

PRELIMINARY OFFICIAL STATEMENT DATED JUNE 23, 2025

NEW ISSUE

Book-Entry Only

RATINGS:

Moody's: Aaa

Standard & Poor's: AAA

(See "MISCELLANEOUS – Ratings")

In the opinion of Bond Counsel, based upon an analysis of existing laws, regulations, rulings, and judicial decisions, and assuming, among other matters, the accuracy of certain representations and the continued compliance with certain covenants and tax law requirements, interest on the Series 2025 Bonds is excludable from gross income for federal income tax purposes under § 103 of the Internal Revenue Code of 1986, as amended, and is not a specific preference item for purposes of the federal alternative minimum tax imposed on individuals and corporations; however, interest on the Series 2025 Bonds is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on certain corporations. In the opinion of Bond Counsel, interest on the Series 2025 Bonds is exempt from present State of Georgia income taxation. See Appendix C herein for the form of the opinion Bond Counsel proposes to deliver in connection with the issuance of the Series 2025 Bonds. For a more complete discussion of the tax status of the Series 2025 Bonds and certain other tax consequences relating to the Series 2025 Bonds, see "LEGAL MATTERS – Tax Matters" herein.

\$93,400,000*

**CITY OF ROSWELL, GEORGIA
GENERAL OBLIGATION BONDS, SERIES 2025**

Dated: Date of Delivery

Due: February 1, as shown on inside front cover.

The City of Roswell, Georgia (the "City") is issuing its General Obligation Bonds, Series 2025 (the "Series 2025 Bonds") for the purpose of: (a) financing the acquisition, construction, and equipping of (1) public safety (police and fire) capital projects for the City and (2) recreation, parks, bicycle and pedestrian paths, and sidewalks for the City (b) paying all or a portion of the capitalized interest due on the Series 2025 Bonds through August 1, 2026, and (c) paying the cost of issuing the Series 2025 Bonds.

The Series 2025 Bonds are direct, general obligations of the City and will be secured by and are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the City, subject to taxation for bond purposes. See "SECURITY AND SOURCES OF PAYMENT OF THE SERIES 2025 BONDS."

The Series 2025 Bonds are being issued in fully registered form in denominations of \$5,000, or any integral multiple thereof. Interest on the Series 2025 Bonds is payable semiannually on February 1 and August 1 of each year, with the first payment of interest being due February 1, 2026, to the owners thereof as shown on the registration books maintained by U.S. Bank Trust Company, National Association, as Bond Registrar and Paying Agent. The Series 2025 Bonds bear interest from the interest payment date next preceding their date of authentication, except as provided herein. See "DESCRIPTION OF THE SERIES 2025 BONDS."

The Series 2025 Bonds will be issued in book-entry form and will be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), New York, New York. Payment of the principal of and interest on the Series 2025 Bonds will be made by the Paying Agent directly to Cede & Co., as nominee of DTC, and will subsequently be disbursed to DTC Participants (as defined herein) and thereafter to Beneficial Owners (as defined herein) of the Series 2025 Bonds, all as described herein. See "DESCRIPTION OF THE SERIES 2025 BONDS – Book-Entry System of Registration."

The Series 2025 Bonds are subject to optional and mandatory redemption prior to maturity as described herein. See "DESCRIPTION OF THE SERIES 2025 BONDS – Redemption Provisions."

CUSIP PREFIX: 778535

MATURITY SCHEDULE & 9 DIGIT CUSIP

See Schedule on inside front cover.

The Series 2025 Bonds are offered when, as and if issued by the City and accepted by the original purchasers, subject to prior sale, to the withdrawal or modification of the offer without notice, and subject to the approval of legality by Gray Pannell & Woodward LLP, Athens, Georgia, as Bond Counsel. Certain legal matters will be passed upon for the City by its counsel, David Davidson, Esq., Roswell, Georgia and by its disclosure counsel, Gray Pannell & Woodward LLP, Athens, Georgia. The Bonds will be available for delivery through The Depository Trust Company in New York, New York on or about July 15, 2025.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The City will receive bids for the purchase of the Series 2025 Bonds on June 30, 2025, until 12:00 p.m. EST as set forth in the Official Notice of Sale attached hereto as Appendix D.

June __, 2025

* Preliminary, subject to change

This Preliminary Official Statement and the information contained herein are subject to completion or amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

\$93,400,000*
CITY OF ROSWELL, GEORGIA
GENERAL OBLIGATION BONDS, SERIES 2025

MATURITY SCHEDULE*

CUSIP Prefix: 778535

<u>Maturity (February 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Initial Reoffering Yield</u>	<u>CUSIP Suffix⁽¹⁾</u>
2026	\$1,730,000			
2027	1,810,000			
2028	1,905,000			
2029	2,000,000			
2030	2,095,000			
2031	2,205,000			
2032	2,315,000			
2033	2,430,000			
2034	2,555,000			
2035	2,680,000			
2036	2,810,000			
2037	2,955,000			
2038	3,060,000			
2039	3,160,000			
2040	3,265,000			
2041	3,395,000			
2042	3,530,000			
2043	3,670,000			
2044	3,815,000			
2045	3,970,000			
2046	4,135,000			
2047	4,290,000			
2048	4,465,000			
2049	4,645,000			
2050	4,830,000			
2051	5,020,000			
2052	5,225,000			
2053	5,435,000			

* Preliminary, subject to change.

⁽¹⁾ CUSIP® is a registered trademark of the American Bankers Association (“ABA”). CUSIP data herein is provided by CUSIP Global Services (“CGS”), managed by FactSet Research Systems Inc. on behalf of the American Bankers Association. This data is not intended to create a database and does not serve in any way as a substitute for the CUSIP Services Bureau. CUSIP numbers have been assigned by an independent company not affiliated with the City, the Underwriter, Bond Counsel, or Disclosure Counsel and are included solely for the convenience of the registered owners of the applicable Series 2025 Bonds. None of the aforementioned participants in the financing or the Underwriter of the Series 2025 Bonds are responsible for the selection or uses of these CUSIP numbers and no representation is made as to their correctness on the applicable Series 2025 Bonds or as included herein, or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Series 2025 Bonds as a result of various subsequent actions, including but not limited to a refunding in whole or in part, that are applicable to all or a portion of certain maturities of the Series 2025 Bonds.

CITY OF ROSWELL, GEORGIA

Elected Officials

Kurt M. Wilson, *Mayor*
Sarah Beeson
Allen Sells
Christine Hall
David Johnson
William Morthland
Lee Hills

Appointed Officials

Randy D. Knighton, *City Administrator*
William A. Godshall, *Chief Financial Officer*
David Davidson, Esq., *City Attorney*

INDEPENDENT AUDITOR

CKH CPA's and Advisors, LLC
Atlanta, Georgia

FINANCIAL ADVISOR

First Tryon Advisors, LLC
Charlotte, North Carolina

BOND COUNSEL AND DISCLOSURE COUNSEL

Gray Pannell & Woodward LLP
Athens, Georgia

For purposes of compliance with Rule 15c2-12 of the United States Securities and Exchange Commission, as amended (the "Rule"), and in effect on the date of this Preliminary Official Statement, this document constitutes a Preliminary Official Statement of the City with respect to the Series 2025 Bonds that has been deemed "final" by the City as of its date except for the omission of no more than the information permitted by the Rule.

No dealer, broker, salesman or other person has been authorized to give any information or to make any representation, other than those contained in this Official Statement in connection with the offering contained herein, and if given or made, such other information or representations must not be relied upon. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Series 2025 Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

The information contained in this Official Statement has been obtained from representatives of the City, public documents, records and other sources considered to be reliable. The delivery of this Official Statement at any time does not imply that any information herein is correct as of any time subsequent to its date. Any statements in this Official Statement involving estimates, assumptions and matters of opinion, whether or not so expressly stated, are intended as such and not representation of fact.

NO REGISTRATION STATEMENT RELATING TO THE SERIES 2025 BONDS HAS BEEN FILED WITH THE SECURITIES AND EXCHANGE COMMISSION ("SEC") OR ANY STATE SECURITIES AGENCY. THE SERIES 2025 BONDS HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SEC OR ANY STATE SECURITIES AGENCY, NOR HAS THE SEC OR ANY STATE SECURITIES AGENCY PASSED UPON THE ACCURACY OR ADEQUACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

In making an investment decision, investors must rely on their own examination of the City and the terms of the offering, including the merits and risks involved. The Series 2025 Bonds have not been recommended by any federal or state securities commission or regulatory authority. Furthermore, the foregoing authorities have not confirmed the accuracy or determined the adequacy of this Official Statement. Any representation to the contrary is a criminal offense.

THE SERIES 2025 BONDS ARE EXEMPT FROM REGISTRATION WITH THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION AND CONSEQUENTLY HAVE NOT BEEN REGISTERED THEREWITH. THE REGISTRATION, QUALIFICATION, OR EXEMPTION OF THE SERIES 2025 BONDS IN ACCORDANCE WITH APPLICABLE SECURITIES LAW PROVISIONS OF THE JURISDICTIONS IN WHICH THE SERIES 2025 BONDS HAVE BEEN REGISTERED, QUALIFIED, OR EXEMPTED SHOULD NOT BE REGARDED AS A RECOMMENDATION THEREOF.

TABLE OF CONTENTS

INTRODUCTION	1
General.....	1
Purpose of the Series 2025 Bonds.....	1
Security and Sources of Payment for the Series 2025 Bonds.....	1
Description of the Series 2025 Bonds	1
Tax Exemption.....	2
Professional Involved in the Offering	2
Paying Agent and Bond Registrar.....	3
Legal Authority for Issuance.....	3
Offering and Delivery of the Series 2025 Bonds	3
Continuing Disclosure	3
Other Information	4
PLAN OF FINANCING	5
DESCRIPTION OF THE SERIES 2025 BONDS	6
General.....	6
Registration Provisions; Transfer and Exchange	6
Redemption Provisions	6
Book-Entry System of Registration	7
SECURITY AND SOURCES OF PAYMENT OF THE SERIES 2025 BONDS	10
PRINCIPAL AND INTEREST REQUIREMENTS	11
THE CITY	13
General.....	13
City Government.....	13
City Services	13
Insurance.....	14
Employees, Employee Relations and Labor Organizations	14
Defined Benefit Pension Plan	14
Population	14
Labor Statistics	18
Building Permits	19
Category of Land Use	19
Per Capita Income.....	20
Median Household Income	20
Median Home Value.....	20
Largest Employers	21
CITY FINANCIAL INFORMATION	22
General Fund History.....	22
Budgetary Process and Accounting Practices	24
Revenues.....	26
Local Option Sales and Use Tax	26
CITY AD VALOREM TAXATION	27
Ad Valorem Taxation	27
Tax Collection.....	28
Property Tax Levies and Collections	28
Historical Property Tax Data	29
Tax Rates – Mills.....	30
Principal Taxpayers	31
CITY DEBT STRUCTURE	32
Summary of City Debt and Overlapping Debt by Category.....	32
Proposed Debt.....	34
Limitations on City Debt.....	34

Tax Supported Debt Ratios	35
LEGAL MATTERS.....	35
Pending Litigation.....	35
Tax Matters.....	35
Changes in Federal Tax Law.....	38
Transportation Funding Act.....	38
Validation Proceedings and Approving Opinion	38
Closing Certificates.....	38
RISK FACTORS	40
Public Health.....	40
Climate Change.....	40
Cyber-Security	40
Economic Environment.....	40
MISCELLANEOUS	41
Ratings.....	41
Competitive Sale.....	41
Independent Auditor	41
Financial Advisor.....	41
Additional Information	41
Appendix A	Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024
Appendix B	Form of Continuing Disclosure Certificate
Appendix C	Form of Bond Counsel Opinion
Appendix D	Official Notice of Sale

\$93,400,000*
CITY OF ROSWELL, GEORGIA
GENERAL OBLIGATION BONDS, SERIES 2025

INTRODUCTION

General

This Official Statement of the City of Roswell, Georgia (the “City”) sets forth certain information concerning the City and its proposed \$93,400,000* City of Roswell, Georgia General Obligation Bonds, Series 2025 (the “Series 2025 Bonds”).

This Introduction is not a summary of this Official Statement and is intended only for quick reference. It is only a brief description of and guide to, and is qualified in its entirety by reference to, more complete and detailed information contained in the entire Official Statement, including the cover page and the Appendices, and the documents summarized or described herein. Investors should fully review the entire Official Statement. The offering of the Series 2025 Bonds to potential investors is made only by means of the entire Official Statement, including the Appendices hereto. No person is authorized to detach this Introduction from the Official Statement or otherwise to use it without the entire Official Statement.

The Series 2025 Bonds will be sold pursuant to a competitive sale as provided in the Official Notice of Sale attached hereto as “Appendix D - Office Notice of Sale – Series 2025 Bonds.”

Purpose of the Series 2025 Bonds

The Series 2025 Bonds are being issued for the purpose of: (a) financing the acquisition, construction, and equipping of (1) public safety (police and fire) capital projects for the City and (2) recreation, parks, bicycle and pedestrian paths, and sidewalks for the City, (b) paying all or a portion of the capitalized interest due on the Series 2025 Bonds through August 1, 2026, and (c) paying the cost of issuing the Series 2025 Bonds. See “PLAN OF FINANCING.”

Security and Sources of Payment for the Series 2025 Bonds

The Series 2025 Bonds are direct and general obligations of the City. The principal of and interest on the Series 2025 Bonds are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the City and subject to taxation for bond purposes. The City Council of the City is authorized and required, by law, to levy taxes which will produce funds sufficient in amount to pay the principal of, premium, if any, and the interest on the Series 2025 Bonds as the same become due.

Description of the Series 2025 Bonds

Redemption. The Series 2025 Bonds are subject to optional and mandatory redemption prior to their stated maturity. At least thirty and not more than sixty days before the date upon which redemption is to be made, a redemption notice will be mailed by first class mail to all registered owners of Series 2025 Bonds to be redeemed. See “DESCRIPTION OF THE SERIES 2025 BONDS -- Redemption Provisions.”

Denominations. The Series 2025 Bonds will be issued in denominations of \$5,000 or any integral multiple thereof.

Registration, Transfers and Exchanges. The registered owner of the Series 2025 Bonds as shown on the registration books maintained by U.S. Bank Trust Company, National Association, Atlanta, Georgia, as bond registrar (the “Bond Registrar”), will be treated as the owner of the Series 2025 Bonds for all purposes, including

* Preliminary, subject to change

payment. The Series 2025 Bonds will be issued in fully registered form. When in book-entry form, the purchasers of the Series 2025 Bonds (the “Beneficial Owners”) will not receive certificates representing their ownership interest in the Series 2025 Bonds. Instead, such Series 2025 Bonds will be held by a securities depository, initially The Depository Trust Company (“DTC”) and registered in the name of DTC or its nominee, Cede & Co. Any registration of transfer or exchange of the ownership interest in Series 2025 Bonds held in book-entry form will be made through computerized book-entry changes on the books of DTC through DTC’s Direct and Indirect Participants in the manner described herein under “DESCRIPTION OF SERIES 2025 BONDS – Book-Entry System of Registration.” When not in book-entry form, ownership of Series 2025 Bonds may be transferred upon surrender of such Bond to the Bond Registrar, together with an assignment duly executed by the registered owner or his attorney or legal representative. When not in book-entry form, subject to the conditions hereinafter described, the Series 2025 Bonds are exchangeable for a like aggregate principal amount of Series 2025 Bonds of the same maturity, interest rate and tenor in denominations of \$5,000 or any integral multiple thereof. See “DESCRIPTION OF THE SERIES 2025 BONDS – Registration Provisions; Transfers and Exchanges” and “—Book-Entry System of Registration.”

