connection with the physical condition of the Premises.

10. Insurance. City shall provide for fire, hazard, and general liability insurance for the Premises. The general liability coverage shall be at commercially reasonable rates to cover the Premises and a copy of said policy(s) shall be provided to the County on an annual basis or as requested.
11. Amendments. This Agreement may be amended at any time by the written, signed consent of all the Parties.
12. Assignment. The Parties shall not assign any obligation it incurs in the Agreement without the written consent of the other Party.
13. Severability. Should any part of this Agreement be invalidated or otherwise rendered null and void, the remainder of this Agreement shall remain in full force and effect.
14. Execution Powers. The undersigned officials are authorized to execute this Agreement on behalf of the Parties, and hereby confirm that such execution has been authorized by resolution or motion of the governing body of the respective Party.
15. Entire Agreement. The parties acknowledge that this Agreement sets forth the entire agreement and understanding between the County and City. The Parties affirm that the only consideration for their agreement to execute, and their execution of the Agreement, are the terms as stated herein, and that there are no other promises or agreement of any kind which have caused them to execute this Agreement. This Agreement and the covenants and conditions contained herein shall be binding upon and in use to the benefit of each of the Parties hereto and their respective successors, assigns and successors in title. The Parties further acknowledge that they fully understand the meaning and intent of this Agreement, including but not limited to its binding effect. The Parties

acknowledge that they have had the benefit of consulting an attorney before executing this Agreement.

16. Descriptive Headings. The titles, captions and paragraph headings are inserted for convenience only and are in no way intended to interpret, define, or limit the scope or content of this Agreement or any provision hereof.
17. Time is of the Essence. Time is of the essence with regard to performance of any services under this Agreement, unless the Parties agree otherwise in writing.
18. Waiver. One party's waiver of the other party's breach of any provision, term, or condition contained in this Agreement, shall not be deemed to be a waiver of such provision, term, or condition or any subsequent breach of the same or any other provision contained in this Agreement unless it is in writing. No waiver or waivers shall serve to establish a course of performance between the Parties contradictory to the terms of this agreement.
19. Force Majeure. Neither Party shall be liable for any loss or damage suffered by the other Party, directly or indirectly, as a result of the first Party's failure to perform, or delay in performing, any of its obligations contained in this Agreement (except any obligations to make payments hereunder), where such failure or delay is caused by circumstances beyond the first Party's control or which makes performance commercially impracticable, including but not limited to fire, flood, storm or other natural disaster, explosion, accident, war, riot, civil disorder, government regulations or restrictions of any kind or any acts of any government, judicial action, power failure, acts of God or other natural circumstances.
20. Choice of Law/Venue. This Agreement shall be governed by the laws of the State of Georgia. The Parties agree that jurisdiction and venue for any dispute arising under this Agreement shall be in any state or federal court of competent jurisdiction located in Cherokee County, Georgia.

21. Exhibits. All exhibits attached to this Agreement are incorporated by reference into and made a part of this Agreement.
22. Rights Cumulative. All rights, powers, and privileges conferred hereunder upon Parties hereto shall be cumulative and not restrictive of those given by law. Nothing contained herein shall impair the right of City or County to exercises it governmental and legislative functions.
23. Notice. All notices, request, demands, and other communications provided for in this Agreement shall be in writing and shall be sent either by first class United States certified mail, return receipt requested, delivered by overnight carrier, or personally delivered to the applicable party at the following addresses:

For County:

Cherokee County, Georgia
ATTN: County Manager
1130 Bluffs Parkway
Canton, Georgia 30114

For City:

City of Holly Springs, Georgia
ATTN: City Manager
P.O. Box 990
Holly Springs, Georgia 30142

[this portion intentionally left blank; signature page to follow]

IN WITNESS WHEREOF, the Parties have caused their duly authorized officers to hereunto set their hands and affix their respective seals as of the day and year first above written.

APPROVED by the Cherokee County Board of Commissioners
this ____ day of _____, 20____.

Signed On Behalf of Cherokee County, Georgia:

By: _____
HARRY B. JOHNSTON, Chairman Date _____

Attest: _____
CHRISTY BLACK, County Clerk Date _____

APPROVED by the City Council of Holly Springs
this ____ day of _____, 20____.

Signed On Behalf of City of Holly Springs, Georgia:

By: _____
STEVEN W. MILLER, Mayor Date _____

Attest: _____
KAREN NORRED, City Clerk Date _____

EXHIBIT “A”

**[INSERT
Ingress-Egress Easement dated 7/22/2022 and recorded in
DB 14810, PG 2789]**

EXHIBIT “B”

**[INSERT
Permanent Drainage Easement dated July 22, 2022 and recorded in
DB 14810, PG 2792]**

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF HOLLY SPRINGS, GEORGIA, TO AMEND THE ADOPTED MUNICIPAL SERVICES MASTER FEE SCHEDULE; TO PROVIDE FOR THE HEALTH, SAFETY, AND WELFARE OF THE GENERAL PUBLIC; TO ESTABLISH THE EFFECTIVE DATE; AND FOR OTHER PURPOSES

WHEREAS, the Mayor and City Council of the City of Holly Springs, Georgia, seek to provide for the health, safety, and welfare of the general public; and

WHEREAS, the Mayor and City Council of the City of Holly Springs, Georgia amend the fee schedule from time to time; and

NOW, THEREFORE, IT IS HEREBY RESOLVED, that the Mayor and City Council of the City of Holly Springs, Georgia, do hereby adopt the amended Municipal Services Master Fee Schedule as attached hereto as Exhibit "A."

IT IS HEREBY FURTHER RESOLVED, by the Mayor and City Council of the City of Holly Springs, Georgia, that the amended Municipal Services Master Fee Schedule attached hereto as Exhibit "A," shall be effective immediately.

This Resolution is adopted this 15th day of August 2022.

CITY OF HOLLY SPRINGS

Steven W. Miller, Mayor

Attest:

Karen Norred, City Clerk
(Seal)

Exhibit "A"

Remove the following:

Municipal Court

Local Legal Code	Category	Local Violation Description	Fee Name	Fine Amount
40-6-15	Rules of the Road	Vehicle registration is suspended, cancelled or revoked	3 rd Offense	\$2,663
40-6-15	Rules of the Road	Vehicle registration is suspended, cancelled or revoked	4 th Offense	\$3,183

ANNEXATION ORDINANCE

An Ordinance to annex property in the City of Holly Springs, Georgia, pursuant to Chapter 36 of Title 36 of the Official Code of Georgia Annotated (O.C.G.A.); to provide an effective date of said annexation and zoning; and for other purposes.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF HOLLY SPRINGS:

The following area contiguous to the City of Holly Springs is hereby annexed and zoned into and is made part of said City:

Section 1

0.2+/- acres, identified as parcel 233 (partial) of tax plat 15N19 of the 15th District of Cherokee County, located off of Highway 140 and more particularly identified by "Exhibit A," the tax plat identifying the subject tract (attached).

Section 2

Upon annexation, this tract shall be placed in Ward Number 3 of the corporate limits of the City of Holly Springs, Georgia.

Section 3

Upon annexation, this tract shall be zoned R-40, Single Family Residential.

Section 4

This ordinance shall become effective on the 1st day September, 2022.

Section 5

The City Clerk of the City of Holly Springs is hereby instructed to send certified copies of this ordinance, along with a map of the area annexed to the Cherokee County Board of Commissioners, as well as, notify the Georgia Department of Community Affairs within thirty (30) days after the effective date of the annexation as set forth in section 3 above.

All ordinances and parts of ordinances in conflict with this ordinance are hereby repealed.

Approved this 15th day of August, 2022, by the Mayor and City Council of the City of Holly Springs, Georgia.

Steven W. Miller, Mayor

Karen Norred, City Clerk

Seal:

A-02-2022 MA-06-2022 Location Map

Holly_Springs_Zoning_2021

ZONING

- AG- Agricultural
- R-80- Estate Residential
- R-40- Single Family Residential Estate
- R-20- Single Family Residential
- RD-20- Single Family and Duplex
- RD-3- Single Family Residential
- PUD- Planned Unit Development
- TND- Traditional Neighborhood Development
- PDR- Planned Development Residential
- HDMFR- High Density Multi-Family Residential
- GC- General Commercial
- NC- Neighborhood Commercial
- OI- Office Institutional
- GV- Governmental
- LI- Light Industrial
- MXD- Mixed Use Overlay

190 95 0 190 Feet



10' Strip to be Annexed

NC

PDR

Avery Landing Way

PDR

PDR

NC

OI

REZONING ORDINANCE

An ordinance to approve an application for rezoning in the City of Holly Springs, Georgia, concerning 0.2+/- acres, identified as tax parcel 233 of tax plat 15N19, Land Lot 101 of the 15th District of Cherokee County, from R-40 Single Family Residential Estate to NC, Neighborhood Commercial; and

WHEREAS, an application was properly submitted to the City of Holly Springs Planning and Zoning Commission by Rising Hills Church, requesting rezoning in the City of Holly Springs, Georgia, concerning 0.2+/- acres, identified as tax parcel 233 of tax plat 15N19, Land Lot 101 of the 15th District of Cherokee County, from R-40 Single Family Residential Estate to NC, Neighborhood Commercial; and

WHEREAS, after balancing the interest of the community in promoting public health, safety, morality, or general welfare against the right of the property owner to unrestricted use of the property,

The Council of the City of Holly Springs hereby ordains that:

Section 1

The application for rezoning in the City of Holly Springs, concerning 0.2+/- acres, identified as tax parcel 233 of tax plat 15N19, Land Lot 101 of the 15th District of Cherokee County, is hereby rezoned from R-40 Single Family Residential Estate to NC, Neighborhood Commercial; and

Section 2

The approval of this application has the following stipulations attached:

1. Lighting shall be environmentally sensitive, with developer making every effort to ensure that lighting is as unobtrusive as possible, utilizing fully-shielded LED lamps in compliance with the International Dark Sky Association, or equivalent organization.
2. All improvements to Highway 140 shall be provided as per determination and recommendation of the Georgia Department of Transportation (GDOT) and the City Engineer.
3. Sidewalks, decorative streetlamps, and curb and gutter shall be installed along the road frontage of Highway 140, as applicable and approved by the Georgia Department of Transportation (GDOT) and shall conform to the design of the Holly Springs LCI Project 0008961, Pedestrian Improvements, as well as, the requirements of the Hickory Road District, as stated in Article 19, Design Guidelines for Model Zoning District.
4. All future development shall follow the design guidelines as outlined in the Holly Springs Zoning Ordinance, Article 19, Design Guidelines for Model Zoning Districts, Hickory Road District as well as, the Holly Springs Development Regulations and the Holly Springs Zoning Ordinance.
5. Owner/developer shall coordinate with the Community Development Director and the City Arborist regarding landscaping and buffers. Additional evergreen vegetation shall be installed within the buffer as approved by the City Arborist.

6. The following uses shall be prohibited on this site:

- a. Adult Entertainment
- b. Auto Laundry/Carwash Establishment
- c. Auto Leasing Establishments
- d. Auto Service Establishments
- e. Automobile Sales-New
- f. Automobile Sales-Used
- g. Amusement parks
- h. Animal hospitals/clinics with outdoor kennels
- i. Boat Sales Facility
- j. Bowling Alley
- k. Cash, Check Cashing, and Pawn Establishments
- l. Cellular phone towers
- m. Emissions Testing Facilities
- n. Gasoline Service Stations
- o. Go-kart, motor bike track
- p. Hotel and Extended Stay Facilities
- q. Membership Club Warehouse
- r. Outdoor Amusement Enterprises
- s. Recreation Park
- t. Tattoo Parlors and Body Piercing Establishments
- u. Tire sales with outdoor storage

Section 3

This ordinance shall become effective September 1, 2022, upon approval by Mayor and City Council.

Section 4

The Community Development Director of the City of Holly Springs, Georgia, is hereby instructed to make any and all appropriate changes to the Official Zoning Map of Holly Springs, necessitated by the action described in Section 1 above; however, said changes to the Official Zoning Map of Holly Springs are effective concurrent with the effective date identified in Section 3 above, whether or not they have been physically made and represented.

All ordinances and parts of ordinances in conflict with this ordinance are hereby repealed.

Adopted the 15th day of August, 2022, by the Mayor and City Council of the City of Holly Springs, Georgia.