Payments. Interest on the Series 2025 Bonds is payable by check or draft mailed by first class mail on the date due to the owners thereof as shown on the books and records of the Bond Registrar on the 15th day of the calendar month next preceding each Interest Payment Date (as defined herein) Interest on the Series 2025 Bonds is payable to any registered owner of more than \$1,000,000 in aggregate principal amount of the Series 2025 Bonds by wire transfer to such registered owner if written notice is given to the Paying Agent prior to the 15th day of the calendar month preceding the Interest Payment Date. Principal of and premium, if any, on the Series 2025 Bonds are payable upon surrender thereof at the corporate trust office of U.S. Bank Trust Company, National Association, Atlanta, Georgia, as Paying Agent and Bond Registrar. See “DESCRIPTION OF THE SERIES 2025 BONDS – General.”

So long as DTC or its nominee, Cede & Co., is the registered owner of the Series 2025 Bonds, payments of the principal of, premium, if any, and interest on the Series 2025 Bonds will be made directly to Cede & Co., which will remit such payments to the DTC participants, which will in turn remit such payments to the beneficial owners of the Series 2025 Bonds.

For a more complete description of the Series 2025 Bonds, see “DESCRIPTION OF THE SERIES 2025 BONDS.”

Tax Exemption

In the opinion of Bond Counsel, based upon an analysis of existing laws, regulations, rulings, and judicial decisions, and assuming, among other things, the accuracy of certain representations and the continued compliance with certain covenants and tax law requirements, interest on the Series 2025 Bonds is excludable from gross income for federal income tax purposes under § 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and is not a specific preference item for purposes of the federal alternative minimum tax imposed on individuals and corporations; however, interest on the Series 2025 Bonds is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on certain corporations. In the opinion of Bond Counsel, interest on the Series 2025 Bonds is exempt from present State of Georgia income taxation. Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Series 2025 Bonds.

See “APPENDIX C” herein for the form of opinion Bond Counsel proposes to deliver in connection with the issuance of the Series 2025 Bonds. For a more complete discussion of the tax status of the Series 2025 Bonds and certain other tax consequences relating to the Series 2025 Bonds, see “LEGAL MATTERS – Tax Matters” herein.

Professional Involved in the Offering

The Series 2025 Bonds are offered when, as and if issued and received by the original purchasers, subject to the approval of legality by Gray Pannell & Woodward LLP, Athens, Georgia as Bond Counsel. Certain legal matters will be passed upon for the City by its counsel, David Davidson, Esq., Roswell, Georgia and by its

disclosure counsel, Gray Pannell & Woodward LLP, Athens, Georgia. First Tryon Advisors, LLC has served as financial advisor (the “Financial Advisor”) to the City with respect to the sale of the Series 2025 Bonds.

The financial statements of the City as of June 30, 2024, and for the year then ended attached hereto as Appendix A have been audited by CKH CPA’s and Advisors, LLC, as indicated in their report included thereon.

Paying Agent and Bond Registrar

U.S. Bank Trust Company, National Association, Atlanta, Georgia, has been designated as Paying Agent and Bond Registrar for the Series 2025 Bonds. The principal corporate trust office of the Paying Agent and Bond Registrar is 2 Concourse Parkway, Suite 800, Atlanta, Georgia 30328, Attention: Corporate Trust Services.

Legal Authority for Issuance

The Series 2025 Bonds are to be issued pursuant to the Constitution and laws of the State of Georgia including particularly (i) a resolution of the City Council of the City adopted July 11, 2022, calling elections to authorize the issuance of the Series 2025 Bonds, (ii) elections of the qualified voters of the City held on November 8, 2022 (the “Elections”), and (iii) a resolution of the City Council of the City to be adopted on June 30, 2025, authorizing the specific terms of the Series 2025 Bonds (the “Bond Resolution”).

Offering and Delivery of the Series 2025 Bonds

The Series 2025 Bonds are offered when, as and if issued by the City and accepted by the original purchasers thereof, subject to prior sale, to the withdrawal or modification of the offer without notice and subject to the approving opinion of Gray Pannell & Woodward LLP, Bond Counsel. The Series 2025 Bonds in definitive form are expected to be delivered through the Depository Trust Company in New York, New York.

Continuing Disclosure

The City has covenanted for the benefit of the owners of the Series 2025 Bonds in a Continuing Disclosure Certificate (the “Disclosure Certificate”) to provide (a) certain financial information and operating data relating to the City (the “Operating and Financial Data”) annually and (b) notices of the occurrence of certain events, if deemed by the City to be material (the “Events Notices”). The Operating and Financial Data and the Events Notices will be filed with the Municipal Securities Rulemaking Board (the “MSRB”) in an electronic format as prescribed by the MSRB (which, as of the date hereof, is the Electronic Municipal Market Access (“EMMA”) system of the MSRB). The City’s undertaking to provide Operating and Financial Data and Events Notices pursuant to the Disclosure Certificate is described in Appendix B. The covenants have been made in order to assist the Underwriter in complying with Securities and Exchange Commission Rule 15c2-12 (the “Rule”).

The City has entered into previous continuing disclosure obligations with respect to the Rule (the “Prior Undertakings”). There have been occurrences over the last five years during which the County has failed to timely comply with its obligations under the Prior Undertakings, as follows:

- (1) The City filed its audited financial statements and its Annual Report for fiscal year 2020 on December 29, 2020 (2 days late) and its audited financial statements and its Annual Report for fiscal year 2021 on December 29, 2021 (2 days late).
- (2) The City failed to provide the required notice of late filing for the instance described above.
- (3) The City failed to file the following information:
 - (a) the financial information provided in the Annual Reports for Fiscal Years 2020 through 2022 consistent with the information and operating data contained in the official statements under (a) “THE CITY – Tax Supported Debt Ratios”; and (b) “THE CITY – Historical

Property Tax Data for the Prior Undertakings” were not presented in the same format and did not contain the same information as provided in the respective official statements;

(b) The Annual reports for Fiscal Years 2020 through 2022 included the respective fiscal year’s budget, but did not include the information contained in the official statements under “THE CITY – Budgetary Process and Accounting Practices” regarding the budget for the year the Annual Report was filed; and

(c) The Annual reports for Fiscal Years 2020 through 2022 did not include the information contained in the official statements under “THE CITY – Local Option Sales and Use Tax, Historical Collections.”

This information was filed on EMMA on May 12, 2023.

Pursuant to a Debt Policy and Procedures Manual, approved by the City Council of the City on February 25, 2013, the City has implemented additional internal written procedures designed to insure that future annual reports, including annual reports relating to the Series 2025 Bonds, will be filed on a complete and timely basis.

Other Information

This Official Statement speaks only as of its date, and the information contained herein is subject to change without notice.

The information contained in this Official Statement does not purport to be comprehensive or definitive. All references herein to the Series 2025 Bonds or any other document are qualified in their entirety by reference to the definitive forms thereof and the provisions with respect thereto included in the Bond Resolution, the Series 2025 Bonds or such other document.

Copies of the Bond Resolution and other documents and information are available, upon request and upon payment to the City for a charge for copying, mailing and handling, from the City of Roswell, Georgia, 38 Hill Street, Suite 130, Roswell, Georgia 30075, Attention: Chief Financial Officer, telephone (770) 641-3759.

[Remainder of Page Intentionally Left Blank.]

PLAN OF FINANCING

Estimated Sources and Applications of Funds*

The sources and applications of funds in connection with the issuance of the Series 2025 Bonds are estimated below.

Estimated Sources of Funds:

Bond Proceeds:	
Par Amount of Series 2025 Bonds	\$93,400,000*
Plus: Reoffering Premium	
Total Sources of Funds	

Estimated Uses of Funds:

Deposit to Construction Fund
Capitalized Interest
Costs of Issuance ⁽¹⁾
Underwriter's Discount
Total Uses of Funds

⁽¹⁾ Includes legal, financial advisor and accounting fees, rating agency fees, initial Paying Agent and Bond Registrar's fees, printing and engraving costs, validation court costs and other costs of issuance.

[Remainder of Page Intentionally Left Blank.]

DESCRIPTION OF THE SERIES 2025 BONDS

General

The Series 2025 Bonds will be dated the date of delivery, and will bear interest from the Interest Payment Date (as defined below) next preceding their date of authentication to which interest has been paid (unless their date of authentication is an Interest Payment Date, in which case from such Interest Payment Date, or unless their date of authentication is after a record date and prior to the corresponding Interest Payment Date, in which case from such corresponding Interest Payment Date, or unless their date of authentication is prior to the first Interest Payment Date, in which case from the date of delivery) at the rates per annum set forth on the inside cover page of this Official Statement (computed on the basis of a 360-day year comprised of twelve 30-day months). The principal of and redemption premium (if any) on the Series 2025 Bonds are payable upon the presentation and surrender of the Series 2025 Bonds at the corporate trust office of U.S. Bank Trust Company, National Association, Atlanta, Georgia, as paying agent (the “Paying Agent”). Interest on the Series 2025 Bonds is payable on February 1 and August 1 (each such date, an “Interest Payment Date”), commencing February 1, 2026 by check or draft mailed by first class mail to the registered owner of record as of the January 15 or the July 15 immediately preceding the applicable Interest Payment Date, at such owner’s address as it appears on the bond registration books of the City maintained by U.S. Bank Trust Company, National Association, Atlanta, Georgia, as bond registrar (the “Bond Registrar”). Interest on the Series 2025 Bonds is payable to any registered owner of more than \$1,000,000 in aggregate principal amount of Series 2025 Bonds by wire transfer to such registered owner if written notice is given to the Paying Agent prior to the 15th day of the calendar month preceding the Interest Payment Date. Interest shall continue to be so paid until such wire instructions are revoked in writing.

Registration Provisions; Transfer and Exchange

The Series 2025 Bonds will be issued in fully registered form in the denomination of \$5,000 each or integral multiples thereof. The Series 2025 Bonds will be registered as to principal and interest on the registration books kept by the Bond Registrar. The registered owner thereof shall be treated as the absolute owner thereof for all purposes, including payment, and payment to the registered owner thereof shall satisfy all liability thereon to the extent of sums so paid.

When in book-entry form, the purchasers of the Series 2025 Bonds (the “Beneficial Owners”) will not receive certificates representing their ownership interest in the Series 2025 Bonds. Instead, such Series 2025 Bonds will be held by a securities depository, initially The Depository Trust Company (“DTC”) and registered in the name of DTC or its nominee, Cede & Co. Any transfer or exchange of the ownership interest in the Series 2025 Bonds held in book-entry form will be made through computerized book-entry changes on the books of DTC through DTC’s Direct and Indirect Participants in the manner described herein under “DESCRIPTION OF THE SERIES 2025 BONDS – Book-Entry System of Registration.”

When not in book-entry form, ownership of any Bond will be transferable upon surrender thereof to the Bond Registrar, together with an assignment duly executed by the registered owner or his attorney, in such form as shall be satisfactory to the Bond Registrar. Upon any such transfer of ownership, the Bond Registrar will cause to be authenticated and delivered a new Bond or Bonds registered in the name of the transferee in the authorized denomination in the same aggregate principal amount, interest rate and tenor as the Bonds surrendered for such transfer. The Bonds may be exchanged for a like principal amount of Bonds of the same maturity, tenor and interest rate of other authorized denominations. For every exchange or registration or transfer, the Bond Registrar may charge an amount sufficient to reimburse it for any tax or other governmental charge required to be paid with respect to such exchange or registration or transfer, but no other charge may be made to the owner for any exchange or registration or transfer of the Bonds.

Redemption Provisions*

Optional Redemption

The Series 2025 Bonds maturing on February 1, 2036 and thereafter are redeemable prior to maturity at the option of the City, in whole or in part at any time on or after February 1, 2035, in any order of maturity from any

moneys available therefor at par plus accrued interest to the redemption date, all in the manner provided in the Bond Resolution.

Mandatory Sinking Fund Redemption

The Series 2025 Bonds maturing on February 1, 20__, are subject to mandatory sinking fund redemption on February 1, 20__, and on each February 1 thereafter to and including February 1, 20__, in the principal amount set forth in the table below (after credit as provided below), at a redemption price equal to 100% of the principal amount to be redeemed plus interest due thereon on such redemption date (the February 1, 20__ amount to be paid rather than redeemed):

February 1
of the Year

Principal Amount

+ Final Maturity

Method of Redemption. In the event of a partial redemption of the Series 2025 Bonds, the particular maturity or maturities to be redeemed shall be selected by the City. If less than all of the Series 2025 Bonds of a maturity are to be called for redemption, the particular certificates of such maturity or portions thereof in the case of certificates in principal amounts greater than \$5,000 to be redeemed shall be selected by lot in such manner as may be designated by DTC, when in book-entry form and by the Paying Agent, when not in book-entry form.

Notice of Redemption. Notice of the call for any redemption, identifying the Series 2025 Bonds (or the portions thereof) to be prepaid and specifying the terms of such redemption, will be mailed, by first class mail, to the owners of the Series 2025 Bonds to be prepaid (in whole or in part) at their addresses appearing on the bond register maintained by the Bond Registrar not more than 60 days nor less than 30 days prior to the redemption date; provided, however, that failure to give such notice, or any defect therein, will not affect the validity of the proceedings for the redemption of any Bond or portion thereof with respect to which no such failure has occurred. Any notice mailed as provided in the Bond Resolution will be conclusively presumed to have been duly given, whether or not the registered owner receives the notice.

If at the time of mailing of notice of redemption there have not been deposited with the Bond Registrar moneys sufficient to redeem all Series 2025 Bonds called for redemption, which moneys are or will be available for redemption of Series 2025 Bonds, such notice will state that it is conditional upon the deposit of the redemption moneys with the Paying Agent not later than the opening of business on the date established for redemption, and such notice will be of no effect unless such moneys are so deposited.

On or prior to the date fixed for any redemption of Series 2025 Bonds the moneys required for such redemptions are to be deposited by or on behalf of the City. All Series 2025 Bonds called for redemption will cease to bear interest after the specified redemption date, provided that sufficient funds for redemption are on deposit with the Paying Agent.

Book-Entry System of Registration

This section describes how ownership of the Series 2025 Bonds are to be transferred and how the principal of, premium, if any, and interest on the Series 2025 Bonds are to be paid to and credited by The Depository Trust Company, New York, New York ("DTC"), while the Series 2025 Bonds are registered in its nominee name. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The City believes the source of such information to be reliable, but takes no responsibility for the accuracy or completeness thereof.

The City cannot and does not give any assurance that (1) DTC will distribute payments of debt service on the Series 2025 Bonds, or redemption or other notices, to DTC Participants, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Series 2025 Bonds), or redemption or other notices, to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the United States Securities and Exchange Commission (the “SEC”), and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Series 2025 Bonds. The Series 2025 Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate for each maturity of the Series 2025 Bonds will be issued, in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world’s largest depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). Direct Participants and Indirect Participants are collectively referred to as “Participants”. DTC has a Standard & Poor’s rating of AA+. The DTC Rules applicable to its Participants are on file with the SEC. More information about DTC can be found at www.dtcc.com.

Purchases of Series 2025 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Series 2025 Bonds on DTC’s records. The ownership interest of each actual purchaser of each Bond (“Beneficial Owner”) is in turn to be recorded on the Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Series 2025 Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Series 2025 Bonds, except in the event that use of the book-entry system for the Series 2025 Bonds is discontinued.

To facilitate subsequent transfers, all Series 2025 Bonds deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Series 2025 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Series 2025 Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Series 2025 Bonds are credited, which may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Beneficial Owners of Series 2025 Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Series 2025 Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Series 2025 Bonds may wish to ascertain that the nominee holding the Series 2025 Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the register and request that copies of the notices be provided directly to them.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Series 2025 Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the City as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Series 2025 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Series 2025 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City or the Paying Agent/Registrar, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC nor its nominee, the Paying Agent/Registrar of each series, or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City or the Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Participants.

DTC may discontinue providing its services as depository with respect to the Series 2025 Bonds at any time by giving reasonable notice to the City or the Paying Agent/Bond Registrar. Under such circumstances, in the event that a successor depository is not obtained, Series 2025 Bonds are required to be printed and delivered.

Use of Certain Terms in Other Sections of this Official Statement. In reading this Official Statement, it should be understood that while the Series 2025 Bonds are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners or bondholders should be read to include the person for which the Participant acquires an interest in the Series 2025 Bonds, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Ordinance will be given only to DTC.

Information concerning DTC and the Book-Entry-Only System has been obtained from DTC and is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation by the City.

Effect of Termination of Book-Entry-Only System. In the event that the Book-Entry-Only System is discontinued by DTC or the use of the Book-Entry-Only System is discontinued by the City, printed Series 2025 Bonds will be issued to the holders and the Series 2025 Bonds will be subject to transfer, exchange and registration provisions as set forth in the Bond Resolution and summarized under "DESCRIPTION OF THE SERIES 2025 BONDS – Registration Provisions, Transfer and Exchange."

[Remainder of Page Intentionally Left Blank.]

SECURITY AND SOURCES OF PAYMENT OF THE SERIES 2025 BONDS

The Series 2025 Bonds will constitute valid and legally binding general obligations of the City. The principal of and interest on the Series 2025 Bonds are payable from an ad valorem tax, unlimited as to rate or amount, to be levied upon all taxable property within the City subject to taxation for bond purposes, including real and personal property, motor vehicles, and mobile homes.

The City, as required by law, will levy an ad valorem tax on all taxable property within the City subject to taxation for bond purposes in an amount sufficient to pay the principal of and interest on the Series 2025 Bonds as the same becomes due and payable.

[Remainder of Page Intentionally Left Blank.]

PRINCIPAL AND INTEREST REQUIREMENTS

Set forth below are the principal and interest requirements with respect to the Series 2025 Bonds, compared to the principal and interest requirements with respect to the outstanding general obligation bonds of the City (the “Prior Bonds”) for the years shown below. See “THE CITY – Summary of City Debt by Category and Overlapping Debt” herein for a summary of other indebtedness of the City.⁽¹⁾

	Prior Bonds	Series 2025 Bonds*		Combined Total Debt Service Requirements*
Fiscal Year Ending ⁽¹⁾	Total Debt Service Requirements	Principal	Interest	Total Debt Service Requirements
2025	\$6,764,748	\$--		
2026	5,079,548	1,730,000		
2027	5,071,673	1,810,000		
2028	5,064,998	1,905,000		
2029	5,059,248	2,000,000		
2030	5,054,173	2,095,000		
2031	5,044,648	2,205,000		
2032	5,040,398	2,315,000		
2033	5,038,523	2,430,000		
2034	5,030,448	2,555,000		
2035	5,033,348	2,680,000		
2036	5,035,185	2,810,000		
2037	5,030,778	2,955,000		
2038	5,020,073	3,060,000		
2039	5,012,763	3,160,000		
2040	5,014,588	3,265,000		
2041	5,001,663	3,395,000		
2042	4,998,763	3,530,000		
2043	4,985,663	3,670,000		
2044	4,976,269	3,815,000		
2045	4,960,313	3,970,000		
2046	4,943,650	4,135,000		
2047	4,935,881	4,290,000		
2048	4,921,675	4,465,000		

2049	4,905,900	4,645,000
2050	4,888,356	4,830,000
2051	4,873,744	5,020,000
2052	4,856,700	5,225,000
2053	<u>4,841,894</u>	<u>5,435,000</u>
Total	<u>\$146,485,601</u>	<u>\$93,400,000</u>

⁽¹⁾ In 2024 the City changed its fiscal year-end from June 30 to December 31. Fiscal year ending December 31 is reflected in this table.

[Remainder of Page Intentionally Left Blank.]

THE CITY

General

The City of Roswell, Georgia (the “City”) was incorporated in 1854 and operates under an amended charter adopted April 19, 2000. The City is located 20 miles north of the City of Atlanta in the northern part of Fulton County, Georgia (“Fulton County”). Fulton County is the central and most populous county in the State of Georgia. The four Georgia counties that are closest to the City are Cobb County, DeKalb County, Forsyth County and Gwinnett County. The City is approximately 41.95 square miles. The principal office of the City is located at 38 Hill Street, Roswell, Georgia 30075.

City Government

The City is governed by a seven-member City Council (the “City Council”), which is comprised of a mayor and six council members (all elected at Large). The City Council has two regularly scheduled public meetings each month to conduct normal business. Additional meetings are occasionally called for specific purposes. The names and occupations of the current members of the City Council and the expiration of their terms of office are as follows:

<u>Name</u>	<u>Expiration of Term of Office</u>	<u>Occupation</u>
Kurt M. Wilson, Mayor	December 31, 2025	Mayor and Entrepreneur/Business Owner
Sarah Beeson	December 31, 2027	Vice President of Operations, Oasis Consulting Services
Allen Sells	December 31, 2027	Finance and Business Analytics
Christine Hall	December 31, 2027	Director-Business Incentive Consulting – CliftonLarsonAllen LLP
David Johnson	December 31, 2025	Anesthetist
William Morthland	December 31, 2025	Business Partner, Mortgage Right Roswell
Lee Hills	December 31, 2025	Active Leader/Volunteer of Non-Profit Organizations

The mayor and council members are elected at large by the voters residing in each district to serve four-year terms. The mayor presides at all meetings of the City Council.

The City employs an Administrator who is responsible for the overall operation of the City. Randy D. Knighton, currently serves as the City Administrator, and was appointed to this post by the Mayor and City Council in September 2021. Prior to his appointment, he served as city manager of the City of Stockbridge, Georgia. Mr. Knighton holds a Master of Public Administration and Bachelor of Arts in Criminal Justice from University of Central Florida and a Master of Divinity Degree from Emory University. He is also a member of the American Institute of Certified Planners, the American Planning Association, and the Georgia Planning Association.

William A. Godshall serves as the Chief Financial Officer for the City and is responsible for the operations and services of the Finance Department as well as providing consultation with the City Administrator and Elected Officials on finance-related matters. Prior to his appointment, he served as an audit partner at Frazier & Deeter, LLC (“Fraizer & Deeter”). Part of Mr. Godshall’s responsibilities included the Head of Audit Quality during his tenure at Frazier & Deeter. Mr. Godshall is a Certified Public Accountant and licensed in the states of Georgia, Louisiana, and Florida. Mr. Godshall holds a Bachelor of Science degree in Accounting from the University of New Orleans and graduated with distinction from the Harvard Business Analytics Program.

City Services

The City provides a full range of local government services including, but not limited to, the following: fire protection, police protection, recreation, storm water drainage, elections, planning, zoning, parks, recreational and cultural programs and facilities, alcohol and business licenses, building inspection and code enforcement, water

treatment and solid waste services. All the services, except for water treatment and solid waste, are paid primarily by tax revenues. Water treatment and solid waste services are paid by user fees. The citizens of the City have not experienced any significant interruptions in those services during the past ten years. The City is responsible for enforcement of City ordinances, the municipal court and maintenance of City facilities and buildings.

Insurance

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency (GIRMA), a public entity risk pool currently operating as common risk management and insurance programs for member local governments.

As part of this risk pool, the City is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the 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 investigations, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the fund.

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

Employees, Employee Relations and Labor Organizations

The City had approximately 655 full-time and 217 part-time employees as of December 31, 2024. No employees of the City are represented by labor organizations or are covered by collective bargaining agreements, and the City is not aware of any union organizing efforts at the present time.

Defined Benefit Pension Plan

The below description of the City's defined benefit pension plan is from the City's unaudited financial statements for the period ended December 31, 2024 (presented for the six-months ending December 31, 2024). For a description on the City's defined benefit pension plan for fiscal year ended June 30, 2024, see footnote 12 of the City's audited financial statements for the fiscal year ended June 30, 2024 attached hereto as Appendix A.

PENSION PLAN

Plan Description

The City, as authorized by the City Council, has established a defined benefit pension plan (the "City of Roswell Retirement Plan") covering all full-time employees. The City's pension plan is affiliated with the Georgia Municipal Employee Benefit System ("GMEBS"), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS for investment purposes. The City does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The plan is closed to new members.

The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, S.W., Atlanta, Georgia 30303 or by calling (404) 688-0472.

As provided by state law, benefit provisions for participants in GMEBS are established and amended by the respective employers. As authorized by City Council, the City of Roswell Retirement Plan provides pension benefits and death and disability benefits for plan members and beneficiaries. The plan is closed to new members.

Benefits vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 2% of final average earnings in excess of covered compensation. An employee may elect early retirement at age 55 provided he has a minimum of 25 years total credited service to receive full benefits, otherwise early retirement may be elected after only 10 years of service for reduced benefits. Elected officials are entitled to \$30 for each year of service after reaching normal retirement age.

Plan Membership

At January 1, 2025, the date of the most recent actuarial valuation, there were 882 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	436
Terminated vested participants not yet receiving benefits	293
Active employees – vested	<u>153</u>
Total	<u>882</u>

Contributions

The City of Roswell Retirement Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the City of Roswell Retirement Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the City of Roswell Retirement Plan. The funding policy for the City of Roswell Retirement Plan is to contribute an amount equal to or greater than the recommended contribution described below. For the six months ending December 31, 2024, the actuarially determined contribution rate was 37.44% of covered payroll. The City makes all contributions to the City of Roswell Retirement Plan. For the six months ended December 31, 2024, the City's contribution to the City of Roswell Retirement Plan was \$2,340,804.

Net Pension Liability of the City

The City's net pension liability was measured as of December 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2025 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2024.

Actuarial assumptions. The total pension liability in the January 1, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.250%
Salary increases	Service Based
Investment rate of return	7.375%

Mortality rates for the January 1, 2025 valuation were based on the sex-distinct Pre-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The actuarial assumptions used in the January 1, 2025 valuation were based on the results of an actuarial experience study for the period January 1, 2015–June 30, 2019 prepared by the prior actuary, Segal Group, Inc.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2020 are summarized in the table below.

Asset class return	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.40%
International equity	20	6.80
Global fixed income	5	0.46
Domestic fixed income	20	0.40
Real estate	10	3.90
Cash	0	
Total	100%	

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

Total Pension Liability as of the December 31, 2024 measurement date reflects no assumption changes.

Discount rate. The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability. No projected benefit payments were discounted using a high-quality municipal bond rate of 4.28 percent. The high-quality municipal bond rate was based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20-Year High Grade Rate Index.

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the six-months ended December 31, 2024 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/24	\$ 137,168,803	\$ 101,816,659	\$ 35,352,144
Changes for the six-month period:			
Service cost	933,094	-	933,094
Interest	12,184,731	-	12,184,731
Differences between expected and actual experience	8,205,854	-	8,205,854
Contributions—employer	-	6,257,029	(6,257,029)
Net investment income (loss)	-	22,352,949	(22,532,949)
Benefit payments, including refunds of employee	(11,857,083)	(11,857,083)	-
Administrative expense	-	(296,470)	296,470
Net changes	9,466,596	16,636,425	(7,169,829)
Balances at 12/31/24	\$ 146,635,399	\$ 118,453,084	\$ 28,182,315

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.

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	\$41,188,854	\$28,182,315	\$12,630,215

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 September 30, 2021 and the current sharing pattern of costs between employer and employee.

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

For the six (6) months ended December 31, 2024, the City recognized pension expense of \$7,794,703. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$4,102,926	\$ --
Net difference between projected and actual earnings on pension plan investments	--	8,183,423
City contributions subsequent to the measurement date	--	--
Total	<u>\$4,102,926</u>	<u>\$8,183,423</u>

City contributions subsequent to the measurement date of \$0 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the six months ending December 31, 2024. 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:	
2025	\$2,055,881
2026	1,109,634
2027	(4,197,731)
2028	<u>(3,048,281)</u>
Total	\$ (4,080,497)

Defined Contribution Plan

Primary Government

The City of Roswell's Internal Revenue Code Section 457 Plan (the "Plan") is a deferred compensation plan and qualifies as a defined contribution pension plan. The Plan is administered by ICMA Retirement Corporation and Vantage Trust for all full time employees. The Plan is funded through employee contributions. At December 31, 2024, there were 471 plan members. Employees are not required to contribute to the Plan. Employees may contribute a portion of their gross salary up to the maximum amount allowed by the IRS. The Plan allows employees to increase, decrease, stop and restart deferrals as often as they wish without penalties or fees. Plan provisions and contribution requirements are established and may be amended by the City's Mayor and Council. For the six months ended December 31, 2024, employees contributed \$1,325,618.

The City adopted a second deferred compensation plan for employees hired after March 1, 2011. The Plan is administered by ICMA Retirement Corporation and Vantage Trust for all full time employees. The Plan is funded through employer contributions. The Plan is administered in two accounts. The first account includes contributions from the City equal to 10% of each employee's compensation each pay period with an additional match up to 5% of contributions made by eligible employees (those not under the Defined Benefit Plan.) The second account holds

funds for up to an additional 1% of compensation is paid to all employees as a 50% match of contributions over the first 5% for a combined maximum additional contribution from the City of 6% to eligible employees. Plan provisions and contribution requirements are established and may be amended by the City's Mayor and Council. At December 31, 2024, there were 569 participants in the first account and 315 in the second (with overlapping participation). The combined City's contributions were \$2,102,028.

Population

The following table reflects the change in population of the City and Cobb, DeKalb, Forsyth, Fulton and Gwinnett Counties for 2000, 2010, 2020 and 2024.

	<u>2000</u>	<u>2010</u>	<u>2020</u>	<u>Percentage Change</u>		<u>2024⁽¹⁾</u>
				<u>2000-2010</u>	<u>2010-2020</u>	
City of Roswell	79,334	88,846	92,833	11.99%	4.49%	N/A⁽²⁾
Cobb County	607,751	689,749	766,149	13.49	11.08	787,538
DeKalb County	665,865	692,858	764,382	4.05	10.32	770,307
Forsyth County	98,407	176,775	251,283	79.64	42.15	280,096
Fulton County	816,006	925,920	1,066,710	13.47	15.21	1,090,354
Gwinnett County	588,448	808,291	957,062	37.36	18.41	1,003,869

⁽¹⁾ Population estimates as of July 1, 2024.

⁽²⁾ The most recent population estimate for the city of Roswell, Georgia is 91,706 is as of July 1, 2023.

Source: U.S. Bureau of Census.

Labor Statistics

Set forth below is the labor force for Cobb, DeKalb, Forsyth, Fulton and Gwinnett Counties for the years 2020 through 2024.

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Cobb County	419,203	423,126	436,148	438,388	422,588
DeKalb County	400,623	400,667	409,551	411,541	404,279
Forsyth County	122,376	127,031	131,587	132,233	146,507
Fulton County	563,697	569,144	581,491	584,831	600,762
Gwinnett County	485,966	492,181	506,303	508,851	517,688

Source: Georgia Department of Labor, Workforce Statistics Division, Local Area Unemployment Statistics Unit.

The following table reflects the December unemployment rates for the City and Cobb, DeKalb, Forsyth, Fulton and Gwinnett Counties, for the State of Georgia and for the United States for the years 2020 through 2024.