CITY OF HOLLY SPRINGS

Steven W. Miller, Mayor

Attest:

Karen Norred, City Clerk
(Seal)



FINANCIAL HIGHLIGHTS
July 31, 2022



Budget Summary
59% of year lapsed

Audited

	2021 Year End Actual	2022 Budget	2022 Year to Date	% Annual Budget
REVENUES BY FUND				
General Fund	10,928,072	10,375,000	2,867,368	27.64%
Operating Grant Fund	135,670	90,000	56,905	63.23%
American Rescue Plan (ARP) Act of 2021	469	5,767,700	2,884,125	50.00%
Parks & Recreation Fund	468,147	407,150	280,964	69.01%
Hotel/Motel Tax Fund	4,945	6,000	2,310	38.49%
Urban Redevelopment Agency	1,169,551	9,375,000	1,705,821	18.20%
SPLOST III Fund	6,039	286,000	2,982	1.04%
SPLOST IV Fund	6	69,000	-	0.00%
SPLOST V Fund	3,002,527	7,950,000	1,768,694	22.25%
Town Center Fund	1,398,696	9,428,400	1,705,821	18.09%
Debt Service Fund	150,374	2,000,000	179,368	8.97%
Stormwater Utility Fund	1,286,476	460,000	19,219	4.18%
Municipal Court Fund	1,098,966	940,500	467,958	49.76%
TOTAL REVENUES - ALL FUNDS	\$ 19,649,937	\$ 47,154,750	\$ 11,941,535	25.32%

EXPENDITURES/EXPENSES BY FUND

General Fund	9,556,789	10,375,000	6,989,958	67.37%
Operating Grant Fund	135,667	90,000	38,878	43.20%
American Rescue Plan (ARP) Act of 2021	-	5,767,700	-	0.00%
Parks & Recreation Fund	194,977	407,150	241,480	59.31%
Hotel/Motel Tax Fund	5,295	6,000	3,945	65.75%
Urban Redevelopment Agency	1,169,551	9,375,000	1,705,821	18.20%
SPLOST III Fund	-	286,000	-	0.00%
SPLOST IV Fund	-	69,000	67,690	0.00%
SPLOST V Fund	1,238,338	7,950,000	2,322,442	29.21%
Town Center Fund	1,796,777	9,428,400	1,548,243	16.42%
Debt Service Fund	1,307,698	2,000,000	566,719	28.34%
Stormwater Utility Fund	335,099	460,000	144,178	31.34%
Municipal Court Fund	1,065,831	940,500	436,957	46.46%
TOTAL EXPENDITURES/ EXPENSES - ALL FUNDS	\$ 16,806,022	\$ 47,154,750	\$ 14,066,311	29.83%



**Comparison to Prior Year
59% of year lapsed**

	7/31/2021 Actual (audited)	2021 Annual Amended Budget	% of Annual Budget	7/31/2022 Actual	2022 Budget	% of Annual Budget
REVENUES BY FUND						
General Fund	3,732,342	10,535,000	35.43%	2,867,368	10,375,000	27.64%
Operating Grant Fund	62,935	125,000	50.35%	56,905	90,000	63.23%
American Rescue Plan (ARP) Act of 2021	2,883,302	2,883,302	0.00%	2,884,125	5,767,700	50.00%
Parks & Recreation Fund	269,888	410,000	65.83%	280,964	407,150	69.01%
Hotel/Motel Tax Fund	2,787	6,000	46.45%	2,310	6,000	38.49%
Urban Redevelopment Agency	414,956	10,756,113	3.86%	1,705,821	9,375,000	18.20%
SPLOST III Fund	75	280,000	0.03%	2,982	286,000	1.04%
SPLOST IV Fund	6	67,800	0.01%	-	69,000	0.00%
SPLOST V Fund	1,588,736	4,000,000	0.00%	1,768,694	7,950,000	22.25%
Town Center Fund	514,973	7,846,945	6.56%	1,705,821	9,428,400	18.09%
Debt Service Fund	373	1,102,952	0.03%	179,368	2,000,000	8.97%
Stormwater Utility Fund	22,490	376,500	5.97%	19,219	460,000	4.18%
Municipal Court Fund	783,333	945,000	0.00%	467,958	940,500	49.76%
TOTAL REVENUES - ALL FUNDS	\$ 10,276,195	\$ 39,334,612	26.13%	\$ 11,941,535	\$ 47,154,750	25.32%
EXPENDITURES/EXPENSES BY FUND						
General Fund	6,482,970	10,535,000	61.54%	6,989,958	10,375,000	67.37%
Operating Grant Fund	99,993	125,000	79.99%	38,878	90,000	43.20%
American Rescue Plan (ARP) Act of 2021	-	2,883,302	0.00%	-	5,767,700	0.00%
Parks & Recreation Fund	89,991	410,000	21.95%	241,480	407,150	59.31%
Hotel/Motel Tax Fund	4,295	6,000	71.58%	3,945	6,000	65.75%
Urban Redevelopment Agency	414,956	10,756,113	3.86%	1,705,821	9,375,000	18.20%
SPLOST III Fund	-	280,000	0.00%	-	286,000	0.00%
SPLOST IV Fund	-	67,800	0.00%	67,690	69,000	98.10%
SPLOST V Fund	727,000	4,000,000	0.00%	2,322,442	7,950,000	29.21%
Town Center Fund	470,230	7,846,945	5.99%	1,548,243	9,428,400	16.42%
Debt Service Fund	1,095,792	1,102,952	99.35%	566,719	2,000,000	28.34%
Stormwater Utility Fund	113,091	376,500	30.04%	144,178	460,000	31.34%
Municipal Court Fund	716,576	945,000	0.00%	436,957	940,500	46.46%
TOTAL EXPENDITURES/ EXPENSES - ALL FUNDS	\$ 10,214,894	\$ 39,334,612	35.76%	\$ 14,066,311	\$ 47,154,750	29.83%

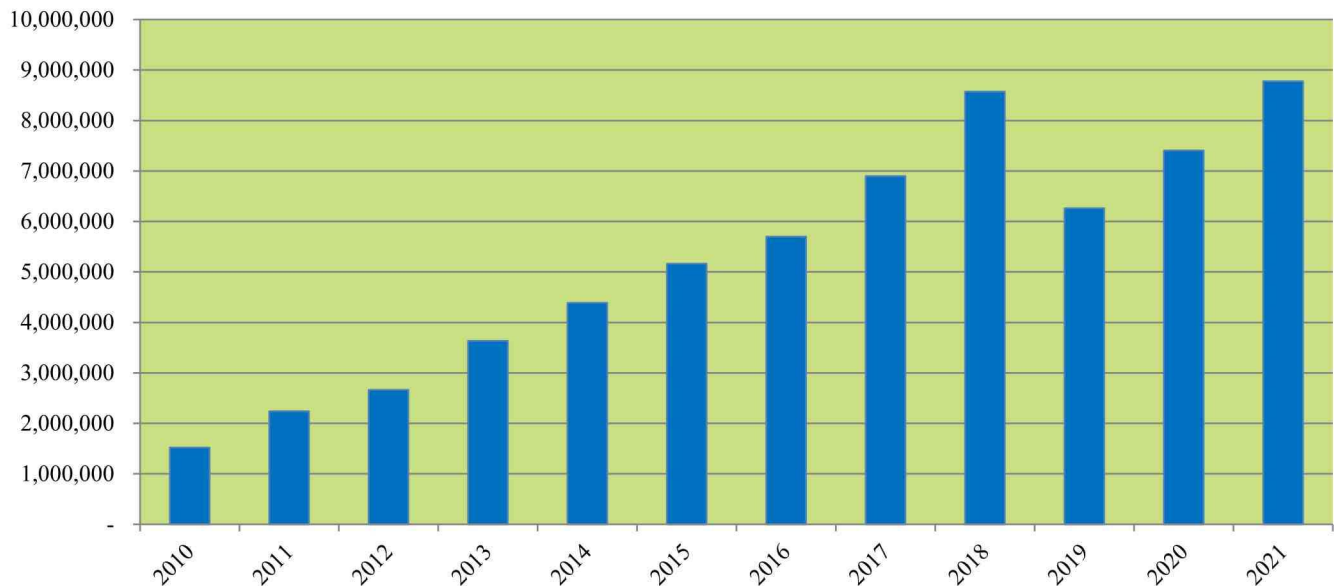


**Changes in Fund Balance/Net Position
As of July 31, 2022**

	Audited			Unaudited	
Fund	Balance as of 1/1/2022	Revenues	Expenditures/ Expenses	Balance as of 7/31/2022	Net Increase/ (Decrease)
General Fund	8,778,918	2,867,368	6,989,958	4,656,328	(4,122,590)
Operating Grant Fund	37,137	56,905	38,878	55,164	18,027
American Rescue Plan (ARP) Act of 2021	469	2,884,125	-	2,884,594	2,884,125
Parks & Recreation Fund	786,495	280,964	241,480	825,980	39,485
Hotel/ Motel Tax Fund	8,530	2,310	3,945	6,895	(1,635)
Urban Redevelopment Agency		1,705,821	1,705,821	-	-
SPLOST III Fund	286,145	2,982	-	289,127	2,982
SPLOST IV Fund	69,070	-	67,690	1,380	(67,690)
SPLOST V Fund	(532,465)	1,768,694	2,322,442	(1,086,213)	(553,748)
Town Center Fund	(392,839)	1,705,821	1,548,243	(235,261)	157,578
Debt Service Fund	435,317	179,368	566,719	47,966	(387,351)
Stormwater Utility Fund	5,648,083	19,219	144,178	5,523,125	(124,958)
Municipal Court Fund	-	467,958	436,957	31,001	31,001
	\$ 15,124,860	\$ 11,941,535	\$ 14,066,311	\$ 13,000,085	\$ (2,124,775)

General Fund - History of Fund Balance

GENERAL FUND FUND BALANCE

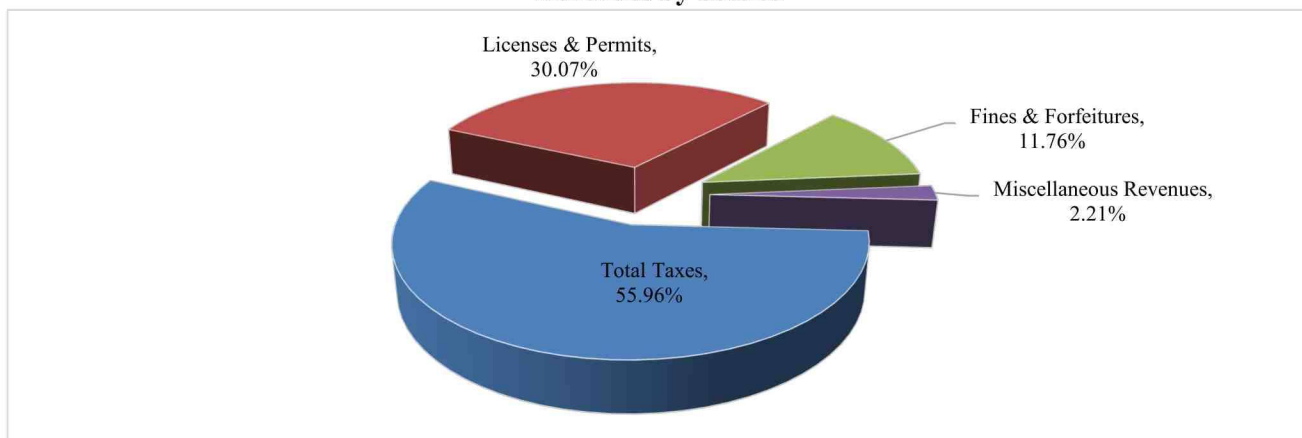




Budget Comparison Report - General Fund
59% of year lapsed

REVENUES	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Property Taxes	3,747	5,250,000	204,061	3.89%
Motor Vehicle Taxes	(53,178)	25,000	25,512	102.05%
Motor Vehicle Title Ad Valorem Tax	139,840	550,000	471,444	85.72%
Mobile Home Tax	-	150	121	80.85%
Recording Intangible Taxes	10,601	110,000	58,557	53.23%
Penalties & Interest	411	10,000	4,758	47.58%
Fifa Fees	90	2,000	1,489	74.47%
Franchise Tax	-	475,000	512,739	107.95%
Railroad Equipment Car Tax	-	1,000	-	0.00%
Real Estate Transfer Tax	1,120	15,000	18,410	122.73%
Business & Occupation Tax	2,689	135,000	64,553	47.82%
Financial Institutions Tax	-	3,500	1,862	53.20%
Insurance Premium Tax	-	950,000	-	0.00%
Total Taxes	174,803	8,094,650	1,604,686	19.82%
Licenses & Permits	77,785	1,466,560	862,140	58.79%
Fines & Forfeitures	40,140	630,950	337,265	53.45%
Miscellaneous Revenues	3,400	130,340	84,460	64.80%
Interest Income	489	16,000	(30,889)	-193.06%
Proceeds from the Sale of Conf Assets	-	-	-	0.00%
Proceeds from the Sale of Assets	-	25,000	7,000	28.00%
Donation from Private Sources	250	11,500	2,706	100.00%
TOTAL GENERAL FUND REVENUES	\$ 296,868	\$ 10,375,000	\$ 2,867,368	27.64%