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
City of Roswell	4.8%	2.8%	2.2%	2.7%	N/A
Cobb County	6.5	3.3	2.3	2.8	3.2%
DeKalb County	5.9	4.6	2.8	3.3	3.7
Forsyth County	8.0	2.5	2.0	2.5	2.8
Fulton County	4.6	4.7	2.8	3.4	3.6
Gwinnett County	6.3	3.5	2.3	2.9	3.2
State of Georgia	6.5	3.9	2.7	3.2	3.5
United States	8.1	5.3	3.6	3.6	4.0

Source: Georgia Department of Labor, Workforce Statistics Division, Local Area Unemployment Statistics Unit with respect to Counties, State of Georgia and United States and the City of Roswell, Georgia in respect to the City.

Building Permits

The following table reflects the number of building permits issued by the City during fiscal years 2020 through 2024.

Fiscal Year	Commercial		Residential		Total	
	Number of Permits	Value	Number of Permits	Value	Number of Permits	Value
2024	590	\$84,599,322	2,419	\$114,909,721	3,009	\$199,509,043
2023	619	134,132,239	2,352	70,968,945	2,971	205,101,184
2022	654	72,708,960	2,559	108,176,536	3,213	180,885,496
2021	691	126,390,847	2,814	150,201,783	3,505	276,592,630
2020	702	74,687,456	2,159	109,552,538	2,861	184,239,994

Source: City of Roswell Finance Department and City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024.

Category of Land Use

Set forth below are the types of land use within the City according to the City's 2024 Approved Consolidated Digest, computed based on the assessed values of the various categories for ad valorem property tax purposes.

Type	Number	Acres	Assessed Value	% by Category ⁽¹⁾
Residential	57,097	16,043.7	\$6,863,216,710	79.13%
Commercial	7,526	3,447.2	2,209,598,290	17.00
Industrial	150	304.1	95,915,080	1.50
Utility	19	0.0	64,804,595	0.00
Conservation	17	303.2	10,370,920	1.50
Agricultural	15	175.8	4,941,520	0.87

⁽¹⁾ Based on total number of acres of 20,274.

Source: Georgia Department of Revenue Local Government Services Division, 2024 Tax Digest Consolidated Summary.

[Remainder of Page Intentionally Left Blank.]

Per Capita Income

The following table reflects the estimated per capita income figures for the City and Cobb, DeKalb, Forsyth, Fulton and Gwinnett Counties, as well as for the State of Georgia and the United States for calendar years 2019 through 2023 (the most recent data available for the counties, state and country)⁽¹⁾.

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
City of Roswell	\$54,202	\$59,709	\$61,441	\$53,187	\$55,638
Cobb County	60,261	63,105	67,616	69,932	75,176
DeKalb County	53,152	57,129	61,861	62,632	67,811
Forsyth County	66,644	68,985	73,337	79,382	84,447
Fulton County	95,148	95,825	102,074	100,614	106,131
Gwinnett County	43,158	46,705	50,526	50,866	54,331
State of Georgia	49,083	51,987	55,786	57,920	59,882
United States	56,250	59,765	64,143	66,244	69,810

⁽¹⁾ Per capita income data for 2024 is currently unavailable for the counties. The per capita income for 2024 for the City is \$65,061, the State of Georgia is \$62,393 and the United States is \$72,425.

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024 with respect to the City; U.S Bureau of Economic Analysis with respect to Counties, State of Georgia and United States.

Median Household Income

The U.S. Census Bureau, 2019-2023 American Community Survey estimates that the median household income in the City was \$124,422.

Median Home Value

The U.S. Census Bureau, 2019-2023 American Community Survey estimates that the median value of owner-occupied housing units, 2019-2023 in the City was \$520,500.

The following table shows the median home value in Fulton County, the State of Georgia and the United States for the census years 1990 through 2020 and 2023, which is the latest census information available.

<u>Year</u>	<u>Fulton County</u>	<u>State</u>	<u>United States</u>
2023	\$431,200	\$272,900	\$303,400
2020	326,700	190,200	229,800
2010	253,100	161,400	188,400
2000	180,700	111,200	119,600
1990	97,700	91,100	101,100

Source: U.S. Bureau of Census.

[Remainder of Page Intentionally Left Blank.]

Largest Employers

The ten largest employers in the City for the year ended June 30, 2024 were as follows:

<u>Employer</u>	<u>Type of Business</u>	<u>Employees</u>
General Motors (Innovation Center)	Car Manufacturer	1,200
Kimberly-Clark Corporation	Paper based consumer product Manufacturer	997
City of Roswell	Government	649
Wellstar/ N Fulton Reg'l Hospital	Healthcare	567
Yardi Systems	Software developer	559
UPS	Shipping and Receiving	409
Sourceone Corp.	Telecommunications	328
McKesson Corporation	Manufacturer medical supplies	301
OTR Solutions	Business Financing	288
LGE Community Credit Union	Banking	282

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024.

[Remainder of Page Intentionally Left Blank.]

CITY FINANCIAL INFORMATION

General Fund History

Set forth below is a historical comparative summary of the revenues, expenditures and changes in fund balance of the City's general fund for the last five fiscal years. Information in the table has been extracted from the City's audited financial statements for fiscal years ended June 30, 2020 through 2024 and the City's unaudited financial statement for the fiscal year ended December 31, 2024 (presented for the six-months ending December 31, 2024). Although taken from audited financial statements of the City for fiscal years ended June 30, 2020 through 2024, no representation is made that the information is comparable from year to year, or that the information as shown taken by itself presents fairly the financial condition of the City for the fiscal years shown. A copy of the audited financial statements of the City of the fiscal year ended June 30, 2024 is attached hereto as Appendix A.

City of Roswell, Georgia General Fund History

	Fiscal Years Ended June 30,					Six Months Ended December 31 ⁽¹⁾
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2024</u>
Revenues:						
Taxes	\$69,008,150	\$73,347,469	\$81,403,148	\$86,061,645	\$87,011,431	\$54,876,439
Licenses and permits	2,840,444	3,384,817	3,072,024	2,793,609	3,258,067	1,595,382
Intergovernmental	327,923	4,174,562	134,764	214,145	171,539	90,196
Fines and forfeitures	860,237	1,090,128	1,573,950	1,600,464	1,559,763	635,275
Charges for services	3,138,564	3,804,171	3,753,360	4,487,732	5,086,610	2,821,386
Investment earnings (loss)	903,909	140,215	(873,361)	918,499	1,763,694	758,702
Contributions	17,675	43,851	13,643	51,082	11,214	7,127
Miscellaneous	<u>313,707</u>	<u>1,251,307</u>	<u>618,752</u>	<u>926,191</u>	<u>882,890</u>	<u>122,019</u>
Total Revenues	<u>77,410,609</u>	<u>87,236,520</u>	<u>89,696,280</u>	<u>97,053,367</u>	<u>99,745,208</u>	<u>60,906,526</u>
Expenditures:						
Current:						
General government	11,338,434	12,337,073	12,149,518	12,526,107	8,196,163	4,421,327
Judicial	1,184,640	1,247,809	1,305,658	1,371,461	1,085,989	539,003
Financial services	2,768,311	3,002,866	3,289,839	2,923,220	3,230,040	1,701,264
Public safety	29,339,196	30,537,389	32,396,958	36,453,069	42,227,830	22,422,529
Public works	8,111,307	8,235,670	9,042,624	9,104,370	11,674,550	6,437,790
Planning and zoning	2,181,617	2,557,827	2,627,087	3,395,387	4,620,195	3,004,706
Culture and recreation	12,540,385	12,397,467	13,918,820	14,273,624	16,627,676	9,194,466
Capital outlay	--	--	--	39,381	187,168	199,732

Debt service:						
Principal	1,669,883	1,468,577	5,239,244	1,966,297	1,176,288	594,848
Interest	<u>254,012</u>	<u>212,077</u>	<u>179,099</u>	<u>216,018</u>	<u>209,140</u>	<u>110,024</u>
Total Expenditures	<u>69,387,785</u>	<u>71,996,755</u>	<u>80,148,847</u>	<u>82,268,934</u>	<u>89,235,039</u>	<u>48,625,689</u>
Excess of revenues over expenditures	8,022,824	15,239,765	9,547,433	14,784,433	10,510,169	12,280,837
Other financing sources (uses):						
Proceeds from sale of capital assets	413,811	131,105	140,598	246,877	213,515	255,228
Issuance of long-term debt	--	1,060,260	--	27,991	143,566	199,732
Transfer in	673,251	633,251	686,143	1,324,876	1,444,039	454,524
Transfers out	<u>(11,568,578)</u>	<u>(14,322,135)</u>	<u>(11,919,913)</u>	<u>(12,905,279)</u>	<u>(12,539,343)</u>	<u>(11,169,189)</u>
Total other financing sources (uses)	<u>(10,481,516)</u>	<u>(12,497,519)</u>	<u>(11,093,172)</u>	<u>(11,305,536)</u>	<u>(10,738,223)</u>	<u>(10,259,705)</u>
Net change in fund balances	(2,458,692)	2,742,246	(1,545,739)	3,478,897	(228,054)	2,021,132
Fund balances, July 1	<u>32,070,636</u>	<u>29,611,944</u>	<u>32,354,190</u>	<u>30,808,451</u>	<u>34,287,348</u>	<u>34,059,294</u>
Fund balances, June 30	<u>\$29,611,944</u>	<u>\$32,354,190</u>	<u>\$30,808,451</u>	<u>\$34,287,348</u>	<u>\$34,059,294</u>	<u>\$36,080,426⁽²⁾</u>

⁽¹⁾ Unaudited. In 2024, the City changed its Fiscal Year from ending June 30 to ending December 31.

⁽²⁾ Unaudited fund balance as of December 31, 2024.

[Remainder of Page Intentionally Left Blank.]

Budgetary Process and Accounting Practices

The budget for the City is prepared each year by the City Administrator with approval from the Mayor. The City Council of the City approves the budget prior to the beginning of the fiscal year. Set forth below is a summary of the City's general fund budget for the fiscal year ending December 31, 2025.

	<u>2025</u>
REVENUES	
Property Tax	\$34,301,599
Business Tax	23,514,820
Sales Tax	30,242,000
Miscellaneous	1,126,564
Licenses and Permits	4,019,725
Fines and forfeitures	1,351,000
Intergovernmental	208,737
Charges for Service	7,562,799
Interest Income	<u>700,000</u>
 TOTAL REVENUES	 \$ <u>103,027,244</u>
EXPENDITURES	
Administration	\$8,401,365
Community Development	5,509,553
Environmental/Public Works	3,194,657
Finance	3,877,079
Fire	17,167,243
Police	33,789,312
Recreation and Parks	14,977,098
Transportation	10,850,278
City-Wide Costs	3,853,428
Transfer to Capital	<u>2,830,428</u>
 TOTAL EXPENDITURES	 \$ <u>104,450,441</u>
 Change in Fund Balance	 \$(1,423,197)

Source: City of Roswell, Georgia.

The City's accounting policies conform to generally accepted accounting principles as applicable to governmental institutions. The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity.

The funds are classified into two categories: governmental and proprietary. Each category, in turn, is divided into separate fund types. A brief description of the funds and fund types follows.

Governmental Funds – Governmental funds are those through which most government functions are financed. They are accounted for on a current financial resources measurement focus; therefore, only current assets and liabilities are included on their balance sheets. The following major governmental funds are maintained by the City: (i) the General Fund, which is the general operating fund of the City used to account for all financial resources except those required to be accounted for in another fund; (ii) the Federal Grants Fund, which accounts for the grant monies received from various federal agencies; (iii) the Impact Fees Fund, which accounts for the collection of impact fees to pay for system improvements for fire, recreation and parks and transportation facilities as projected in the Roswell Comprehensive Land Use Plan; (iv) the Capital Projects Fund, which accounts for financial resources to be used for the acquisition and construction of major capital projects, and (v) the Debt Service Fund, which accounts for the accumulation of resources and payments made of principal and interest on the City's general obligation debt.

Proprietary Funds – Proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and liabilities associated with the activities of proprietary funds are included in their balance sheets. The following major proprietary funds are maintained by the City: (i) the Water and Sewer Fund, which accounts for the activities of the City’s water system and the billing on behalf of Fulton County’s sewer system as it applies to City residents, which renders those services to the residents and businesses located within the City; (ii) the Solid Waste Fund, which accounts for the operations of the City’s solid waste and sanitation program; (iii) the Participation Recreation Fund, which accounts for the operations of activities held at the City’s parks, and (iv) the Stormwater Fund, which accounts for the operations of the City’s stormwater program.

Additionally, the City reports the following fund types: (i) Special Revenue Funds, which account for revenue sources that are restricted or committed to expenditure for specific purposes; and (ii) Internal Service Funds, which account for operations that provide services to other departments or agencies of the government on a cost reimbursement basis. The City used internal service funds to account for group health, risk management and workman’s compensation.

Note 1 of the financial statements of the City included as Appendix A contains a detailed discussion of the City’s significant accounting policies.

The following steps are taken by the City when it establishes its budget. On or before a fixed date (but not later than forty-five days prior to the beginning of each fiscal year), the City Administrator, with the approval of the mayor submits to the City Council a preliminary operating budget for the next fiscal year and a preliminary capital improvements budget with recommendations as to the means of financing such improvements. The City Council may amend the proposed operating budget, except that the budget as finally amended and adopted must provide for all expenditures required by state law or by other provisions of the City’s charter, and for all debt service requirements for the ensuing fiscal year. At the beginning of each fiscal year, the City Council may adopt an appropriation ordinance based on the proposed capital improvement budget, with such modifications as the City Council deems necessary or desirable. The City Council is required by ordinance to adopt the final operating budget on or before June 30 in each year. For a more complete discussion of budget and budgetary accounting, see Appendix A – “ANNUAL COMPREHENSIVE FINANCIAL REPORT.”

[Remainder of Page Intentionally Left Blank.]

Revenues

The following table presents a summary of general, special revenue, debt service and capital projects funds revenues (interest earned) for the fiscal year ended June 30, 2024, and the amount and percentage of increases and decreases in relation to the prior year revenues. Amounts are expressed in thousands.

<u>Revenues</u>	<u>2024 Amount</u>	<u>Percent of Total</u>	<u>2023 Amount</u>	<u>Increase (Decrease) from 2023</u>	<u>Percent of Increase (Decrease)</u>
Taxes	\$96,292	64.66%	\$88,907	\$7,385	8.31%
Licenses and Permits	3,258	2.19	2,794	464	16.61
Intergovernmental	26,201	17.59	23,049	3,152	13.68
Fines and Forfeitures	1,726	1.16	1,672	54	3.23
Charges for Services	7,738	5.20	7,213	525	7.28
Impact Fees	538	0.36	802	(264)	(32.92)
Investment earnings	12,195	8.19	2,676	9,519	355.72
Contributions	11	0.01	51	(40)	(78.43)
Miscellaneous	<u>971</u>	0.65	<u>926</u>	<u>45</u>	4.86
Total Revenues	\$148,931		\$128,091	\$20,840	

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024.

Local Option Sales and Use Tax

During 1979, the Georgia General Assembly adopted an amendment to the Georgia Retailers and Consumers Sales and Use Tax Act (Ga. L. 1979, p. 446). This amendment (the “LOST Act”) contains provisions which enabled the County to levy a general 1% local option sales tax on sales within the County (the “LOST”). The tax is administered and collected by the Georgia State Revenue Commissioner. One percent of the tax collected is retained by the State, and all moneys collected from each taxpayer are first applied to the taxpayer’s liability, if any, for taxes owed to the State before net proceeds of the tax are disbursed by the State Revenue Commissioner.

The LOST Act requires a county and the qualified municipalities therein to agree among themselves as to the division of the net LOST proceeds. The LOST Act also provides that a county and the qualified municipalities therein must agree on a new division of the net LOST proceeds by December 30 of the second year following the year in which the census is conducted (by December 30, 2022). The LOST Act provides that if a county and the qualified municipalities therein are unable to agree to a division of such tax by December 30 of the second year following the year in which the census is conducted, the LOST will expire and cease to be collected.

The voters of the County approved the imposition of a LOST in 2012. In December, 2022, Fulton County and the municipalities therein have agreed to a division of the net proceeds of the LOST.

Historical Collections. Set forth below are historical collections of the Local Option Sales and Use Tax for the City for the past five calendar years.

<u>Calendar Year</u>	<u>Local Option Sales and Use Tax</u>
2024	\$30,095,808
2023	30,508,526
2022	32,541,347
2021	28,358,730
2020	23,833,539

Source: Georgia Department of Revenue.

CITY AD VALOREM TAXATION

Ad Valorem Taxation

An important source of revenue to fund the operations of the City is ad valorem property taxes. Ad valorem property taxes are levied annually in mills (one tenth of one cent) upon each dollar of net assessed property value.

Ad valorem property taxes are levied against real and personal property within the City based upon their assessed valuations. There are, however, certain classes of property which are exempt from taxation, including public property, religious property, charitable property, property of nonprofit hospitals, nonprofit homes for the aged, nonprofit homes for the mentally handicapped, college and certain educational property, public library property, certain farm products, certain air and water pollution control property and personal effects. In addition, the City allows certain exemptions from ad valorem taxation.

Assessed valuation, which represents the value upon which ad valorem property taxes are levied, is calculated as a percentage of fair market value. Generally, Georgia law requires taxable tangible property to be assessed, with certain exceptions, at forty percent of its fair market value and to be taxed on a levy made by each respective taxing jurisdiction according to 40% of the property's fair market value. Georgia law requires certain agricultural real property to be assessed for ad valorem property tax purposes at 75% of the value of which other real property is assessed, requires certain historical property to be valued at a lower fair market value for ad valorem property tax purposes and requires certain agricultural, timber, and environmentally sensitive real property and certain single-family real property located in transitional developing areas to be valued at their current uses.

The City determines a rate of levy for each fiscal year by computing a rate which, when levied upon the assessed value of taxable property within its limits, will produce the necessary amount of property tax revenues. The Fulton County Tax Commissioner annually levies the ad valorem property taxes for the City.

[Remainder of the Page is Intentionally Left Blank.]

Tax Collection

The City levies and collects taxes, as set forth below. Tax bills are normally mailed in September and may be paid without interest or penalty through December 31 of each year. Interest at the rate of 0.0063 of the base per month (or any portion thereof) and a one-time penalty fee of 10% are added after December 31.

Property Tax Levies and Collections

The following table reflects the tax levy and collection record of the City for the last five years (amounts expressed in thousands).

Fiscal Year Ending June 30	Tax Year	Tax Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2024	2023	\$32,465	\$31,630	97.43%	--	\$31,630	97.43%
2023	2022	26,840	26,417	98.42	202	26,619	99.18
2022	2021	26,793	26,419	98.60	248	26,667	99.53
2021	2020	27,162	26,573	97.83	500	27,073	99.67
2020	2019	26,503	25,667	96.85	764	26,431	99.73

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024.

Note: Taxes levied have been adjusted to include subsequent bills. If an assessment is in appeal at the time of the billing, the City bills 85% of the taxable amount. When the appeal is settled, the City then sends a bill for the increased amount.

[Remainder of Page Intentionally Left Blank.]

Historical Property Tax Data

The following table presents the assessed value (40% of fair market value) of taxable property within the City for the last five fiscal years. Amounts are expressed in thousands.

<u>Year</u>	<u>Real and Personal Property</u>	<u>Motor Vehicles</u>	<u>Public Utilities</u>	<u>Heavy Equipment</u>	<u>Gross Tax Digest</u>	<u>Bond Exemptions</u>	<u>General Obligation Bond Tax Digest⁽¹⁾</u>	<u>M&O Exemptions</u>	<u>M&O Tax Digest⁽²⁾</u>	<u>Estimated Actual Value</u>
2024	\$9,004,042,520	\$18,561,190	\$64,804,595	\$0	\$9,087,408,305	\$461,735,228	\$8,625,673,077	\$2,456,142,551	\$6,631,265,754	\$22,718,520,763
2023	8,336,199,070	20,875,950	57,693,711	149,008	8,414,917,739	422,288,553	7,992,629,186	2,204,941,856	6,209,975,883	21,037,294,348
2022	7,278,425,980	22,426,010	54,857,016	588,572	7,356,297,578	353,650,945	7,002,646,633	1,757,814,073	5,598,483,505	18,390,743,945
2021	6,487,823,240	26,366,820	51,884,587	0	6,566,074,647	7,592,830	6,558,481,817	759,271,586	5,806,803,061	16,415,186,618
2020	6,122,551,990	34,165,760	48,897,837	194,373	6,205,809,960	8,715,540	6,197,094,420	54,481,080	6,151,328,880	15,514,524,900

Source: Georgia Department of Revenue, Local Government Services Division, County Digest Section.

⁽¹⁾ Total assessed value, after deducting exemptions, for purposes of levying tax for City's general obligation bonds.

⁽²⁾ Total assessed value, after deducting exemptions, for purposes of levying tax for the maintenance and operation of the City.

[Remainder of Page Intentionally Left Blank.]

Tax Rates – Mills

Set forth below is information concerning the rate of levy of property taxes per \$1,000 of assessed value (millage rates) of the City for the past five fiscal years.

City of Roswell							Overlapping Rates						
							Fulton County			School District			
Fiscal Year	Tax Year	General Millage	(Less) Local Option Sales Tax	Total M&O	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	Direct and Overlapping Rates
2024	2023	8.704	(4.655)	4.049	0.900	4.949	8.870	0.180	9.050	17.140	0.000	17.140	31.139
2023	2022	9.083	(4.720)	4.363	0.100	4.463	8.870	0.200	9.070	17.240	0.000	17.240	31.773
2022	2021	8.587	(3.969)	4.618	0.100	4.718	9.330	0.210	9.540	17.590	0.000	17.590	31.848
2021	2020	8.660	(3.955)	4.705	0.250	4.955	9.776	0.220	9.996	17.796	0.000	17.796	32.870
2020	2019	8.924	(4.219)	4.705	0.250	4.955	9.899	0.220	10.430	17.796	0.000	17.796	33.181

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024.

[Remainder of Page Intentionally Left Blank.]

Principal Taxpayers

The following table sets forth the taxes levied for the City on the ten largest taxpayers in the City for fiscal year 2024. A determination of the largest taxpayers within the City can be made only by manually reviewing individual tax records. Therefore, it is possible that owners of several small parcels may have an aggregate assessment in excess of those set forth in the table below. Furthermore, the taxpayers shown in the table below may own additional parcels within the City. No independent investigation has been made of and consequently no representation can be made as to, the financial condition of any of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the City.

	<u>Taxpayer</u>	<u>2024 Assessed Value⁽¹⁾</u>	<u>% of Total Assessed Value⁽²⁾</u>	<u>Taxes Levied⁽¹⁾</u>
1.	Calibre Creek Apartment Partners, LLC	\$71,260	0.78%	\$1,039
2.	WRPV XIV Roswell Village LLC	46,260	0.51	1,211
3.	SMRE Roswell SPE LLC	45,070	0.50	1,180
4.	Development Authority of Fulton	43,250	0.48	1,122
5.	MSC Roswell TIC MMZ LLC ET AL	39,600	0.44	1,037
6.	VR Champions Parkway Holdings	33,980	0.37	890
7.	Seven Pines LLC	33,670	0.37	882
8.	SE Georgia Property Owner LLC	30,480	0.34	890
9.	BR Roswell LLC	29,830	0.33	781
10.	OHBR LLC	<u>29,790</u>	<u>0.33</u>	<u>780</u>
	Total	<u>\$403,190</u>	<u>4.44%</u>	<u>\$9,813</u>

Source: City of Roswell, Georgia Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2024 and City of Roswell Finance Department.

⁽¹⁾ Amounts expressed in thousands.

⁽²⁾ Based on total assessed value for all taxpayers in 2024 of \$9,087,408,305.

[Remainder of Page Intentionally Left Blank.]

CITY DEBT STRUCTURE

Summary of City Debt and Overlapping Debt by Category

Set forth below is information concerning the tax-supported debt of the City following the issuance of the Series 2025 Bonds. In addition to the City's debt obligations, property owners in the City are responsible for any debt obligations of other taxing entities in the proportion to which the jurisdiction of such entities overlaps the City. Also set forth below is the estimated overlapping tax-supported debt of such overlapping entities as of December 31, 2023 for Fulton County, Georgia and as of June 30, 2024 for the Fulton County School District. Although the City has attempted to obtain accurate information as to the outstanding overlapping debt, it does not warrant its completeness or accuracy, as there is no central reporting entity which has this information available, and the amounts are based on information supplied by others. The information set forth below should be read in conjunction with the City's financial statements included as Appendix A hereto.

<u>Category of Debt</u>	<u>Amount of Outstanding Debt</u>	<u>Percentage Applicable⁽⁶⁾</u>	<u>Amount Applicable</u>
Direct Debt of the City:			
General Obligation Bonds ^{(1), (2)}	\$176,805,000*	100%	\$176,805,000*
GEFA ⁽³⁾	1,615,049	100%	1,615,049
Capital Leases ⁽⁴⁾	4,262,126	100%	4,262,126
Notes Payable	<u>4,087,715</u>	100%	<u>4,087,715</u>
TOTAL DIRECT:	<u>\$186,769,890*</u>	100%	<u>\$186,769,890*</u>
Overlapping:			
Fulton County			
General Obligation Bonds ⁽²⁾	\$216,173,662	7.70%	\$16,645,372
Intergovernmental Contract ⁽⁵⁾	124,522,362	7.70%	9,588,222
Capital Leases ⁽⁴⁾	188,160,419	7.70%	14,488,352
Fulton County School District			
Capital Leases ⁽⁴⁾	<u>\$6,403,569</u>	14.44%	<u>\$924,675</u>
TOTAL OVERLAPPING:	\$535,260,012		\$41,646,621
TOTAL DIRECT AND OVERLAPPING:	<u>\$722,029,902*</u>		<u>\$228,416,511*</u>

⁽¹⁾ Assumes the Series 2025 Bonds are issued.

⁽²⁾ General obligation bonds are general obligations of the issuer to which its full faith and credit and taxing powers are pledged.

⁽³⁾ GEFA loans are general obligations of the issuer to which its full faith and credit and taxing power are pledged, but do not constitute debt for purposes of the constitutional debt limit. However, the City anticipates that its GEFA loans will be paid from revenues of its water system.

⁽⁴⁾ The financial obligations of a governmental entity under capital leases do not constitute general obligations of the governmental entity to which its full faith and credit or taxing power are pledged, but are subject to and dependent upon lawful appropriations of general revenues being made by the governing body of the governmental entity to pay the lease payments due in each fiscal year under the leases. The governmental entity's obligations under the leases are from year to year only and do not constitute mandatory payment obligations of the governmental entity in any fiscal year in which funds are not appropriated by the governmental entity to pay the lease payments due in such fiscal year.

⁽⁵⁾ Intergovernmental Contracts under Georgia law, while not "debt", are binding obligations of the governmental entity to make payments.

⁽⁶⁾ The percentage of overlapping debt applicable is estimated using taxable assessed property values. The applicable percentage was estimated by dividing the City's total taxable assessed value by the County's or the School District's total taxable assessed value.

Source: Annual Comprehensive Financial Report Fulton County, Georgia for the Fiscal Year Ended December 31, 2023; Fulton County School District Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2024; City of Roswell Finance Department.

[Remainder of Page Intentionally Left Blank.]

Proposed Debt

Over the next three years, the City is currently evaluating various purchase of land for economic development purposes that may involve the issuance of additional debt by the Roswell Downtown Development Authority and/or the Roswell Public Facilities Authority.

Other than provided above, the City does not anticipate the need to issue any additional long-term indebtedness in the next three years.

Limitations on City Debt

The Constitution of the State of Georgia provides that the City may not incur long-term obligations payable out of general property taxes without the approval of a majority of the qualified voters of the City voting at an election called to approve the obligations. In addition, under the Constitution of the State of Georgia, the City may not incur long-term obligations payable out of general property taxes in excess of ten percent of the assessed value of all taxable property within the City.

Short-term obligations (those payable within the same calendar year in which they are incurred), lease and installment purchase obligations subject to annual appropriation and intergovernmental obligations are not subject to the legal limitations described above. In addition, refunded obligations cease to count against the City's debt limitations.

As computed in the table below, based upon the General Obligation Bond Digest and assuming the issuance of the Series 2025 Bonds, the City could incur (upon necessary voter approval) approximately \$685,762,307* in additional long-term obligations payable out of general property taxes (or general obligation bonds).

Computation of Legal Debt Margin Table

Net General Obligation Digest (2024)	\$8,625,673,077
Debt Limit (10% of Assessed Value)	862,567,307
Amount of Debt Applicable to Debt Limit	<u>176,805,000*</u>
Legal Debt Margin	<u>\$685,762,307*</u>

[Remainder of Page Intentionally Left Blank.]

Tax Supported Debt Ratios

The following table sets forth certain debt ratios following issuance of the Series 2025 Bonds.

	<u>Direct Tax Supported Debt*</u>	<u>Overlapping Tax Supported Debt</u>	<u>Overall Tax Supported Debt*</u>
Per Capita Debt ⁽¹⁾	\$2,013.26	\$448.92	\$2,462.18
Percentage of Gross Tax Digest ⁽²⁾	2.06%	0.46%	2.51%
Percentage of Fair Market Value ⁽³⁾	0.82%	0.18%	1.01%
Per Capita Debt as Percentage of Per Capita Income ⁽⁴⁾	3.09%	0.69%	3.78%

(1) Based upon 2024 City population figure of 92,770.

(2) Based upon 2024 Gross Tax Digest of \$9,087,408,305.

(3) Based on 2024 estimated actual value of \$22,718,520,763.

(4) Based upon 2024 per capita income figure for the City of \$65,061.

LEGAL MATTERS

Pending Litigation

The City, like other similar bodies, is subject to a variety of suits and proceedings arising in the ordinary conduct of its affairs. The City, after reviewing the current status of all pending and threatened litigation with its counsel, David Davidson, Esq., believes that, while the outcome of litigation cannot be predicted, the final settlement of all lawsuits which have been filed and of any actions or claims pending or threatened against the City or its officials in such capacity are adequately covered by insurance or will not have a material adverse effect upon the financial position or results of operations of the City.

There is no controversy or litigation of any nature now pending or, to the knowledge of the City, threatened against the City which restrains or enjoins the issuance or delivery of the Series 2025 Bonds, the provision of the security for the payment of the Series 2025 Bonds, or the use of the proceeds of the Series 2025 Bonds or which questions or contests the validity of the Series 2025 Bonds or the proceedings and authority under which they are to be issued. Neither the creation, organization, nor existence of the City, nor the title of the present members or other officials of the City to their respective offices, is being contested or questioned.

Tax Matters

Federal Tax Exemption.