Revenues by Source



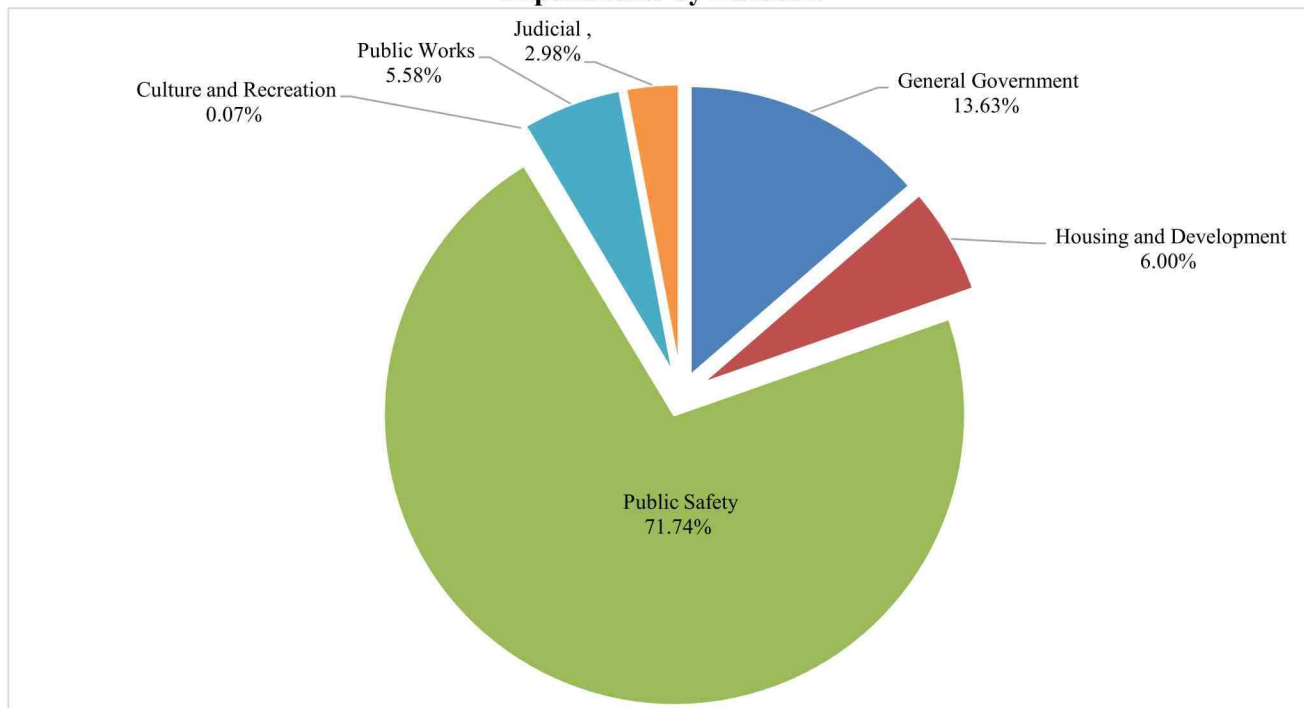
EXPENDITURES	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
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Budget Comparison Report - General Fund 59% of year lapsed

General Government	89,742	1,752,912	952,898	54.36%
Housing and Development	50,177	719,843	419,593	58.29%
Public Safety	285,403	6,766,097	5,014,339	74.11%
Culture and Recreation	-	39,000	4,596	11.78%
Public Works	78,292	677,050	390,205	57.63%
Judicial	34,983	420,098	208,327	49.59%
TOTAL GENERAL FUND EXPENDITURES	\$ 538,596	\$ 10,375,000	\$ 6,989,958	67.37%

Expenditures by Function





Budget Comparison Report - All Funds
59% of year lapsed

	Audited		Unaudited	
	2021 Year End Actuals	2022 Budget	Year to Date	% 2022 Annual Budget
<u>GENERAL FUND</u>				
Revenues:	10,928,072	10,375,000	2,867,368	27.64%
Expenditures:	9,556,789	10,375,000	6,989,958	67.37%
Excess Revenues over (under) Expenditures	1,371,283	-	(4,122,590)	
<u>AMERICAN RESCUE PLAN (ARP) ACT OF 2021</u>				
Revenues:	469	5,767,700	2,884,125	50.00%
Expenditures:	-	5,767,700	-	0.00%
Excess Revenues over (under) Expenditures	469	-	2,884,125	
<u>OPERATING GRANT FUND</u>				
Revenues:	135,670	90,000	56,905	63.23%
Expenditures:	135,667	90,000	38,878	43.20%
Excess Revenues over (under) Expenditures	3	-	18,027	
<u>PARKS & RECREATION FUND</u>				
Revenues:	468,147	407,150	280,964	69.01%
Expenditures:	194,977	407,150	241,480	59.31%
Excess Revenues over (under) Expenditures	273,170	-	39,485	
<u>HOTEL/MOTEL TAX FUND</u>				
Revenues:	4,945	6,000	2,310	38.49%
Expenditures:	5,295	6,000	3,945	65.75%
Excess Revenues over (under) Expenditures	(350)	-	(1,635)	
<u>URBAN REDEVELOPMENT AGENCY</u>				
Revenues:	1,169,551	9,375,000	1,705,821	18.20%
Expenditures:	1,169,551	9,375,000	1,705,821	18.20%
Excess Revenues over (under) Expenditures	-	-	-	
<u>SPLOST III FUND</u>				
Revenues:	6,039	286,000	2,982	1.04%
Expenditures:	-	286,000	-	0.00%
Excess Revenues over (under) Expenditures	6,039	-	2,982	
<u>SPLOST IV FUND</u>				
Revenues:	6	69,000	-	0.00%
Expenditures:	-	69,000	67,690	98.10%



Budget Comparison Report - All Funds
59% of year lapsed

	Audited		Unaudited	
	2021 Year End Actuals	2022 Budget	Year to Date	% 2022 Annual Budget
Excess Revenues over (under) Expenditures	6	-	(67,690)	
<u>SPLOST V FUND</u>				
Revenues:	3,002,527	7,950,000	1,768,694	22.25%
Expenditures:	1,238,338	7,950,000	2,322,442	29.21%
Excess Revenues over (under) Expenditures	1,764,189	-	(553,748)	
<u>TOWN CENTER FUND</u>				
Revenues:	1,398,696	9,428,400	1,705,821	18.09%
Expenditures:	1,796,777	9,428,400	1,548,243	16.42%
Excess Revenues over (under) Expenditures	(398,081)	-	157,578	
<u>DEBT SERVICE FUND</u>				
Revenues:	150,374	2,000,000	179,368	8.97%
Expenditures:	1,307,698	2,000,000	566,719	28.34%
Excess Revenues over (under) Expenditures	(1,157,324)	-	(387,351)	
<u>STORMWATER UTILITY FUND</u>				
Revenues:	1,286,476	460,000	19,219	4.18%
Expenses:	335,099	460,000	144,178	31.34%
Excess Revenues over (under) Expenses	951,377	-	(124,958)	
<u>MUNICIPAL COURT FUND</u>				
Revenues:	1,098,966	940,500	467,958	100.00%
Expenses:	1,065,831	940,500	436,957	100.00%
Excess Revenues over (under) Expenses	33,135	-	31,001	



Investments
As of July 31, 2022

Ameris Bank		
Downtown Development Authority - CD .75%		36,422
Subtotal Ameris Bank	\$	36,422
Goldman Sachs Autocallable GS Momentum Builder		226,919
Certificate of Deposit - CD .75% Maturity Date - 09/21/2022		303,264
Certificate of Deposit - CD .75% Maturity Date - 10/08/2021		251,880
Certificate of Deposit - CD .80% Maturity Date - 04/08/2022		500,000
Certificate of Deposit - CD .90% Maturity Date - 10/08/2022		500,000
Certificate of Deposit - CD .20% Maturity Date - 01/12/2023		250,500
Certificate of Deposit - CD .25% Maturity Date - 06/12/2022		250,936
Certificate of Deposit - CD .30% Maturity Date - 12/12/2022		75,000
Subtotal South State Investment Services	\$	2,358,500
Total Investments	\$	2,394,921



Cash
As of July 31, 2022

Ameris Bank

Downtown Development Authority - Checking 74,692

Subtotal Ameris Bank	\$	74,692
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South State Bank

General Fund		3,261,616
Main Street Board		69,909
American Rescue Plan (ARP) Act of 2021		5,767,895
Parks & Recreation Fund		797,110
Hotel Motel Tax Fund		6,653
Money Market Account		1,616,215
Municipal Court Fund		144,776
Operating Grant Fund		43,137
Police Forfeiture Account		6,029
Police Seized Asset Account		1,461
SPLOST III		289,127
SPLOST IV		1,380
SPLOST V		209,230
Town Center Fund		371,361
Debt Service Fund		47,966
Stormwater Utility Fund		162,863
Tree Replacement Fund		8,817

Subtotal South State Bank	\$	12,805,544
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South State Investment Services

Budget Stabilization Cash Account 90

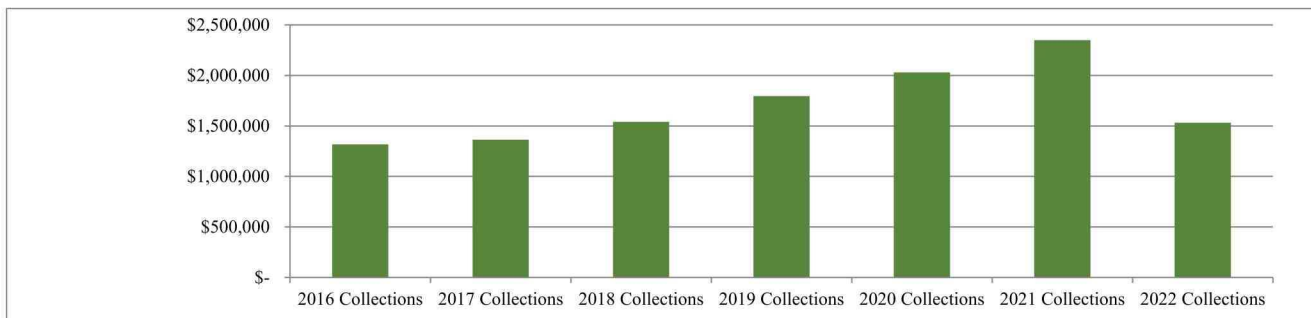
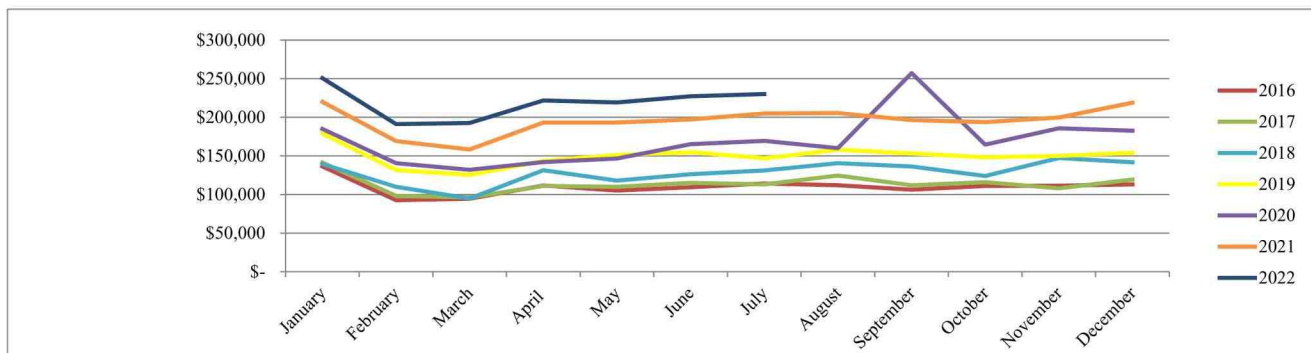
Subtotal South State Investment Services	\$	90
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Total Cash	\$	12,880,327
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Special Purpose Local Option Sales Tax Collections
As of July 31, 2022