In the opinion of Bond Counsel, based upon an analysis of existing laws, regulations, rulings, and judicial decisions, and assuming, among other things, the accuracy of certain representations and the continued compliance with certain covenants and tax law requirements, interest on the Series 2025 Bonds is excludable from gross income for federal income tax purposes under § 103 of the Code and is not a specific preference item for purposes of the federal alternative minimum tax imposed on individuals and corporations; however, interest on the Series 2025 Bonds is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on certain corporations. Bond counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Series 2025 Bonds.

State Tax Exemption.

In the opinion of Bond Counsel, interest on the Series 2025 Bonds is exempt from present State of Georgia income taxation.

Maintenance of Tax Status.

The Code and the regulations promulgated thereunder contain a number of restrictions, conditions and requirements that must be satisfied subsequent to the issuance of the Series 2025 Bonds in order for the interest thereon to be and remain excludable from gross income for federal income tax purposes. Failure to comply with such requirements may cause the inclusion of interest on the Series 2025 Bonds in the gross income of the holders thereof for federal income tax purposes retroactively to the date of issuance of the Series 2025 Bonds. The City has covenanted to comply with each such requirement of the Code that must be satisfied subsequent to the issuance of the Series 2025 Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes. The opinion of Bond Counsel is subject to the condition that the City complies with all such requirements. Bond Counsel has not been retained to monitor compliance with the described post-issuance tax requirements subsequent to the issuance of the Series 2025 Bonds. Bond Counsel has not undertaken to determine or to inform any person whether any action taken or not taken or any event occurring or not occurring after the date of issuance of the Series 2025 Bonds may adversely affect the value of, or the tax status of interest on, the Series 2025 Bonds.

Current and future legislative proposals, if enacted into law, clarification of the Code by the Treasury Department or the Internal Revenue Service, or future court decisions may cause interest on the Series 2025 Bonds to be subject, directly or indirectly, in whole or in part, to federal income taxation or otherwise prevent owners of the Series 2025 Bonds from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such legislative proposals may also affect the market price for or marketability of the Series 2025 Bonds. Prospective purchasers of the Series 2025 Bonds are encouraged to consult their own tax advisors regarding any pending or proposed federal legislation, regulatory initiatives or litigation.

The opinion expressed by Bond Counsel is based upon existing law, legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Series 2025 Bonds, cover certain matters not directly addressed by such authorities, and represent Bond Counsel's judgment as to the treatment of the Series 2025 Bonds for federal income tax purposes. Such opinions are not binding on the Internal Revenue Service (the "IRS") or the courts. Furthermore, Bond Counsel cannot give and has not given any opinion or assurance about the future activities of the City or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The City has covenanted, however, to comply with the requirements of the Code.

Bond Counsel's engagement with respect to the Series 2025 Bonds ends with the issuance of the Series 2025 Bonds, and, unless separately engaged, Bond Counsel is not obligated to defend the City or the beneficial owners of the Series 2025 Bonds regarding the tax-exempt status of the Series 2025 Bonds in the event of an audit examination by the IRS. Under current procedures, parties (such as the beneficial owners) other than the City and its appointed counsel would have little, if any, right to participate in the audit examination process. Moreover, because achieving judicial review in connection with an audit examination of Bonds is difficult, obtaining an independent review of IRS positions with which the City legitimately disagrees may not be practicable. Any action of the IRS, including but not limited to selection of the Series 2025 Bonds for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues may affect the market price for, or the marketability of, the Series 2025 Bonds, and may cause the City or the beneficial owners of the Series 2025 Bonds to incur significant expense.

As to certain questions of fact material to the opinion of Bond Counsel, Bond Counsel has relied upon representations and covenants made on behalf of the City and certificates of appropriate officers and public officials (including certifications as to the use of proceeds of the Series 2025 Bonds and of the property financed or refinanced thereby).

Reference is made to the proposed form of opinion of Bond Counsel relating to the Series 2025 Bonds attached hereto in APPENDIX C for the complete text thereof.

*Premium Bonds.**

Certain of the Series 2025 Bonds have been sold to the public at an original issue premium. The Series 2025 Bonds which have been purchased, whether at original issuance or otherwise, for an amount higher than their principal amount payable at maturity (or, in some cases, at their earlier call date) (the "Premium Bonds") will be treated as having amortizable bond premium. No deduction is allowable for the amortizable bond premium in the case of bonds, like the Premium Bonds, the interest on which is excludable from gross income. However, the purchaser's basis in a Premium Bond will be reduced by the amount of the amortizable bond premium properly

allocable to such purchaser during each year. Proceeds received from the sale, exchange, redemption, or payment of a Premium Bond in excess of the owner's adjusted basis (as reduced pursuant to § 1016(a)(5) of the Code) will be treated as a gain from the sale or exchange of such Premium Bond and not as interest.

The federal income tax treatment of bond premium under the Code, including the determination of the amount of amortizable bond premium that is allocable to each year, is complicated and holders of Premium Bonds should consult an independent tax advisor in order to determine the federal income tax consequences to such holders of purchasing, holding, selling, or surrendering a Premium Bond at its maturity.

*Original Issue Discount Bonds.**

Certain of the Series 2025 Bonds have been sold to the public at an original issue discount (the "Discount Bonds"). Generally, original issue discount is the excess of the stated redemption price at maturity of such a Discount Bond over the initial offering price to the public (excluding underwriters and other intermediaries) at which price a substantial amount of that maturity of the Discount Bonds was sold. Under existing law, an appropriate portion of any original issue discount, depending in part on the period a Discount Bond is held by the purchaser thereof, will be treated for federal income tax purposes as interest that is excludable from gross income rather than as taxable gain.

Under § 1288 of the Code, original issue discount on Bonds accrues on a compounded basis. The amount of original issue discount that accrues to an owner of a Discount Bond, who acquires the Discount Bond in this initial offering, during any accrual period generally equals (i) the issue price of such Discount Bond plus the amount of original issue discount accrued in all prior accrual periods multiplied by (ii) the yield to maturity of such Discount Bond (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period) less (iii) any interest payable on such Discount Bond during such accrual period. The amount of original issue discount so accrued in a particular accrual period will be considered to be received ratably on each day of the accrual period, will be excludable from gross income for federal income tax purposes, and will increase the owner's tax basis in such Discount Bond. Proceeds received from the sale, exchange, redemption, or payment of a Discount Bond in excess of the owner's adjusted basis (as increased by the amount of original issue discount that has accrued and has been treated as tax-exempt interest in such owner's hands), will be treated as a gain from the sale or exchange of such Discount Bond and not as interest.

The federal income tax consequences from the purchase, ownership and redemption, sale, or other disposition of Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those described above. Owners of Discount Bonds should consult their own tax advisors with respect to the consequences of owning Discount Bonds, including the effect of such ownership under applicable state and local laws.

Other Tax Consequences.

Prospective purchasers of the Series 2025 Bonds should be aware that ownership of the Series 2025 Bonds may result in collateral federal income tax consequences to certain taxpayers depending on their status and income. Prospective purchasers of the Series 2025 Bonds should consult independent advisors as to the consequences of owning the Series 2025 Bonds, including the effect of such ownership under applicable state and local laws and any collateral federal income tax and state tax consequences.

Information Reporting and Backup Withholding.

Interest paid on the Series 2025 Bonds is subject to information reporting to the Internal Revenue Service in a manner similar to interest paid on taxable obligations. This reporting requirement does not affect the excludability of interest on the Series 2025 Bonds from gross income for federal income tax purposes, however, in conjunction with that information reporting requirement, the Code subjects certain non-corporate owners of Bonds, under certain circumstances, to "backup withholding" at the fourth lowest rate applicable to unmarried individuals with respect to payments on the Series 2025 Bonds and proceeds from the sale of the Series 2025 Bonds. Any amounts so withheld would be refunded or allowed as a credit against the federal income tax of such owner of Bonds. This backup withholding generally applies if the owner of Bonds (i) fails to furnish the paying agent (or other person who otherwise would be required to withhold tax from such interest payments) such owner's social security number or other taxpayer identification number ("TIN"), (ii) furnishes the paying agent an incorrect TIN, (iii) fails to properly report interest, dividends, or other "reportable payments" as defined in the Code, or (iv) under certain circumstances fails to provide the paying agent or such owner's securities broker with a certified statement,

signed under penalty of perjury, that the TIN provided is correct and that such owner is not subject to backup withholding. Prospective purchasers of the Series 2025 Bonds also may wish to consult with independent tax advisors with respect to the need to furnish certain taxpayer information in order to avoid backup withholding and the procedures for obtaining exemptions from backup withholding.

Disposition of the Series 2025 Bonds.

Unless a non-recognition provision of the Code applies, the sale, exchange, redemption, retirement, reissuance or other disposition of a Series 2025 Bond may result in a taxable event for federal income tax purposes.

Changes in Federal Tax Law

From time to time, there are legislative proposals in Congress that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Series 2025 Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to the Series 2025 Bonds issued prior to enactment. In addition, regulatory actions from time to time are announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the Series 2025 Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Series 2025 Bonds or the market value thereof would be impacted thereby. Purchasers of the Series 2025 Bonds should consult their own tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing law, legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Series 2025 Bonds and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any pending legislation, regulatory initiatives or litigation.

Transportation Funding Act

On May 4, 2015, the Governor of Georgia signed into law House Bill 170 (the “Transportation Funding Act”), which became effective July 1, 2015. The new law eliminated the State sales tax on gasoline and diesel and imposed a new per-gallon excise tax on motor fuel (the “Excise Tax”). The Excise Tax is subject to annual adjustments to account for inflation and the increasing fuel efficiency of new vehicles (which will be tied to increases in the Corporate Average Fuel Economy standard and the National Highway and Construction Cost index) and was initially imposed at the rate of 26 cents per gallon for gasoline and 29 cents per gallon for diesel. Proceeds of the Excise Tax would be required to be spent on transportation related projects. The Transportation Funding Act generally allows local governments to continue to collect local sales and use tax (“LOST”), special purpose local option sales tax (“SPLOST”), sales tax for educational purposes (“ESPLOST”), homestead option sales tax (“HOST”), and municipal optional sales tax (“MOST”), if any, at the current 1% rate on the sale of motor fuel. However, if the retail price of motor fuel rises above \$3.00 per gallon, any increase above \$3.00 will not be subject to such 1% rate of tax. At this time, it is uncertain if the Transportation Funding Act will have an adverse impact on tax revenues of the City.

Validation Proceedings and Approving Opinion

As required by Georgia law, the Series 2025 Bonds were validated by order of the Superior Court of Fulton County on February 15, 2023.

Legal matters incidental to authorization and issuance of the Series 2025 Bonds by the City are subject to the approval of Gray Pannell & Woodward LLP, Athens, Georgia, Bond Counsel, whose approving opinion will be printed on the Series 2025 Bonds. It is anticipated that the approving opinion will be in substantially the form attached hereto as Appendix C. Certain legal matters will be passed upon for the City by its counsel, David Davidson, Esq., Roswell, Georgia and by disclosure counsel, Gray Pannell & Woodward LLP, Athens, Georgia.

Closing Certificates

The City will deliver to the original purchaser a certificate that no litigation is pending or threatened against it which would have a material effect on (i) the issuance or validity of the Series 2025 Bonds, (ii) the levy and

collection of an ad valorem tax to pay the Series 2025 Bonds, or (iii) the financial condition of the City. In addition, the City will represent to the original purchaser that the information contained in this Official Statement does not contain any misrepresentation of a material fact and does not omit or state any material fact necessary to make the statements herein contained, in light of the circumstances under which they were made, not misleading.

[Remainder of Page Intentionally Left Blank.]

RISK FACTORS

The following section is intended only as a summary of certain pertinent risk factors relating to an investment in the Series 2025 Bonds. This summary is not intended to be an exclusive summary of factors to be considered in connection with making an investment in the Series 2025 Bonds. In order for potential investors to identify risk factors and make an informed investment decision, they should thoroughly review this entire Official Statement and the appendices hereto and confer with their own tax and financial advisors when considering a purchase of the Series 2025 Bonds.

Public Health

Public health crises such as epidemics and pandemics and the various governmental and private actions taken in response thereto could adversely affect the operations and revenues of the City. The City cannot predict what effect the spread of a public health crisis, or the various governmental and private actions taken in response thereto, would have on the finances or operations of the City. A public health crisis could result in increased costs and challenges relating to establishing distance learning programs or other measures to permit instruction while schools are closed, disruption of the regional and local economy with corresponding decreases in State revenues, tax revenues, including property tax revenue, sales tax revenue and other revenues, increases in tax delinquencies, potential declines in property values, and decreases in new home sales and real estate development.

Climate Change

Planning for climate change in the State and its impact on the City's operations is an unknown challenge. The State's climate is exceedingly variable and projections of future conditions range significantly. While projections in the State indicate rising average temperatures, precipitation projections are much less clear and often contradictory. Other potential impacts include changes in the length, intensity, and frequency of droughts and floods. The financial impact of the climate change is not yet known and therefore its future impact on the City cannot be quantified reliably at this time.

Cyber-Security

Computer networks and data transmission and collection are vital to the efficient operations of the City security measures, information technology and infrastructure may be vulnerable to attacks by hackers or breached due to employee error, malfeasance or other disruptions. Any such breach could compromise networks and the information stored there could be disrupted, accessed, publicly disclosed, lost or stolen. Any such disruption, access, disclosure or other loss of information could result in disruptions in operations and the services provided by the City, legal claims or proceedings, liability under laws that protect the privacy of personal information, regulatory penalties and the services provided, and cause a loss of confidence in the operations of the City, which could materially adversely affect the operations of the City.

Economic Environment

Due to the ongoing uncertainty regarding the economy and debt of the United States of America, including, without limitation, the general economic conditions in the country, other political and economic developments that may affect the financial condition of the United States government, the United States debt limit, and the bond ratings of the United States and its instrumentalities, obligations issued by state and local governments, such as the Series 2025 Bonds, could be subject to a rating downgrade. Additionally, if a significant default or other financial crisis should occur in the affairs of the United States, or of any of its agencies or political subdivisions, then such event could also adversely affect the market for and ratings, liquidity, and market value of outstanding debt obligations, including the Series 2025 Bonds.

MISCELLANEOUS

Ratings

Moody's Investors Service, Inc. ("Moody's") and S&P Global Ratings, a Standard & Poor's Financial Services LLC Business ("S&P") have assigned the Series 2025 Bonds the ratings shown on the cover page of this Official Statement. The ratings reflect only the respective views of the rating agencies, and an explanation of the significance of each rating may be obtained from the entity furnishing such rating.

The above-described ratings are not recommendations to buy, sell or hold the Series 2025 Bonds. Generally, rating agencies base their ratings on information and materials furnished to the agencies and on investigations, studies and assumptions by the agencies. There is no assurance that either or both of such ratings will be maintained for any given period of time or that they will not be revised downward or withdrawn entirely by the rating agency furnishing the same if, in such agency's judgment, circumstances so warrant. Any such downward revision or withdrawal of a rating or ratings may have an adverse effect on the market price of the Series 2025 Bonds. The City has not undertaken any responsibility either to bring to the attention of the owners of the Series 2025 Bonds any proposed revision, suspension or withdrawal of any such rating or to oppose any such revision, suspension or withdrawal.

Competitive Sale

The Series 2025 Bonds have been purchased at competitive sale from the City by _____ (the "Series 2025 Bonds Purchaser"). The Series 2025 Bonds Purchaser has agreed, subject to certain conditions, to purchase the Series 2025 Bonds at a price of \$_____ (which represents the par amount of the Series 2025 Bonds, plus net premium of \$_____ and less underwriter's discount of \$_____). The yields shown for the Series 2025 Bonds on the inside front cover page of this Official Statement was furnished by the Series 2025 Bonds Purchaser. All other information concerning the nature and terms of any re-offering should be obtained from the Series 2025 Bonds Purchaser and not from the City.