	2016 Collections	2017 Collections	2018 Collections	2019 Collections	2020 Collections	2021 Collections	2022 Collections	% Change from Prior Year
January	\$ 136,321	\$ 141,344	\$ 139,474	\$ 178,754	\$ 184,956	\$ 219,927	\$ 250,695	13.99%
February	92,605	98,189	109,987	131,700	140,587	169,237	191,168	12.96%
March	94,455	96,130	94,765	125,375	131,947	158,258	192,686	21.75%
April	111,527	111,048	131,392	143,535	141,914	193,138	221,796	14.84%
May	105,169	110,063	117,981	151,269	146,483	193,137	219,102	13.44%
June	109,300	114,965	126,193	154,922	165,255	197,249	227,296	15.23%
July	114,305	113,172	131,005	146,946	169,488	204,832	229,938	12.26%
August	112,004	124,429	140,651	158,066	160,110	205,351		
September	106,169	111,901	136,184	153,139	257,264	196,323		
October	111,138	115,857	124,067	148,285	164,463	193,776		
November	111,396	108,048	147,256	149,921	185,812	199,817		
December	112,996	119,270	141,583	153,903	182,579	218,887		
	\$ 1,317,384	\$ 1,364,416	\$ 1,540,538	\$ 1,795,816	\$ 2,030,858	\$ 2,349,931	\$ 1,532,682	





**Downtown Development Authority
As of July 31, 2022**

Revenues	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Prior Year Fund Balance	-	5,000	-	0.00%
Proceeds from Sale of Property	-	2,000,000	-	0.00%
TOTAL REVENUES	\$ -	\$ 2,005,000	\$ -	0.00%

Expenditures				
Dues & Fees	305	500	305	61.00%
Training	-	250	-	0.00%
Water & Sewer	-	2,500	-	0.00%
Other Expenditures	-	250	-	0.00%
Sponsorships	-	1,500	-	0.00%
Transfers to Primary Government	-	2,000,000	-	0.00%
TOTAL EXPENDITURES	\$ 305	\$ 2,005,000	\$ 305	0.02%



GENERAL FUND REVENUE DETAIL
As of July 31, 2022

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Real Property Tax	3,747	5,250,000	204,061	3.89%
Real Property Tax - Public Utility	-	60,000	-	0.00%
Personal Property Tax	863	185,000	9,649	5.22%
Motor Vehicle Tax	(53,178)	25,000	25,512	102.05%
Motor Vehicle Title Ad Valorem Tax	139,840	550,000	471,444	85.72%
Apportioned Vehicles (AAVT)	-	3,000	3,988	132.93%
Mobile Home Tax	-	150	121	80.85%
Intangible Tax	10,601	110,000	58,557	53.23%
Railroad Equipment Car Tax	-	1,000	-	0.00%
Real Estate Transfer Tax	1,120	15,000	18,410	122.73%
Franchise Tax - Electric	-	475,000	512,739	107.95%
Franchise Tax - Gas	25,520	80,000	76,559	95.70%
Franchise Tax - Cable	41,725	235,000	146,798	62.47%
Franchise Tax - Telephone	1,376	5,000	4,186	83.71%
Business & Occupational Tax	2,689	135,000	64,553	47.82%
Insurance Premium Tax	-	950,000	-	0.00%
Financial Institutions Tax	-	3,500	1,862	53.20%
Penalties & Interest	411	10,000	4,758	47.58%
FiFa Fees	90	2,000	1,489	74.47%
Total Taxes	174,803	8,094,650	1,604,686	19.82%
Alcoholic Beverage Licenses	1,000	75,000	10,000	13.33%
Alcohol Pouring Permit	495	2,500	3,515	140.60%
Zoning and Land Use Permits	1,765	12,500	7,105	56.84%
Planning and Development Fees	-	15,000	2,125	14.16%
Sign Permit Fees	150	2,500	2,000	80.00%
Special Event Permits	-	250	50	20.00%
Vacant Lot Registration	-	30	-	0.00%
Personal Transportation Veh Permit	-	30	-	0.00%
Other Licenses and Permits	625	2,500	3,225	129.00%
Building Permit Revenue	51,950	1,000,000	622,215	62.22%
Certificate of Occupancy Fees	10,500	180,000	130,000	72.22%
Building Permit - Reinspection Fees	1,500	25,000	21,600	86.40%
Building Permit-Sub Fee	5,906	75,000	52,484	69.98%
Occupational Tax Late Fees	107	1,250	587	46.93%
Plan Review Fees	3,786	75,000	7,235	9.65%
Total Licenses and Permits	77,785	1,466,560	862,140	58.79%
Municipal Court Fines	39,250	600,000	273,522	45.59%
Cash confiscations-Forfeitures	-	250	-	0.00%
Proceeds From Sale of Confiscations	-	150	1,075	716.67%
Court Costs	890	10,000	17,693	176.93%
Drug Testing Fees	-	250	-	0.00%
Expungements	-	50	-	0.00%
Tree Recompense Revenue	-	5,000	-	0.00%
Other Fines & Forfeitures-Code	-	15,000	44,975	299.83%
Other Forfeitures	-	250	-	0.00%
Total Fines and Forfeitures	40,140	630,950	337,265	53.45%
Grant Revenue	-	5,000	40,053	801.05%
Probation Fees	2,075	25,000	14,267	57.07%
Printing and Duplicating Service Fees	-	250	74	29.57%
Election and Qualifying Fees	12	540	-	0.00%