Independent Auditor

The financial statements of the City as of June 30, 2024, and for the year then ended, attached hereto as Appendix A, have been audited by CKH CPA's and Advisors, LLC, Atlanta, Georgia, independent certified public accountants. CKH CPA's and Advisors, LLC, Atlanta, Georgia, has not and will not sign a written consent to the inclusion of its audit report in Appendix A.

Financial Advisor

First Tryon Advisors, LLC has served as financial advisor (the "Financial Advisor") to the City with respect to the sale of the Series 2025 Bonds. The Financial Advisor's fee for services rendered with respect to the sale of the Series 2025 Bonds is contingent on the issuance and delivery of the Series 2025 Bonds. The Financial Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of or to assume responsibility for the accuracy, completeness, or fairness of the information contained in this Official Statement and the appendixes thereto.

Additional Information

Use of the words "shall" or "will" in this Official Statement in summaries of documents to describe future events or continuing obligations is not intended as a representation that such event or obligation will occur but only that the document contemplates or requires such event to occur or obligation to be fulfilled.

Any statements made in this Official Statement involving estimates or matters of opinion, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates or matters of opinion will be realized. Neither this Official Statement nor any statement which may have been made orally or in writing is to be construed as a contract with the owners of the Series 2025 Bonds.

**AUTHORIZATION OF AND CERTIFICATION
CONCERNING OFFERING STATEMENT**

This Official Statement has been authorized by the City. Concurrently with the delivery of the Series 2025 Bonds, the undersigned will furnish his certificate to the effect that nothing has come to his attention which would lead him to believe that this Official Statement contained, as of the date of delivery of the Series 2025 Bonds, any untrue statement of a material fact or omitted to state a material fact which should be included herein for the purposes for which this Official Statement is intended to be used or which is necessary to make the statements contained herein, in light of the circumstances under which they were made, not misleading.

Mayor,
City of Roswell, Georgia

APPENDIX A

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2024

CITY OF ROSWELL, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2024

Prepared By:
The City of Roswell Finance Department

THIS PAGE INTENTIONALLY LEFT BLANK.



CITY OF ROSWELL, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Table of Contents	i - iii
Letter of Transmittal	iv - viii
Certificate of Achievement for Excellence in Financial Reporting	ix
Principal Officials	x
Elected Officials	xi
Organizational Chart	xii
FINANCIAL SECTION	
Independent Auditor's Report	1 - 3
Management's Discussion and Analysis	4 - 14
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	15 - 16
Statement of Activities	17
Fund Financial Statements:	
Balance Sheet – Governmental Funds	18
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Net Position – Proprietary Funds	21
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	22
Statement of Cash Flows – Proprietary Funds	23
Notes to the Financial Statements	24 - 47
Required Supplementary Information:	
Schedule of Changes in the City's Net Pension Liability and Related Ratios	48
Schedule of City Contributions	49
General Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	50
American Rescue Plan Act Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	51
Combining and Individual Fund Statements and Schedules - Nonmajor Governmental Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds	52 - 53
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	54 - 55
Confiscated Assets – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	56
Emergency 911 Telephone System – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	57
State Grants – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	58
NSP Grants – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	59
CDBG Grants – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	60
Federal Grants – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	61
Soil Erosion – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	62

**CITY OF ROSWELL, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

TABLE OF CONTENTS

Page

FINANCIAL SECTION (Continued)

Combining and Individual Fund Statements and Schedules (continued):	
Hotel/Motel Tax – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	63
Opioid Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	64
Auto Rental Excise Tax – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	65
Leita Thompson – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	66
Debt Service – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	67
Scholarship Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Budgetary Basis	68
Schedule of Projects Constructed with Proceeds from Transportation Special Purpose Local Option Sales Tax (TSPLOST)	69
Schedule of Projects Constructed with Proceeds from Transportation Special Purpose Local Option Sales Tax (TSPLOST2)	70
Combining and Individual Fund Statements and Schedules - Internal Service Funds:	
Combining Statement of Net Position – Internal Service Funds	71
Combining Statement of Changes in Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds	72
Combining Statement of Cash Flows – Internal Service Funds	73
Component Unit – Roswell Economic Development & Tourism, Inc.:	
Balance Sheet	74
Statement of Revenues, Expenditures, and Change in Fund Balance	75
Component Unit – Downtown Development Authority:	
Balance Sheet	76
Statement of Revenues, Expenditures, and Change in Fund Balance	77

STATISTICAL SECTION

Financial Trends:	
Net Position by Component	78
Changes in Net Position	79 - 82
Fund Balances of Governmental Funds	83
Changes in Fund Balances of Governmental Funds	84 - 85
General Governmental Tax Revenues by Source	86
Revenue Capacity:	
Assessed Value and Estimated Actual Value of Taxable Property	87
Property Tax Rates (Direct and Overlapping Governments)	88
Principal Property Taxpayers	89
Property Tax Levies and Collection	90
Debt Capacity:	
Ratios of Outstanding Debt by Type	91
Ratios of Net General Bonded Debt Outstanding	92
Direct and Overlapping Governmental Activities Debt	93
Legal Debt Margin Information	94
Demographic and Economic Information:	
Demographic and Economic Statistics	95
Principal Employers	96
Operating Information:	
Full-Time Equivalent City Government Employees by Function	97 - 99
Operating Indicators by Function	100
Capital Asset Statistics by Function	101

**CITY OF ROSWELL, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

TABLE OF CONTENTS

	Page
COMPLIANCE SECTION	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	102 - 103
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance	104 - 105
Schedule of Expenditures of Federal Awards	106
Notes to Schedule of Expenditures of Federal Awards	107
Schedule of Findings and Questioned Costs	108 - 109



December 11, 2024

To the Honorable Mayor, City Council and Citizens of the City of Roswell:

We are pleased to present the Annual Comprehensive Financial Report of the City of Roswell, Georgia (the "City") for the fiscal year ended June 30, 2024 (FY24). This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. We believe the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation of the City. All disclosures necessary to enable the reader to gain a full understanding of the City's financial activities have been included.

The management of the City is responsible for establishing and maintaining an effective internal control structure. In developing and evaluating the City's accounting system, consideration is given to the adequacy of its system of internal control. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

Georgia Code requires an annual audit by independent certified public accountants. The City selected the accounting firm CKH CPA's and Advisors, LLC to complete the audit and the auditor's unmodified opinion has been included in this report. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for FY24 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 auditors have concluded, based upon their audit, that there was a reasonable basis for rendering an unmodified opinion that the City and its component units' financial statements for the fiscal year ended June 30, 2024, are fairly presented and conform to accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The City receives federal financial assistance through various federal grant programs. An audit in accordance with the Uniform Guidance, 2 CFR Part 200 "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" and "Government Auditing Standards," issued by the Comptroller General of the United States, is typically performed each year. The required reports are included in the Compliance Section of this report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Roswell's MD&A can be found immediately following the auditor's report in the financial section of this report.



PROFILE OF THE GOVERNMENT

The City of Roswell, Georgia is located in northern Fulton County, 20 miles north of the City of Atlanta. Fulton County is the central and most populous county in Georgia. The City of Roswell has a land area of 42 square miles and has an unparalleled quality of life for its over 90,000 residents.

The City operates under a charter adopted in 1854 and revised on April 19, 2000, which provides for a Mayor-Council form of government with a city administrator. The Mayor is elected to a term of four years to serve on a part-time basis. An election for one-half of the Council occurs every two years. Roswell's City Council is comprised of six members who, elected at large, work together to make Roswell a better place to live, work and play.

While all six Council Members are elected at large, all must reside within the City of Roswell. It is the duty of the Council Members, in general, to set policy and millage rates, approve budgets, pass ordinances, and to hear and act on requests for rezoning and annexation. Council Members also serve on City committees that give them the opportunity to learn critical details of projects and services that they will eventually vote upon in Regular Council meetings.

The charter identifies the chief officer of the City as the City Administrator, who is appointed by the City of Roswell Mayor and Council to: implement Council policies; oversee the daily activities of the City; and supervise the City's department heads. An organizational chart, depicting the current structure associated with the management of the City of Roswell is included in this introductory section.

The City of Roswell provides a full range of services to its citizens. These services include police and fire protection, public works, court system, the construction and maintenance of recreational pathways, streets and infrastructure, solid waste collection and recycling, planning and zoning, building inspections, recreation activities and cultural events, water and stormwater management, and inherent administrative and support activities. The City also operates a web site and citizen newsletter. Wastewater treatment is provided to the city residents by a regional sewage treatment plant operated under the provisions of Fulton County.

The financial reporting entity (the government) includes all the funds of the primary government (i.e., City of Roswell Georgia, as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units (although legally separate entities) are, in substance, part of the primary government's operations and are included as part of the primary government. There are no potential blended component units that met these criteria. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and results of operations from those of the primary government. Roswell Economic Development & Tourism, Inc. and Downtown Development Authority are reported as discretely presented component units at June 30, 2024.

The annual budget currently serves as the foundation for the City of Roswell's financial planning and control. The Mayor and Council are legally required to adopt a balanced budget no later than the close of the fiscal year. The City's fiscal year runs from July 1st through June 30th. The official level of city budget control (the level on which expenditures may not legally exceed appropriations) is set at the department level for each fund. Annual appropriated budgets are adopted for all funds, except capital project funds, which have project length budgets.



LOCAL ECONOMY

Roswell continues to be a prosperous municipality. Over 4,500 businesses are located in Roswell, some of the larger employers in the area are: General Motors, Wellstar North Fulton, Kimberly-Clark, and McKesson Drug Company. These employers bring tax revenue, jobs and much needed services to our City.

The City's population has been stable in the last ten years. Historically, large population growth would likely result in further sprawl with the expansion of residential neighborhoods and chain-filled shopping centers. Now, however, local municipalities are looking inward and taking stock of their resources. They are reinvesting in current properties and implementing creative new zoning practices that will improve the quality of life within. Roswell strives for mixed use developments that provide for "live, work, play" communities. These combine restaurants, retail and office space and residential units. Examples include Southern Post and West Alley.

Southern Post is located on Alpharetta Highway between Norcross and Fraser Street, this development will include 40,000 square feet of restaurant and retail space, 90,000 square feet of loft style, open-concept office space, 128 apartments and ten townhomes with garages. The West Alley project will bring activity and economic growth to the City's Historic District. This project includes plans for a 125-room boutique hotel with meeting/banquet space, a spa, retail and office space, and parking to the Roswell Historic District.

FINANCIAL PLANNING

Prudent decision-making and good business actions have assisted the City in meeting resident's expectations for City services, sustaining a level of three (3) months of operating expenditures in the general fund and rolling back the property tax millage rates multiple times in recent years.

The City's Strategic Planning and Budgeting Office works with the City Administrator, departments, and elected officials each year to develop the City of Roswell's annual budget. Additionally, the Budget Office regularly reports on the City's current financial condition to Mayor and Council, City Administrator, Roswell citizens, and City employees.

The Budget Office's development of the FY24 budget took into consideration a variety of requests that necessitated difficult decisions. The process focused on responding to the current service levels while maintaining the City's assets. The City uses monthly work sessions to keep the Mayor and Council informed and to solicit guidance regarding budget priorities. The City's Management Team participated in all phases of the budget and the preparation of the staff's working budget document. The departments were also asked to identify any services that could be streamlined.

Sustainability of the City relies on diversification of revenue sources. While property and sales tax revenue are the two most significant revenue sources, significant discussion is centered on how to further diversify the City's revenue base. Existing revenue sources are evaluated periodically to ensure that the underlying rates are reasonable and justifiable.

The City develops a five-year forecast each year during the budget process that considers future scenarios and serves as a guide to Mayor and Council to help make financial decisions for the fiscal year. This forecast reflects the City's commitment to fiscal health and stability. The Capital Improvements Plan (CIP) is also a five-year program that details anticipated expenditures as well as the approved sources of funding. The first year of the program is incorporated into the annual budget with the outlying years serving as a guide for future planning.



FINANCIAL POLICIES

The Roswell City Council has adopted a set of financial policies to govern the financial management of the various City funds. The City maintains seven fund types: General Fund, Special Revenue, Debt Service, Capital Projects, Enterprise, Internal Service and Permanent Funds. The description of these fund types can be found in the Notes to the Financial Statements.

The practice of these policies has enabled the City to maintain an AAA uninsured bond rating during its recent 2023 General Obligation Bonds issuance. These policies cover 1) Budget Amendments for Expenditures; 2) Budget Amendments for Revenues; 3) Transfers for Expenditures; 4) Budget Transfers for Revenues; 5) Debt and 6) Investment Policy. The City of Roswell also has established a variety of procedures for 1) Deposits; 2) Deferred Inflows/Outflows of Resources; 3) of Assets; 4) Purchasing; 5) Petty Cash; 6) Acceptance of Checks; 7) Change Drawer Fund; 8) Purchasing Card; 9) Returned Checks; 10) Grants Manual; 11) Unclaimed Property; 12) Accrued Payables; 13) Travel; 14) Prepaids; 15) Equity; and 16) Signing Authority.

The City has developed financial policies to ensure that the City's financial resources are managed in a prudent manner. The City maintains the goal of a structurally balanced budget to achieve long-term financial stability for the community. Current revenue will be sufficient to support current operating expenditures plus recurring capital expenditures. Unassigned fund balances of three months operating expenditures will be maintained in the General Fund. Additional fund balance can be used for nonrecurring capital expenses. However, if projected revenue in future years is not sufficient to support projected requirements, an unassigned ending balance may be budgeted to achieve structural balance. This fiscal year's budget is also reviewed in respect to how the decisions made this year will affect the City's revenues and expenditures in the following years.

The City Administrator and the Office of Strategic Planning and Budgeting work throughout the year to monitor the City's financial activity. Each month a report is submitted to the Administration and Finance committee as an update on the financial situation of the City. In addition, the Office of Strategic Planning and Budgeting reviews and approves all check requests and requisitions for accuracy. Departments are not allowed to exceed expenditures at the department level.

Investments are made in accordance with applicable state laws and the City's investment policy. The focus of the investment policy is to minimize credit and market risks while maintaining a competitive yield on the portfolio.

MAJOR INITIATIVES

- Bond approved by citizens on November 8, 2022, the voters of Roswell approved issuing \$179.6 million in general obligation bonds for the purpose of constructing capital improvement projects related to recreation, parks, bicycle and pedestrian paths, sidewalks, public safety, and a public parking deck. Mayor and Council approved a resolution on April 24, 2023, declaring the City's intent to issue bonds in the initial amount of \$86,200,000. The bond sale occurred on May 22, 2023, to kick off the approved bond projects. Throughout FY24, several major acquisitions and developments continued on the bond projects.
- The City was also able to reduce the M&O property tax rate from 4.363 mills to the rate of 4.049 mills, which is 7.2 percent lower than 2023 rate. While the overall rate did increase 0.49 mills due to the issuance of the 2023 Bonds, this reduction in the M&O provided some relief to taxpayers.
- City began an organization realignment to better meet the needs of the citizens including the formation of a Customer Service department to facilitate most interactions with the public to create a "one-stop-shop" that avoids confusion from citizens.



AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Roswell for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2023. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of a state and local government financial report.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. The ACFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City of Roswell has received a Certificate of Achievement for the last thirty-four consecutive years, since June 30, 1989. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the City of Roswell for its annual budget for fiscal year 2024. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device. This award is valid for a period of one year only. This award has been received by the City for the past nineteen fiscal years.