GENERAL FUND REVENUE DETAIL
As of July 31, 2022

	July 2022		YTD	% of Annual
	Transactions	2022 Budget	Transactions	Budget
Advertising Fees	-	7,500	-	0.00%
Accident/Incident Reports	215	2,500	1,440	57.60%
Wrecker Service Contract	-	18,500	18,500	100.00%
Background Checks	50	1,000	340	34.00%
Bad Check Fees	-	50	150	300.00%
Miscellaneous Revenue	155	10,000	4,886	48.86%
Rents and Royalties	905	50,000	2,975	5.95%
Reimbursement for Damaged Property	-	10,000	1,775	17.75%
Total Miscellaneous Income	3,400	130,340	84,460	64.80%
Interest Revenue	489	11,000	(30,889)	-280.81%
Unrealized Gain or Loss on Investments	-	5,000	-	0.00%
Total Investment Income	489	16,000	(30,889)	-193.06%
Proceeds from Sale of Assets	-	25,000	7,000	28.00%
Donations from Private Sources	250	11,500	2,706	23.53%
Total Other Financing Sources	250	36,500	9,706	26.59%
TOTAL GENERAL FUND REVENUES	\$ 296,868	\$ 10,375,000	\$ 2,867,368	27.64%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Governing Body				
Salaries & Wages-Council	3,500	42,000	24,500	58.33%
Employee Benefits-Medical	6,903	89,833	48,318	53.79%
Employee Benefits-Dental	303	3,727	2,121	56.91%
Employee Benefits-ADD Life	73	882	584	66.22%
FICA	132	2,604	924	35.48%
Medicare	31	609	216	35.48%
Employee Benefits-Retirement	310	4,251	2,173	51.12%
Unemployment	14	101	98	97.03%
Workers Comp Insurance	-	108	94	86.68%
Total Salaries and Benefits	11,266	144,115	79,027	54.84%
Communications	45	600	273	45.54%
Travel	-	2,000	1,734	86.70%
Dues and Fees	11	750	580	77.32%
Education and Training	-	3,500	1,185	33.86%
Other Expenditures	-	500	281	56.14%
General Supplies and Materials	-	250	-	0.00%
Small Equipment	-	250	-	0.00%
Other Supplies - Uniforms	-	350	140	40.13%
Total Operations	57	8,200	4,193	51.14%
City Manager				
Salaries & Wages	11,885	154,500	89,060	57.64%
Employee Benefits-Medical	773	10,117	5,410	53.47%
Employee Benefits-Dental	85	1,120	649	57.98%
Employee Benefits-ADD Life	13	147	101	69.00%
Employee Benefits-Disability	84	1,008	672	66.67%
FICA	735	9,114	5,506	60.41%
Medicare	172	2,240	1,288	57.49%
Employee Benefits-Retirement	1,109	15,636	7,761	49.64%
Unemployment	-	27	38	140.74%
Workers' Comp. Insurance	-	667	578	86.68%
Total Salaries and Benefits	14,855	194,576	111,064	57.08%
Communications	40	600	188	31.26%
Dues and Fees	-	1,500	1,180	78.64%
Education and Training	1,376	1,250	1,376	110.08%
Other Expenditures	8	1,000	887	88.71%
General Supplies and Materials	-	250	-	0.00%
Total Operations	1,425	4,600	3,630	78.92%
City Clerk				
Salaries & Wages	11,475	194,267	84,325	43.41%
Employee Benefits-Medical	2,251	41,480	15,754	37.98%
Employee Benefits-Dental	58	1,856	405	21.81%
Employee Benefits-ADD Life	26	441	210	47.62%
Employee Benefits-Disability	97	1,424	779	54.71%
FICA	674	12,045	4,951	41.10%
Medicare	158	2,817	1,158	41.10%
Employee Benefits-Retirement	1,080	19,661	7,563	38.47%
Unemployment	-	80	82	102.14%
Workers' Comp. Insurance	-	497	431	86.67%
Total Salaries and Benefits	15,820	274,568	115,657	42.12%
Professional Services	-	10,000	767	7.67%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Communications	45	600	211	35.13%
Advertising	-	-	87	100%
Travel	-	3,500	497	14.19%
Dues and Fees	345	7,500	3,956	52.75%
Education and Training	-	1,500	765	51.00%
Other Expenditures	-	500	4,115	822.97%
General Supplies and Materials	-	500	272	54.48%
General Supplies - Postage	12	100	88	88.30%
Small Equipment	(4,350)	2,250	380	16.89%
Software	4,350	7,500	8,126	108.34%
Other Supplies - Uniforms	-	150	-	0.00%
Total Operations	403	34,100	19,264	56.49%
Elections				
Advertising	-	1,500	87	5.83%
Intergovernmental - Elections	-	16,000	-	0.00%
Total Operations	-	17,500	87	100.00%
Contingency				
Contingency	-	103,750	-	0.00%
Total Operations	-	103,750	-	0.00%
Financial Administration				
Salaries & Wages	10,135	171,304	78,493	45.82%
Employee Benefits-Medical	4,154	71,832	29,853	41.56%
Employee Benefits-Dental	85	1,488	624	41.91%
Employee Benefits-ADD Life	28	441	232	52.72%
Employee Benefits-Disability	88	1,356	739	54.49%
FICA	569	10,621	4,414	41.56%
Medicare	133	2,484	1,032	41.56%
Employee Benefits-Retirement	1,233	17,337	8,632	49.79%
Unemployment	-	80	89	111.45%
Workers' Comp. Insurance	-	439	381	86.68%
Total Salaries and Benefits	16,425	277,382	124,488	44.88%
Professional Services - Audit	-	27,750	20,750	74.77%
Advertising/Promotions	-	1,500	774	51.59%
Printing and Binding	-	2,000	-	0.00%
Travel	-	250	-	0.00%
Dues and Fees	56	12,500	13,536	108.29%
Education and Training	229	2,500	229	9.16%
Other Expenditures	-	150	93	61.68%
General Supplies and Materials	195	1,000	778	77.78%
General Supplies-Postage	150	5,000	1,117	22.34%
Gasoline/Diesel	-	50	-	0.00%
Small Equipment	-	250	-	0.00%
Software	-	-	3,675	100%
Total Operations	630	52,950	40,952	77.34%
Licensing				
Salaries & Wages	1,568	19,785	11,777	59.53%
Employee Benefits-Medical	708	11,366	4,957	43.61%
Employee Benefits-Dental	16	560	112	20.05%
Employee Benefits-ADD Life	7	74	53	71.50%
Employee Benefits-Disability	14	161	114	70.91%
FICA	84	1,263	632	50.02%
Medicare	20	295	148	50.08%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Employee Benefits-Retirement	-	2,062	-	0.00%
Unemployment	-	13	19	146.08%
Workers' Comp. Insurance	-	26	23	86.65%
Total Salaries and Benefits	2,416	35,605	17,835	50.09%
Contract Labor	-	15,000	-	0.00%
General Supplies and Materials	-	100	-	0.00%
General Supplies - Postage	3	500	91	18.28%
Other Supplies-Uniforms	-	75	-	0.00%
Total Operations	3	15,675	91	0.58%
Legal				
Professional Services - Legal	88	25,000	4,762	19.05%
Total Operations	88	25,000	4,762	19.05%
Salaries & Wages	4,396	57,153	33,023	57.78%
Employee Benefits-Medical	1,379	21,108	9,654	45.74%
Employee Benefits-Dental	85	1,120	598	53.38%
Employee Benefits-ADD Life	13	147	105	71.53%
Employee Benefits-Disability	40	453	320	70.66%
FICA	247	3,543	1,855	52.36%
Medicare	58	829	434	52.34%
Employee Benefits-Retirement	410	5,784	2,871	49.64%
Unemployment	-	27	38	140.74%
Workers' Comp. Insurance	-	146	127	86.68%
Total Salaries and Benefits	6,629	90,310	49,025	54.28%
Communications	57	600	260	43.37%
Dues and Fees	-	750	113	15.04%
Other Expenditures	-	250	189	75.69%
General Supplies and Materials	-	750	-	0.00%
Small Equipment	17	2,500	3,162	126.48%
Software	2,694	132,000	101,582	76.96%
Total Operations	2,768	136,850	105,307	76.95%
Risk Management				
Professional Services	-	10,000	15,000	150.00%
Liability Insurance	6,000	170,000	178,232	104.84%
Total Operations	6,000	180,000	193,232	107.35%
General Government Building				
Salaries & Wages	3,826	58,489	29,157	49.85%
Employee Benefits-Medical	773	10,117	5,410	53.47%
Employee Benefits-Dental	26	368	180	49.02%
Employee Benefits-ADD Life	13	147	101	69.00%
Employee Benefits-Disability	28	315	222	70.60%
FICA	235	3,626	1,792	49.42%
Medicare	55	848	419	49.42%
Employee Benefits-Retirement	420	4,124	2,940	71.28%
Unemployment	3	53	58	109.68%
Workers' Comp. Insurance	-	5,994	5,195	86.68%
Total Salaries and Benefits	5,378	84,081	45,476	54.09%
Professional Services	-	250	-	0.00%
Disposal - Garbage	30	500	175	35.02%
Lawn Care	-	300	136	45.20%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Pest Control	245	1,250	1,227	98.12%
Repairs and Maintenance	782	15,250	7,993	52.41%
Repairs and Maintenance - Vehicles	1,178	2,000	1,851	92.55%
Rental of Equipment	767	5,500	3,878	70.52%
Communications	836	12,000	6,132	51.10%
Dues and Fees	-	500	760	151.93%
Other Expenditures	25	2,000	393	19.67%
General Supplies and Materials	-	8,000	3,715	46.43%
Water and Sewer	87	4,000	558	13.94%
Natural Gas	43	2,500	1,057	42.27%
Electricity	1,220	15,000	7,718	51.45%
Gasoline and Diesel	310	2,500	1,488	59.52%
Small Equipment	-	1,000	1,285	128.46%
Software	59	1,000	410	40.95%
Other Supplies-Uniforms	-	100	34	34.49%
Total Operations & Capital	5,580	73,650	38,808	52.69%
TOTAL GENERAL GOVERNMENT	\$ 89,742	\$ 1,752,912	\$ 952,898	54.36%
Municipal Court				
Salaries & Wages	11,467	152,308	83,703	54.96%
Salaries & Wages - Overtime	-	1,000	-	0.00%
Employee Benefits-Medical	4,225	60,703	29,578	48.73%
Employee Benefits-Dental	168	3,359	1,173	34.92%
Employee Benefits-ADD Life	40	441	315	71.32%
Employee Benefits-Disability	97	1,086	780	71.82%
FICA	664	9,505	4,837	50.89%
Medicare	155	2,223	1,131	50.88%
Employee Benefits-Retirement	1,088	14,200	7,615	53.63%
Unemployment	3	106	128	120.37%
Workers' Compensation	-	392	340	86.68%
Total Salaries and Benefits	17,907	245,323	129,599	52.83%
Professional Services - Public Defender	1,209	12,750	4,813	37.75%
Professional Services - Solicitor/Judge	14,750	120,000	57,050	47.54%
Rental of Equipment	121	1,750	837	47.85%
Communications	38	500	183	36.54%
Advertising	-	50	-	0.00%
Printing & Binding	-	100	27	26.50%
Travel	408	500	408	81.60%
Dues and Fees	-	500	535	107.09%
Education and Training	-	675	450	66.67%
Other Expenditures	-	150	133	88.49%
General Supplies and Materials	73	2,000	697	34.83%
General Supplies and Materials Postage	96	500	590	117.98%
Gasoline/Diesel	-	50	-	0.00%
Food Supplies	160	4,500	1,761	39.14%
Small Equipment	-	500	213	42.70%
Software	-	25,000	6,355	25.42%
Other Supplies - Uniforms	-	250	-	0.00%
Intergovernmental - Inmate Housing	220	5,000	4,675	93.50%
Total Operations	17,076	174,775	78,727	45.04%
TOTAL JUDICIAL	\$ 34,983	\$ 420,098	\$ 208,327	49.59%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Salaries & Wages	35,927	353,342	238,779	67.58%
Salaries & Wages-Overtime	-	6,000	369	6.15%
Employee Benefits-Medical	8,474	112,807	52,375	46.43%
Employee Benefits-Dental	366	6,717	2,310	34.39%
Employee Benefits-ADD Life	85	809	547	67.55%
Employee Benefits-Disability	313	2,975	2,064	69.37%
FICA	2,145	22,403	14,233	63.53%
Medicare	502	5,239	3,329	63.53%
Employee Benefits-Retirement	3,054	33,495	21,380	63.83%
Unemployment	7	186	235	126.18%
Workers' Compensation	145	14,439	13,322	92.26%
Total Salaries and Benefits	<u>51,017</u>	<u>558,412</u>	<u>348,941</u>	<u>62.49%</u>
Professional Services	250	1,000	1,950	195.00%
Repair & Maintenance-Vehicle	242	5,000	3,545	70.90%
Rental of Equipment	372	5,000	3,576	71.52%
Communications	261	3,300	975	29.55%
Advertising	200	3,000	577	19.22%
Printing and Binding	-	500	295	59.00%
Travel	-	6,000	524	8.73%
Dues and Fees	-	5,000	3,087	61.74%
Education and Training	-	9,000	2,314	25.71%
Other Expenditures	120	2,000	971	48.56%
General Supplies and Materials	69	3,000	858	28.59%
General Supplies - Postage	169	250	690	276.18%
Gasoline/Diesel	2,548	9,000	8,972	99.68%
Small Equipment	2,834	4,000	2,834	70.85%
Software	(22)	5,000	67	1.34%
Other Supplies - Uniforms	364	3,000	3,773	125.78%
Total Operations and Capital	<u>7,407</u>	<u>64,050</u>	<u>35,007</u>	<u>54.66%</u>
Criminal Investigation Division				
Salaries & Wages	13,983	246,269	130,077	52.82%
Salaries & Wages-Overtime	180	6,000	1,831	30.52%
Employee Benefits-Medical	5,219	62,589	32,722	52.28%
Employee Benefits-Dental	264	2,975	1,496	50.29%
Employee Benefits-ADD Life	46	588	389	66.10%
Employee Benefits-Disability	125	1,746	1,143	65.49%
FICA	804	15,641	7,706	49.27%
Medicare	188	3,658	1,802	49.27%
Employee Benefits-Retirement	1,806	25,531	12,645	49.53%
Unemployment	-	106	152	143.40%
Workers' Compensation	-	11,423	9,901	86.68%
Total Salaries and Benefits	<u>22,615</u>	<u>376,526</u>	<u>199,865</u>	<u>53.08%</u>
Professional Services	-	1,000	628	62.75%
Repair & Maintenance-Vehicle	-	3,000	305	10.16%
Communications	134	2,300	695	30.23%
Printing and Binding	-	100	59	59.00%
Travel	185	1,500	1,111	74.09%
Dues and Fees	-	1,000	525	52.50%
Education and Training	-	2,500	150	6.00%
Other Expenditures	30	200	366	182.82%
General Supplies and Materials	-	1,500	266	17.76%
General Supplies and Materials-Postage	-	50	-	0.00%
Gasoline and Diesel	843	4,500	4,448	98.84%
Small Equipment	1,417	5,500	1,417	25.76%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Software	200	7,000	2,996	42.80%
Other Supplies - Uniforms	125	1,000	567	56.75%
Total Operations and Capital	<u>2,933</u>	<u>30,150</u>	<u>13,534</u>	<u>44.89%</u>
Vice				
Salaries & Wages	3,909	51,989	31,446	60.49%
Salaries & Wages-Overtime	377	2,000	4,824	241.19%
Employee Benefits-Medical	776	10,117	5,434	53.71%
Employee Benefits-Dental	26	368	180	49.02%
Employee Benefits-ADD Life	13	147	101	69.00%
Employee Benefits-Disability	33	374	265	70.78%
FICA	259	3,347	2,196	65.60%
Medicare	60	783	514	65.58%
Employee Benefits-Retirement	388	5,464	2,715	49.69%
Unemployment	-	27	38	140.74%
Workers' Compensation	-	2,445	2,119	86.68%
Total Salaries and Benefits	<u>5,840</u>	<u>77,061</u>	<u>49,832</u>	<u>64.67%</u>
Repairs & Maintenance Vehicles	100	2,000	1,644	82.22%
Dues and Fees	-	150	23	15.53%
Gasoline	426	4,000	2,342	58.54%
Total Operations and Capital	<u>525</u>	<u>6,150</u>	<u>4,009</u>	<u>65.19%</u>
Patrol				
Salaries & Wages	98,892	1,443,046	741,038	51.35%
Salaries & Wages-Overtime	4,344	54,000	33,375	61.81%
Employee Benefits-Medical	27,715	487,445	201,677	41.37%
Employee Benefits-Dental	1,227	20,076	8,950	44.58%
Employee Benefits-ADD Life	323	4,116	2,535	61.58%
Employee Benefits-Disability	828	10,816	6,611	61.12%
FICA	6,102	92,817	45,679	49.21%
Medicare	1,427	21,707	10,683	49.21%
Employee Benefits-Retirement	10,088	151,509	70,614	46.61%
Unemployment	33	745	999	134.09%
Workers' Compensation	15	67,786	58,769	86.70%
Total Salaries and Benefits	<u>150,993</u>	<u>2,354,063</u>	<u>1,180,928</u>	<u>50.17%</u>
Professional Services	491	3,500	2,036	58.16%
Repair & Maintenance	-	20,700	720	3.48%
Repair & Maintenance-Vehicle	4,648	60,000	49,335	82.23%
Communications	1,813	22,500	7,274	32.33%
Printing and Binding	-	500	355	70.98%
Travel	185	7,000	2,179	31.13%
Dues and Fees	1,071	2,500	1,617	64.67%
Education & Training	253	12,000	802	6.68%
Other Expenditures	220	4,000	1,368	34.20%
General Supplies and Materials	277	4,000	2,777	69.42%
Gasoline and Diesel	11,737	95,000	62,363	65.65%
Small Equipment	4,574	15,000	8,658	57.72%
Software	1,890	20,000	7,484	37.42%
Other Supplies - Uniforms	810	35,000	19,401	55.43%
Payment to Other Agencies	-	-	5,997	100%
Total Operations and Capital	<u>27,969</u>	<u>301,700</u>	<u>172,365</u>	<u>57.13%</u>

Police Training



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Salaries & Wages	4,326	57,773	34,198	59.19%
Salaries & Wages-Overtime	-	2,000	-	0.00%
Employee Benefits-Medical	773	19,729	5,410	27.42%
Employee Benefits-Dental	26	1,120	180	16.11%
Employee Benefits-ADD Life	13	147	105	71.18%
Employee Benefits-Disability	37	399	294	73.72%
FICA	266	3,706	2,105	56.79%
Medicare	62	867	492	56.77%
Employee Benefits-Retirement	436	6,049	3,050	50.42%
Unemployment	-	27	38	140.74%
Workers' Compensation	-	2,707	2,346	86.68%
Total Salaries and Benefits	<u>5,938</u>	<u>94,524</u>	<u>48,219</u>	<u>51.01%</u>
Repair & Maintenance-Vehicle	-	2,000	211	10.54%
Communications	-	500	-	0.00%
Travel	-	4,000	-	0.00%
Dues and Fees	-	1,500	278	18.52%
Education and Training	550	6,000	1,335	22.25%
General Supplies and Materials	259	2,000	572	28.59%
Weapons Supplies & Ammunition	22	40,000	22,930	57.33%
Gasoline and Diesel	235	1,500	944	62.93%
Small Equipment	-	10,000	-	0.00%
Other Supplies - Uniforms	10	300	203	67.73%
Intergovernmental	-	2,500	2,500	100.00%
Total Operations and Capital	<u>1,076</u>	<u>70,300</u>	<u>28,973</u>	<u>41.21%</u>
Police Stations and Buildings				
Professional Services	-	250	-	0.00%
Disposal-Garbage/Recycle	89	1,500	525	35.02%
Pest Control	45	1,000	545	54.50%
Repairs and Maintenance	313	12,800	6,001	46.88%
Rental of Land & Building	-	-	10,564	100%
Communications	795	12,000	5,944	49.54%
General Supplies and Materials	-	3,500	1,333	38.09%
Water/Sewer	464	6,000	2,816	46.93%
Electricity	1,041	13,500	6,419	47.55%
Small Equipment	329	6,500	6,964	107.15%
Software	104	1,300	731	56.26%
Capital Outlay - Buildings	-	-	61,949	100%
Total Operations	<u>3,179</u>	<u>58,350</u>	<u>103,792</u>	<u>177.88%</u>
Probation				
Salaries & Wages	4,093	50,753	31,264	61.60%
Employee Benefits-Medical	776	10,117	5,420	53.58%
Employee Benefits-Dental	26	368	180	49.02%
Employee Benefits-ADD Life	13	147	101	69.00%
Employee Benefits-Disability	36	402	284	70.71%
FICA	252	3,147	1,923	61.09%
Medicare	59	736	450	61.09%
Employee Benefits-Retirement	364	5,136	2,550	49.64%
Unemployment	-	27	38	140.74%
Workers' Compensation	-	2,298	1,992	86.68%
Total Salaries and Benefits	<u>5,618</u>	<u>73,131</u>	<u>44,202</u>	<u>60.44%</u>
Communications	40	600	188	31.26%
Travel	-	250	-	0.00%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Dues and Fees	-	300	45	15.11%
Education and Training	-	250	-	0.00%
General Supplies and Materials	-	150	-	0.00%
Small Equipment	-	250	-	0.00%
Software	250	3,000	1,650	55.00%
Other Supplies - Uniforms	-	1,000	336	33.58%
Total Operations and Capital	<u>290</u>	<u>5,800</u>	<u>2,219</u>	<u>38.25%</u>
Fire Services				
Intergovernmental-Fire Services	-	2,695,880	2,782,453	103.21%
Total Fire Services	<u>-</u>	<u>2,695,880</u>	<u>2,782,453</u>	<u>103.21%</u>
TOTAL PUBLIC SAFETY	<u>\$ 285,403</u>	<u>\$ 6,766,097</u>	<u>\$ 5,014,339</u>	<u>74.11%</u>
Highways and Streets				
Professional Services-Engineering	-	2,000	-	0.00%
Disposal-Garbage/Recycling	-	1,500	189	12.61%
Lawn Care	-	1,200	-	0.00%
Pest Control	-	750	-	0.00%
Repairs & Maintenance	28,094	51,100	88,016	172.24%
Repairs & Maintenance-Vehicles	-	7,500	2,096	27.95%
Rental of Equipment	340	2,500	3,096	123.84%
Contract Labor	35,545	450,000	213,270	47.39%
Other Expenditures	24	250	24	9.62%
General Supplies and Materials	-	750	58	7.67%
Electricity	55	2,500	345	13.79%
Gasoline/Diesel	499	5,000	2,841	56.81%
Small Equipment	-	2,000	-	0.00%
Total Operations	<u>64,556</u>	<u>527,050</u>	<u>309,934</u>	<u>58.81%</u>
Street Lights				
Repairs & Maintenance	-	5,000	1,707	34.13%
Electricity-Street Lights	9,440	120,000	65,998	55.00%
Total Street Lights	<u>9,440</u>	<u>125,000</u>	<u>67,705</u>	<u>54.16%</u>
Traffic Lights				
Repairs & Maintenance	4,227	22,000	11,496	52.25%
Electricity-Traffic Lights	69	3,000	1,071	35.70%
Total Traffic Lights	<u>4,296</u>	<u>25,000</u>	<u>12,566</u>	<u>50.27%</u>
TOTAL PUBLIC WORKS	<u>\$ 78,292</u>	<u>\$ 677,050</u>	<u>\$ 390,205</u>	<u>57.63%</u>
Tree Commission				
Repairs & Maintenance	-	31,500	-	0.00%
Travel	-	750	-	0.00%
Dues and Fees	-	500	-	0.00%
Education and Training	-	1,000	-	0.00%
General Supplies & Materials	-	750	596	79.47%
Books and Periodicals	-	500	-	0.00%
Total Operations	<u>-</u>	<u>35,000</u>	<u>596</u>	<u>1.70%</u>
Culture and Recreation				
Intergovernmental-Sequoyah Regional	-	4,000	4,000	100.00%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
TOTAL CULTURE AND RECREATION	\$ -	\$ 39,000	\$ 4,596	11.78%
<i>Building Inspections</i>				
Salaries & Wages	14,883	207,284	146,873	70.86%
Overtime	-	500	-	0.00%
Employee Benefits-Medical	2,920	20,234	14,549	71.90%
Employee Benefits-Dental	153	2,224	953	42.85%
Employee Benefits-ADD Life	32	434	335	77.24%
Employee Benefits-Disability	72	1,664	1,193	71.68%
Employee Benefits-Vision	12	-	-	100%
FICA	905	12,883	9,038	70.15%
Medicare	212	3,013	2,114	70.15%
Employee Benefits-Retirement	1,501	21,029	10,510	49.98%
Unemployment	1	106	285	268.89%
Workers' Compensation	-	3,551	3,078	86.68%
<i>Total Salaries and Benefits</i>	<i>20,691</i>	<i>272,922</i>	<i>188,927</i>	<i>69.22%</i>
Professional Services	-	-	400	100%
Professional Services-Engineer	-	-	-	100%
Professional Services-Legal	-	1,000	-	0.00%
Repairs & Maintenance - Vehicles	308	3,000	462	15.41%
Communications	82	3,500	1,075	30.73%
Advertising -Promotions	8,350	500	8,350	1670.03%
Printing & Binding	-	100	338	337.61%
Travel	-	1,000	-	0.00%
Dues and Fees	10	1,000	1,112	111.24%
Education and Training	540	1,000	540	54.00%
Contract Labor	825	30,000	15,038	50.13%
Other Expenditures	61	100	827	826.77%
General Supplies and Materials	17	250	113	45.19%
General Supplies - Postage	-	100	-	0.00%
Gasoline/Diesel	371	4,000	2,194	54.86%
Books and Periodicals-Code Books	-	100	-	0.00%
Small Equipment	-	1,500	1,583	105.52%
Software	-	-	3,459	100%
Other Supplies - Uniforms	-	750	100	13.36%
<i>Total Operations</i>	<i>10,565</i>	<i>47,900</i>	<i>35,592</i>	<i>74.30%</i>
<i>Planning and Zoning</i>				
Salaries & Wages	7,847	102,114	57,275	56.09%
Employee Benefits-Medical	1,466	21,483	9,528	44.35%
Employee Benefits-Dental	13	560	60	10.76%
Employee Benefits-ADD Life	33	221	202	91.23%
Employee Benefits-Disability	60	809	552	68.28%
FICA	460	6,331	3,350	52.91%
Medicare	108	1,481	787	53.11%
Employee Benefits-Retirement	887	10,334	5,152	49.85%
Unemployment	(2)	40	96	239.98%
Workers' Compensation	(203)	4,780	2,114	44.23%
<i>Total Salaries and Benefits</i>	<i>10,669</i>	<i>148,153</i>	<i>79,116</i>	<i>53.40%</i>
Professional Services-Engineering	5,191	75,000	38,944	51.92%
Professional Services-Legal	350	7,000	2,905	41.50%
Technical Services - Planning	-	2,500	-	0.00%
Communications	40	600	188	31.26%



**General Fund Expenditures
As of July 31, 2022**

	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Advertising	(4,848)	20,000	1,080	5.40%
Printing & Binding	-	400	390	97.55%
Travel	-	1,000	-	0.00%
Dues and Fees	-	1,750	1,510	86.29%
Education and Training	-	750	110	14.67%
Planning & Zoning Meeting Fees	147	3,000	1,323	44.10%
Other Expenditures	-	250	155	62.09%
General Supplies and Materials	-	250	316	126.53%
General Supplies - Postage	29	100	428	428.12%
Gasoline & Diesel	-	50	-	0.00%
Small Equipment	-	250	-	0.00%
Software	-	-	282	100%
Total Operations	<u>909</u>	<u>112,900</u>	<u>47,631</u>	<u>42.19%</u>
Economic Development				
Salaries & Wages	872	10,609	6,535	61.60%
FICA	51	658	385	58.45%
Medicare	12	154	90	58.39%
Employee Benefits - Retirement	78	1,074	549	51.11%
Workers Comp Insurance	-	46	40	86.67%
Total Salaries & Benefits	<u>1,014</u>	<u>12,541</u>	<u>7,598</u>	<u>60.59%</u>
Main Street Program				
Salaries and Wages	4,070	53,361	30,497	57.15%
Employee Benefits - Medical	1,379	19,729	9,654	48.93%
Employee Benefits - Dental	85	1,120	598	53.38%
Employee Benefits - Add Life	13	147	105	71.18%
Employee Benefits - Disability	53	598	423	70.77%
FICA	239	3,370	1,795	53.26%
Medicare	56	788	420	53.27%
Employee Benefits - Retirement	393	5,502	2,752	50.02%
Unemployment	-	27	32	119.59%
Workers Comp Insurance	-	235	204	86.68%
Total Salaries and Benefits	<u>6,289</u>	<u>84,877</u>	<u>46,479</u>	<u>54.76%</u>
Communications	40	600	188	31.26%
Travel	-	700	-	0.00%
Dues and Fees	-	1,000	952	95.19%
Education and Training	-	1,700	-	0.00%
Contract Labor	-	6,000	-	0.00%
Supplies - Special Events	-	16,000	36	0.22%
Small Equipment	-	250	74	29.68%
Software	-	1,300	-	0.00%
Total Operations	<u>40</u>	<u>27,550</u>	<u>1,250</u>	<u>4.54%</u>
Intergovernmental				
Intergovernmental - COED	-	13,000	13,000	100.00%
Total Intergovernmental	<u>-</u>	<u>13,000</u>	<u>13,000</u>	<u>100.00%</u>
TOTAL HOUSING AND DEVELOPMENT	<u>\$ 50,177</u>	<u>\$ 719,843</u>	<u>\$ 419,593</u>	<u>58.29%</u>
Other Financing Uses				
Transfer to Other Funds	-	-	-	100%
TOTAL OTHER FINANCING USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>0.00%</u>
TOTAL GENERAL FUND EXPENDITURES	<u>\$ 50,177</u>	<u>\$ 719,843</u>	<u>\$ 419,593</u>	<u>58.29%</u>



**American Rescue Plan (ARP) Act of 2021
As of July 31, 2022**

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
American Rescue Plan (ARP) Act of 2021	2,883,302	2,883,302	2,883,302	100.00%
Interest Revenue	115	1,096	823	75.06%
Miscellaneous Revenue	-	2,883,302	-	0.00%
TOTAL REVENUES	\$ 2,883,417	\$ 5,767,700	\$ 2,884,125	100.00%
EXPENDITURES:				
Capital Outlay - Infrastructure	-	5,767,700	-	0.00%
TOTAL EXPENDITURES	\$ -	\$ 5,767,700	\$ -	0.00%



**Operating Grant Fund
As of July 31, 2022**

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Atlanta Regional Commission Grant	20,000	90,000	56,905	63.23%
TOTAL REVENUES	\$ 20,000	\$ 90,000	\$ 56,905	63.23%
EXPENDITURES:				
Payments to Other Agencies-FOCUS	-	90,000	38,878	43.20%
TOTAL EXPENDITURES	\$ -	\$ 90,000	\$ 38,878	43.20%



Parks & Recreation Fund
As of July 31, 2022

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Alcoholic Bev Excise Tax Beer & Wine	29,334	255,000	159,884	62.70%
Alcoholic Bev Excise Tax Distilled Spirit	9,336	90,000	69,050	76.72%
Local Option Mixed Drink Tax	5,096	50,000	35,496	70.99%
Penalties and Interest	-	100	-	0.00%
Bad Check Fees	25	50	25	50.00%
Miscellaneous Revenue	-	-	-	100%
Rents and Royalties	1,074	12,000	16,510	137.58%
TOTAL REVENUES	\$ 44,865	\$ 407,150	\$ 280,964	69.01%
EXPENDITURES:				
Disposal - Garbage Depot	-	750	395	52.62%
Pest Control - Depot	45	750	545	72.67%
Repairs & Maintenance - Depot	-	20,000	144	0.72%
Communications	140	2,300	972	42.25%
General Supplies - Depot	-	1,500	-	0.00%
Water/Sewer - Depot	34	250	151	60.27%
Natural Gas - Depot	130	2,000	1,258	62.88%
Electricity - Depot	548	5,000	1,548	30.96%
Small Equipment - Depot	-	500	-	0.00%
Capital Outlay - Buildings	-	152,600	-	0.00%
Disposal - Garbage Parks	146	750	403	53.72%
Lawn Care	249	8,000	3,781	47.26%
Pest Control - Parks	45	750	270	36.00%
Repairs & Maintenance - Parks	85	50,000	10,664	21.33%
Rental - Equipment & Land	-	1,000	2,292	229.20%
Communications	30	-	136	100%
Dues and Fees	-	500	402	80.33%
Contract Labor	8,625	50,000	33,000	66.00%
General Supplies and Materials - Parks	344	1,000	716	71.64%
Water/Sewer - Parks	553	6,000	3,245	54.08%
Electricity - Parks	222	3,000	2,191	73.02%
Small Equipment - Parks	-	500	-	0.00%
Capital Outlay - Site Improvements	-	100,000	-	0.00%
Transfers to Other Funds	-	-	179,368	100%
TOTAL EXPENDITURES	\$ 11,196	\$ 407,150	\$ 241,480	59.31%



**Hotel/Motel Tax Fund
As of July 31, 2022**

REVENUES:	July 2022		YTD		% of Annual
	Transactions	2022 Budget	Transactions		Budget
Hotel/Motel Taxes	333	6,000	2,310		38.49%
TOTAL REVENUES	\$ 333	\$ 6,000	\$ 2,310		38.49%
EXPENDITURES:					
Advertising/Promotions	550	6,000	2,945		49.08%
Payment to Other Agencies	-	-	1,000		100%
TOTAL EXPENDITURES	\$ 550	\$ 6,000	\$ 3,945		65.75%



**Urban Redevelopment Agency
As of July 31, 2022**

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Proceeds from General Long-term E	297,434	9,375,000	1,705,821	18.20%
TOTAL REVENUES	\$ 297,434	\$ 9,375,000	\$ 1,705,821	18.20%
EXPENDITURES:				
Transfer to Town Center Fund	297,434	9,375,000	1,705,821	18.20%
TOTAL EXPENDITURES	\$ 297,434	\$ 9,375,000	\$ 1,705,821	18.20%



**SPLOST III Fund
As of July 31, 2022**

	July 2022		YTD		% of Annual
REVENUES:	Transactions	2022 Budget	Transactions		Budget
Special Assessments - Crestmont	2,982	5,964	2,982		50.00%
Prior Year Fund Balance	-	280,036	-		0.00%
TOTAL REVENUES	\$ 2,982	\$ 286,000	\$ 2,982		1.04%
 EXPENDITURES:					
Capital Outlay-Infrastructure	-	286,000	-		0.00%
TOTAL EXPENDITURES	\$ -	\$ 286,000	\$ -		0.00%



SPLOST IV Fund
As of July 31, 2022

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Special Assessments	-	420	-	0.00%
Prior Year Fund Balance	-	68,580	-	0.00%
TOTAL REVENUES	\$ -	\$ 69,000	\$ -	0.00%
EXPENDITURES:				
Capital Outlay-Infrastructure	-	69,000	-	0.00%
Capital Outlay-Buildings	-	-	67,690	100%
TOTAL EXPENDITURES	\$ -	\$ 69,000	\$ 67,690	98.10%



**SPLOST V Fund
As of July 31, 2022**

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
SPLOST V Revenue	229,838	2,281,200	1,532,682	67.19%
Grant Revenue-LMIG	-	156,520	156,514	100.00%
Grant Revenue-SRTA	-	12,280	19,271	156.93%
Assessments - Roads	6,000	-	51,000	100%
Proceeds from GTIB Loan	-	5,500,000	9,228	0.17%
TOTAL REVENUES	\$ 235,838	\$ 7,950,000	\$ 1,768,694	22.25%
EXPENDITURES:				
Capital Outlay-Buildings	-	50,000.00	21,750	43.50%
Capital Outlay-Public Safety Equipment	331	241,000	34,820	14.45%
Capital Outlay-Police Cars	-	145,000	-	0.00%
Capital Outlay-Sites	-	-	550	100%
Capital Outlay-LMIG	-	461,090	4,021	0.87%
Capital Outlay-Industrial Connector	7,480	250,000	94,991	38.00%
Capital Outlay-HS Pkwy Phase II	893,337	3,500,000	1,986,967	56.77%
Capital Outlay-HS Pkwy Phase III	6,013	2,002,910	82,838	4.14%
Holly Street	-	100,000	-	0.00%
Capital Outlay-Vehicles	-	-	71,138	100%
Capital Outlay - HS Pkwy Sidewalk	-	100,000	-	0.00%
Capital Outlay - Hickory Sidewalk	-	1,000,000	-	0.00%
Capital Outlay - Palm Street Sidewalk	-	50,000	-	0.00%
Capital Outlay - Hardin House Sidewalk	-	-	10,307	100%
Capital Outlay - Fox Creek/Turner Village	-	50,000	15,061	30.12%
TOTAL EXPENDITURES	\$ 907,161	\$ 7,950,000	\$ 2,322,442	29.21%



Town Center Fund
As of July 31, 2022

Revenues	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Prior Year Fund Balance	-	53,400	-	0.00%
Transfer from URA	297,434	9,375,000	1,705,821	18.20%
TOTAL REVENUES	\$ 297,434	\$ 9,428,400	\$ 1,705,821	18.09%
Expenditures				
Professional Services	-	53,400	-	0.00%
Capital Outlay - Site Improvements	265,762	3,378,057	1,539,081	45.56%
Capital Outlay - Buildings	-	5,996,943	9,163	0.15%
TOTAL EXPENDITURES	\$ 265,762	\$ 9,428,400	\$ 1,548,243	16.42%



Debt Service Fund
As of July 31, 2022

Revenues	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Transfer from General Fund	-	2,000,000	179,368	8.97%
TOTAL REVENUES	\$ -	\$ 2,000,000	\$ 179,368	8.97%
Expenditures				
Contingency	-	608,672	-	0.00%
Debt Service - Bond Principal HSPRA	162,139	322,084	439,916	136.58%
Debt Service - Bond Interest HSPRA	17,229	36,652	126,803	345.96%
Debt Service - Bond Principal URA	-	670,941	-	0.00%
Debt Service - Bond Interest URA	-	361,651	-	0.00%
TOTAL EXPENDITURES	\$ 179,368	\$ 2,000,000	\$ 566,719	28.34%



**Stormwater Utility Fund
As of July 31, 2022**

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Stormwater Utility Fees	-	460,000	19,219	4.18%
TOTAL REVENUES	\$ -	\$ 460,000	\$ 19,219	4.18%
EXPENSES:				
Salaries & Wages	3,489	101,058	34,867	34.50%
Employee Benefits - Medical Insurance	791	20,234	7,433	36.74%
Employee Benefits - Dental Insurance	29	736	271	36.82%
Employee Benefits - Disability	(1)	796	69	8.67%
Employee Benefits - ADD Life	43	294	329	111.90%
FICA	216	6,266	2,160	34.47%
Medicare	50	1,465	502	34.27%
Employee Benefits - Retirement	353	10,228	3,527	34.48%
Unemployment	2	53	18	33.96%
Workers Comp Insurance	203	5,878	2,029	34.52%
Professional Services	-	1,000	-	0.00%
Professional Services - Engineer	8,339	100,000	47,980	47.98%
Repairs & Maintenance	2,035	67,510	24,765	36.68%
Repairs & Maintenance - Vehicles	262	2,500	622	24.89%
Rental of Equipment	-	5,000	310	6.20%
Communications	157	3,000	739	24.62%
Printing and Binding	-	100	-	0.00%
Dues and Fees	1	6,500	4,892	75.26%
Training	-	2,500	864	34.58%
Contract Labor	-	15,000	8,800	58.67%
Other Expenditures	-	100	203	203.29%
General Supplies & Materials	24	500	127	25.36%
General Supplies - Postage	125	250	785	313.86%
Water/Sewer	-	2,500	443	17.73%
Gasoline & Diesel	227	4,000	2,177	54.43%
Small Equipment	-	2,100	113	5.38%
Other Supplies-Uniforms	-	1,000	153	15.29%
Depreciation	-	89,832	-	0.00%
Contingency	-	4,600	-	0.00%
Capital Lease Interest	-	5,000	-	0.00%
TOTAL EXPENSES	\$ 16,345	\$ 460,000	\$ 144,178	31.34%



Municipal Court Fund
As of July 31, 2022

REVENUES:	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Fines & Forfeitures	52,623	865,500	390,694	45.14%
Criminal & Civil Bonds	9,295	75,000	77,264	103.02%
TOTAL REVENUES	\$ 61,918	\$ 940,500	\$ 467,958	49.76%
EXPENSES:				
Payment to Other Agencies	4,321	315,000	113,067	35.89%
Payment to Others Custodial	2,949	25,500	33,975	133.24%
Transfer to Other Funds - General Fund	39,840	600,000	289,915	48.32%
TOTAL EXPENSES	\$ 47,110	\$ 940,500	\$ 436,957	46.46%



**Main Street Board
Budget To Actual Comparison Report
As of July 31, 2022**

Revenues	July 2022 Transactions	2022 Budget	YTD Transactions	% of Annual Budget
Business & Occupation Licenses	2,689	52,376	64,553	123.25%
Alcohol Beverage Licenses	1,000	25,000	10,000	40.00%
Alcohol Pouring Permits	495	5,000	3,515	70.30%
Donations From Private Sources	250	20,000	2,706	13.53%
Miscellaneous/Registrations/Booth Fees	155	5,000	4,886	97.72%
Rents and Royalties	905	5,000	2,975	59.50%
Interest Revenue	489	50	6,288	12575.28%
TOTAL REVENUES	\$ 5,983	\$ 112,426	\$ 94,923	84.43%

Expenditures				
Salaries & Wages	4,070	53,360	30,497	57.15%
Employee Benefits - Medical	1,379	19,729	9,654	48.93%
Employee Benefits- Dental	85	1,120	598	53.38%
Employee Benefits-Add Life	13	147	105	71.18%
Employee Benefits-Disability	54	598	424	70.89%
FICA	240	3,370	1,795	53.26%
Medicare	56	788	420	53.27%
Employee Benefits-Retirement	393	5,502	2,752	50.02%
Unemployment	-	27	32	119.59%
Workers Comp Insurance	-	235	204	86.68%
Communications	40	600	188	31.26%
Travel	-	700	-	0.00%
Dues and Fees	-	1,000	952	95.19%
Education and Training	-	1,700	-	0.00%
Contract Labor	-	6,000	-	0.00%
Supplies-Special Events	-	16,000	36	0.22%
Small Equipment	-	250	74	29.68%
Software	-	1,300	-	0.00%
TOTAL EXPENDITURES	\$ 6,330	\$ 112,426	\$ 47,729	42.45%



**Holly Springs Tree Commission
Budget to Actual Comparison Report
As of July 31, 2022**

Revenues	July 2022 Transactions	2022 Budget	YTD Transactions	% Variance
Development Fees/Recompense	-	34,980	2,124.50	6.07%
Donations from Private Source	250.00	20	2,706.00	13530.00%
TOTAL REVENUES	\$ 250.00	\$ 35,000.00	\$ 4,830.50	13.80%
Expenditures				
Landscaping/Tree Planting & Care	-	11,000	-	0.00%
Tree Maintenance	-	11,000	-	0.00%
Tree Removal	-	9,500	-	0.00%
Travel	-	750	-	0.00%
Dues and Fees	-	500	-	0.00%
Education and Training	-	1,000	-	0.00%
Tree Seedlings	-	500	596.05	119.21%
Banners & Shirts	-	250	-	0.00%
Books and Periodicals	-	500	-	0.00%
TOTAL EXPENDITURES	\$ -	\$ 35,000.00	\$ 596.05	1.70%

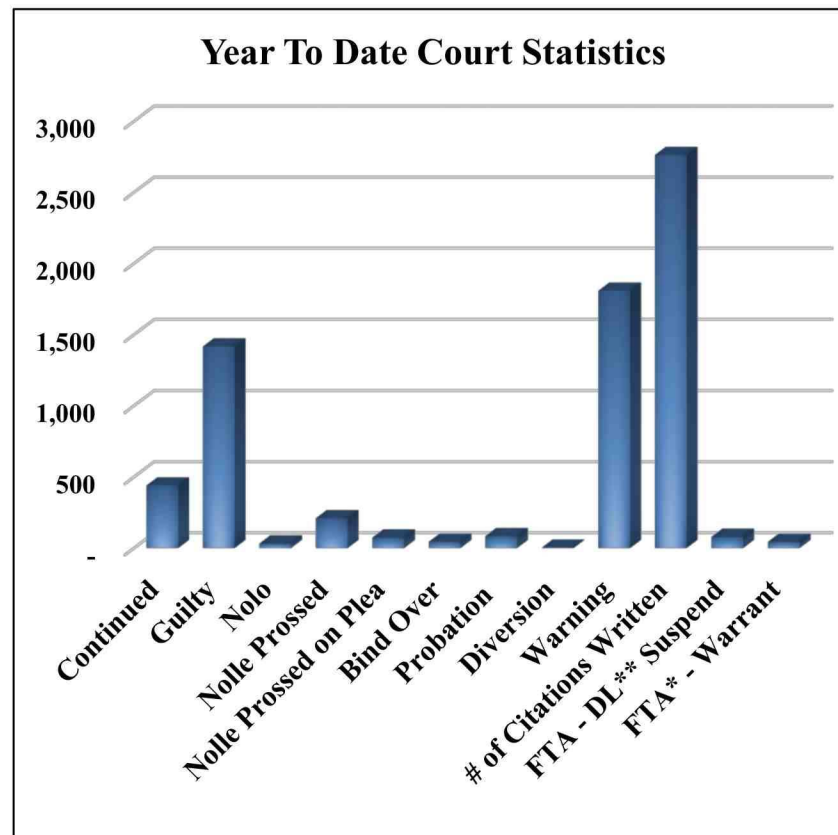


City of Holly Springs Court Statistics 2022 Year to Date

	Jan	Feb	Mar	April	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
Continued	77	21	70	61	76	60	74	-	-	-	-	-	439
Guilty	245	155	191	207	239	111	268	-	-	-	-	-	1,416
Nolo	6	2	4	3	3	6	7	-	-	-	-	-	31
Nolle Prossed	22	12	22	25	48	50	30	-	-	-	-	-	209
Nolle Prossed on													
Plea	19	3	12	12	4	10	13	-	-	-	-	-	73
Bind Over	4	3	10	8	9	6	4	-	-	-	-	-	44
Probation	15	13	14	10	8	14	9	-	-	-	-	-	83
Diversion	1	-	1	-	-	-	-	-	-	-	-	-	2
Warning	316	216	263	315	267	189	242	-	-	-	-	-	1,808
# of Citations													
Written	549	425	517	717	554								2,762
FTA - DL** Suspend	15	19	5	12	3	19	5	-	-	-	-	-	78
FTA* - Warrant	10	-	6	4	9	6	8	-	-	-	-	-	43
	1,279	869	1,115	1,374	1,220	471	660	-	-	-	-	-	6,988

* Failure to Appear

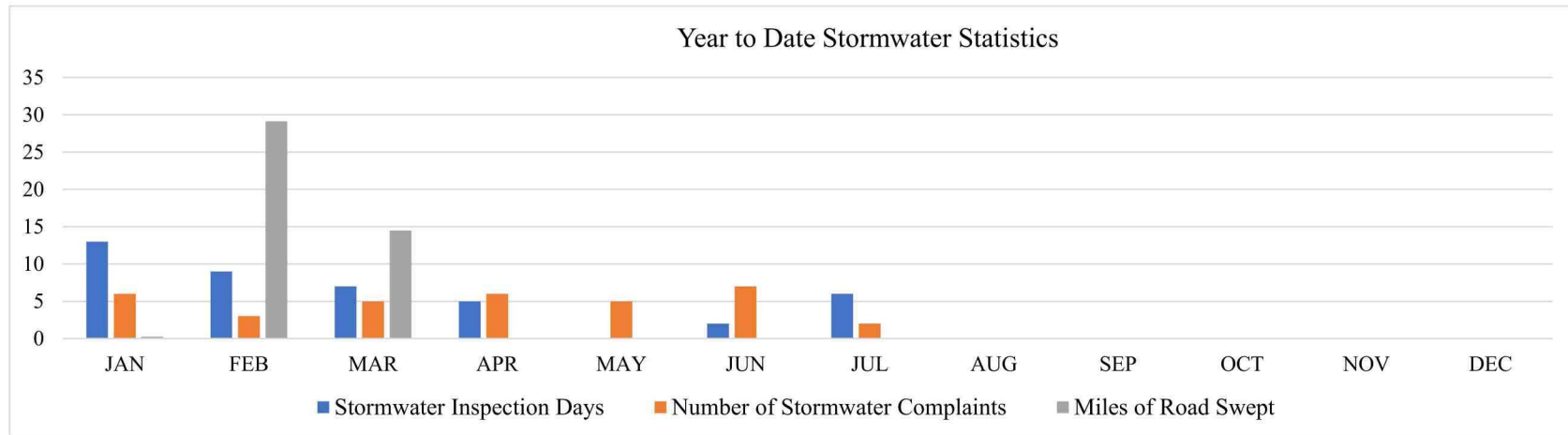
** Driver's License





City of Holly Springs Stormwater Statistics 2022 Year to Date

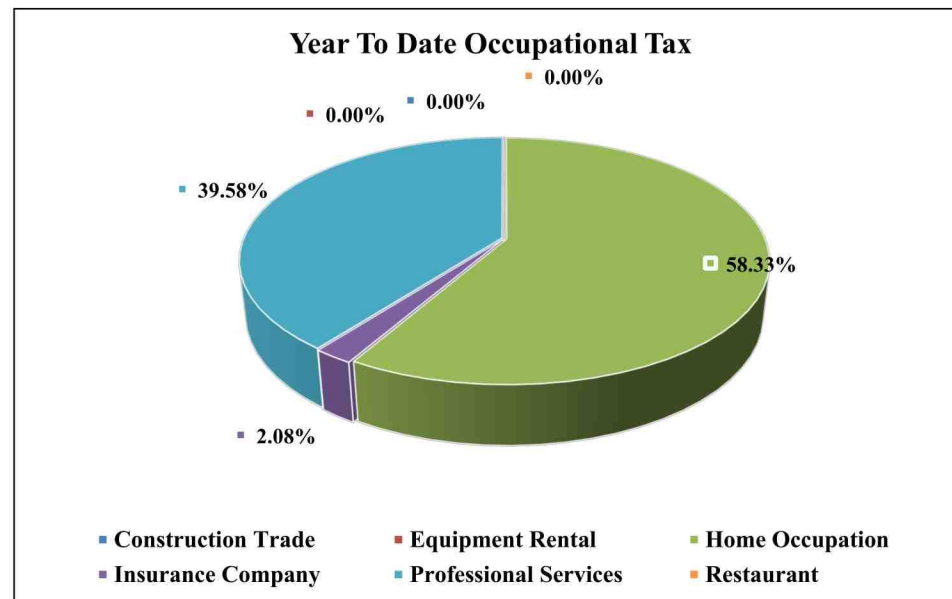
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
Stormwater Inspection Days	13	9	7	5	0	2	6						42
Number of Stormwater Complaints	6	3	5	6	5	7	2						34
Miles of Road Swept	0.26	29.13	14.48	0	0	0	0						43.87





City of Holly Springs Occupational Tax Summary 2022 Year to Date

	Jan	Feb	March	April	May	June	July	Aug	Sep	Oct	Nov	Dec	Total	
Construction Trade	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00%
Equipment Rental	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00%
Home Occupation	6	8	6	4	2	1	1	-	-	-	-	-	28	58.33%
Insurance Company	-	-	-	-	-	1	-	-	-	-	-	-	1	2.08%
Professional Services	-	4	3	2	4	6	-	-	-	-	-	-	19	39.58%
Restaurant	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00%
	6	12	9	6	6	8	1	-	-	-	-	-	48	100.00%

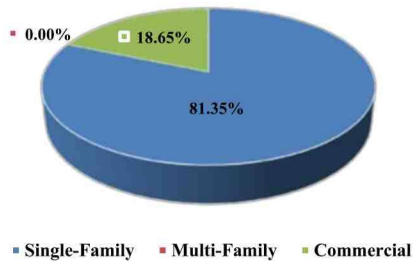




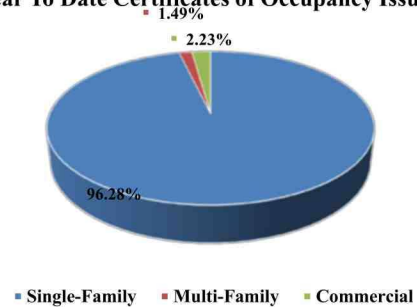
City of Holly Springs
Building Permits and Certificates of Occupancy
2022 Year to Date

	Jan	Feb	March	April	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
Single-Family													
Houses	25	49	54	48	42	25	15						258
Accessory Structures	2				1	5							8
Additions		1	4	4	4		3						16
Basement Buildouts	2	3	3		3		2						13
Mechanical			1	1	3	3	7						15
Plumbing	1		1	2	3	1	3						11
Electrical	1	1	1		1	1	1						6
Miscellaneous	3	4	2	2	5	4	2						22
Residential Fence	7	10	20	12	6	30	21						106
Certificates of Completion	1		1	2		3	6						13
Certificates of Occupancy	29	20	34	33	44	59	27						246
Multi-Family													
Townhomes													0
Apartments													0
Misc-Multi Family													0
Certificates of Occupancy	4												4
Commercial													
New Structures	1		6										7
Addition-C					1								1
Tenant Build Outs			1				1						2
Accessory Structures	4		1		1	1							7
Mechanical	1												1
Plumbing					1								1
Electrical	1	2	2	2	1	2							10
Misc-C	2	5	2		3	3							15
Signs	5	6		4			3						18
Utilities	4		5	5			4						18
Commercial Fence							2						2
Certificates of Completion			2				1						3
Certificates of Occupancy	1	1	1										3

Year To Date Permits Issued



Year To Date Certificates of Occupancy Issued



City of Holly Springs Work Session Meeting

Speaker Sign In Sheet

August 15, 2022

Meeting Date: _____

Name	Address	City Resident Y/N	Topic of Comment
1. John Long	1799 Jep Wheeler Rd.	N	Land use
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.			
12.			
13.			
14.			
15.			

Note: City Council meetings are public meetings but are not public hearings. It is at the Chief Elected Official's discretion if public comment is taken.