ACKNOWLEDGMENTS

The preparation of the Annual Comprehensive Financial Report was made possible by the dedicated services of the entire staff of the Finance Department. I want to especially thank the Accounting Division staff for their dedication in preparing the financial records to be reviewed by the auditors. They have my sincere appreciation for the contributions made in the preparation of this report. Appreciation is also expressed to the Mayor and Council, City Administrator and all City department heads for their continued commitment to fiscal responsibility.

Sincerely,

Georgette McCray

Georgette McCray
Interim Finance Director





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Roswell
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

CITY OF ROSWELL, GEORGIA

PRINCIPAL OFFICIALS

June 30, 2024

Randy Knighton	City Administrator
Vacant	Chief Operating Officer
Sharon Izzo	Deputy City Administrator
Jeffrey Leatherman	Deputy City Administrator
Vacant	CFO / Assistant City Administrator
Michelle Alexander	Community Development Director
Darryl Connelly	Economic Development Director
Georgette McCray	Finance Director, Interim
Joe Pennino	Fire Chief
Linda Warren	Human Resources Director
Damian Narinesingh	Information Technology Director
James Conroy	Police Chief
Brian Watson	Public Works/Environmental Director
Steven Malone	Recreation and Parks Director
Jeffrey Littlefield	Transportation Director
David Davidson	City Attorney
Nancy Long	City Clerk

City of Roswell Elected Officials

(as of June 30, 2024)



Kurt Wilson
Mayor



Sarah Beeson
Post 1



Allen Sells
Post 2



Christine Hall
Post 3



David Johnson
Post 4



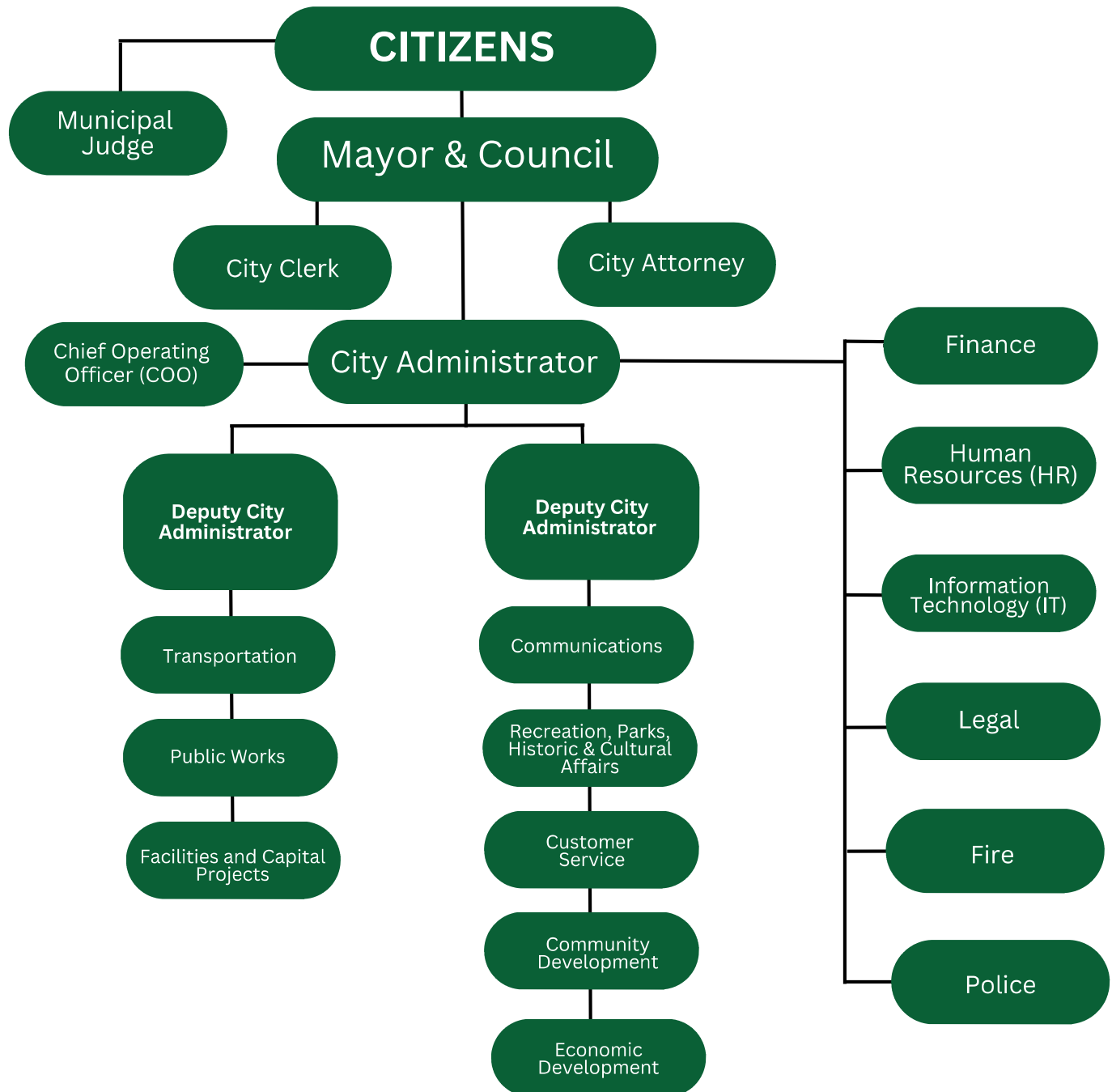
Will Morthland/Mayor Pro Tem
Post 5



Lee Hills
Post 6



CITY OF ROSWELL ORGANIZATIONAL CHART



The seal of Roswell, Georgia, is a circular emblem. It features a central illustration of the Roswell City Hall, a large building with a prominent dome and classical architectural details. The building is surrounded by trees and a lawn. Above the building, there are several stars. The words "ROSWELL GEORGIA" are written in a large, serif font along the bottom curve of the seal, and the year "1854" is centered below the building.

FINANCIAL SECTION

Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Notes to the Financial Statements



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members
of the City Council
City of Roswell, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Roswell, Georgia (the "City"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Roswell, Georgia's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2024, 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*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 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 *Governmental 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 and required supplementary information, 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 accompanying combining and individual fund financial statements and schedules, the schedules of projects constructed with proceeds from transportation special purpose local option sales tax, and the schedule of expenditure of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* 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 combining and individual fund financial statements and schedules, the schedules of projects constructed with proceeds from transportation special purpose local option sales tax, and the schedule of expenditure of federal awards are 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 comprehensive financial 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 December 30, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control over financial reporting and compliance.

CKH CPAs and Advisors, LLC

CKH CPA's and Advisors, LLC
Atlanta, Georgia
December 30, 2024



Management's Discussion and Analysis

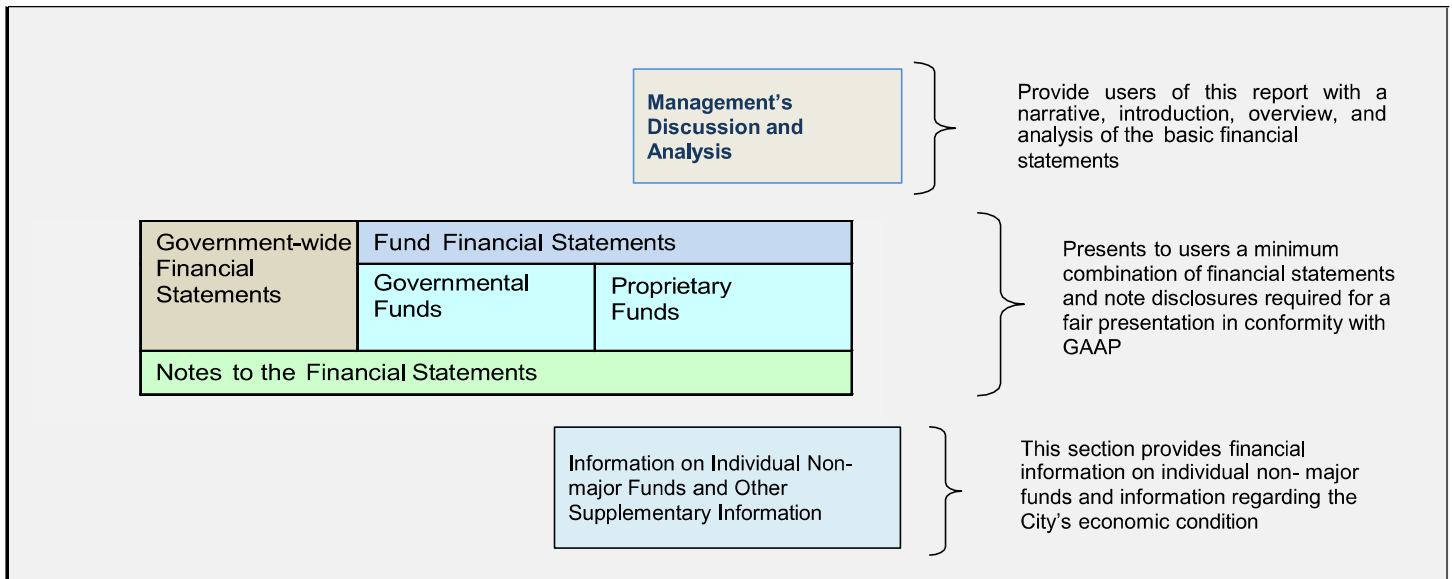
As management of Roswell, Georgia, we offer readers of Roswell's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2024. This discussion is intended to:

- assist the reader in understanding significant financial issues;
- provide an overview of the City's financial activities;
- identify changes in the City's financial position;
- identify material deviations from the original budget; and
- identify individual fund issues or concerns.

We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

Overview of the Financial Statements

This Annual Comprehensive Financial Report (ACFR) has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) and under the guiding principles of the Governmental Accounting Standards Board (GASB). To help facilitate the understanding of the organization of this report we are providing the following illustration:



The Management's Discussion and Analysis document is intended to serve as an introduction to the City of Roswell's basic financial statements. The basic financial statements include:

- government-wide financial statements;
- fund financial statements; and
- notes to the basic financial statements.

Government-wide Financial Statements

The City's basic financial statements include two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business reporting. All governmental and business-type activities are combined to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the City's assets, deferred outflow of resources, liabilities, and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the overall health of the City would extend to other nonfinancial factors such as diversification of the tax base or the condition of City infrastructure, in addition to the financial information provided in this report.

The *Statement of Activities*, reports how the City's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

In the Statement of Net Position and the Statement of Activities, the City is divided into three kinds of activities:

- **Governmental activities** – Most of the City's basic services are reported here, including the police, fire, community development, transportation, information services, environmental and general administration. Property taxes, sales taxes and franchise fees finance the majority of these activities.
- **Business-type activities** – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water system, environmental waste systems, stormwater and participant recreation activities are reported here.
- **Component units** – The City includes two additional separate legal entities in its report – the Roswell Economic Development & Tourism, Inc. and the Downtown Development Authority of the City of Roswell, Georgia. Although legally separate, these component units are included because management feels they are significant enough that it would be misleading to exclude them.

The government-wide financial statements are presented on pages 15 to 17 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation.

The City has two kinds of funds:

- **Governmental funds** – The majority of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements, readers may better understand the long-term impact of the government's near-term financing decisions. The relationship or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is detailed in a reconciliation following the fund financial statements. The City maintains four major and 15 non-major governmental funds. The City's major governmental funds are:
 - o General
 - o Capital Projects
 - o T-SPLOST
 - o ARPA Grant
 - o Bond Construction

The City's non-major governmental funds are:

- o Confiscated Assets
- o Emergency 911
- o State Grants
- o County and Local Grants
- o NSP Grants
- o CDBG Grants
- o Federal Grants
- o Soil Erosion
- o Hotel/Motel Tax
- o Auto Rental Excise Tax
- o Opioid Fund
- o Leita Thompson
- o Impact Fee
- o Debt Service
- o Scholarship Fund

The basic governmental fund financial statements are presented on pages 18 to 20 of this report.

- **Proprietary funds** – The City charges customers for certain services it provides, whether to outside customers or to other units within the City. These services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are identical to the business-type activities that are reported in the government-wide statements but provide more detail and additional information such as cash flows. These are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City maintains four enterprise funds:
 - o Water and Sewer
 - o Solid Waste
 - o Stormwater
 - o Participant Recreation
- **Internal service funds** – These funds are used to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units on a cost- reimbursement basis. The City has five of the fund types:
 - o Workers' Compensation
 - o Risk Management
 - o Group Health
 - o Fleet Services
 - o Information Technology

The proprietary fund financial statements are presented on pages 21 to 23 of this report.

Notes to the Basic Financial Statements

The financial statement includes notes that explain some of the information in the financial statements and provides information that is more detailed. The notes are essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 24 of this report.

Budgetary Presentations

Budgetary comparison statements are included as "required supplementary information" for the general fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the City's adopted and final revised budget.

Supplementary Financial Information

As discussed, the City reports major funds in the basic financial statements. Beginning on page 52, combining and individual statements and schedules for non-major funds are presented as supplementary financial information.

Within this section of the City of Roswell, Georgia's (the "City") annual financial report, the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the fiscal year ended June 30, 2024. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2024 by \$414,673,809 (net position) for the fiscal year reported. Of this amount, \$40,735,322 (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- Total net position is comprised of the following:
 - o Capital assets, net of related debt, of \$254,945,101 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets,
 - o Net position of \$118,993,386 is restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations,
 - o At the end of the current fiscal year, unrestricted net position decreased from \$45,306,441 in fiscal year 2023 to \$40,735,322.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The City's total long-term bonds decreased by \$3,770,519 during the current fiscal year. The City has started servicing the new 2023 bond debt which has caused net-long term debt to decrease during FY 2024.

CITY OF ROSWELL'S SUMMARY OF NET POSITION (Table1)
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Percentage of Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Assets:								
Current and other assets	\$ 272,765	\$ 269,865	\$ 16,750	\$ 14,649	\$ 289,515	\$ 284,514	48.75%	50.55%
Capital assets	262,534	236,222	41,838	42,058	304,372	278,280	51.25%	49.45%
Total assets	535,299	506,087	58,588	56,707	593,887	562,794	100.00%	100.00%
Deferred outflows of resources	7,263	22,769	1,119	2,236	8,381	25,004	100.00%	100.00%
Liabilities:								
Current liabilities	20,456	20,108	4,472	4,973	24,928	25,081	13.70%	13.41%
Long-term liabilities	139,213	143,268	17,776	18,645	156,989	161,912	86.30%	86.59%
Total liabilities	159,669	163,376	22,248	23,618	181,917	186,993	100.00%	100.00%
Deferred inflows of resources	5,677	14,162	-	-	5,677	14,162	100.00%	100.00%
Net position:								
Net investment in capital assets	225,492	216,497	29,453	28,983	254,945	245,480	61.48%	63.49%
Restricted	118,993	95,857	-	-	118,993	95,857	28.70%	24.79%
Unrestricted	32,730	38,964	8,006	6,342	40,735	45,306	9.82%	11.72%
Total net position	\$ 377,215	\$ 351,318	\$ 37,459	\$ 35,325	\$ 414,674	\$ 386,643	100.00%	100.00%

Financial Analysis of the City as a Whole

The City's net position at fiscal year-end 2024 increased by 7.25% from \$386,643,214 at June 30, 2023 to \$414,673,809 at June 30, 2024 (See Table 1).

The largest portion of the City's net position (51.25%) at June 30, 2024, reflects its net investments in capital assets (e.g., land, buildings, machinery, and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not planned to be used to liquidate these liabilities.

An additional portion of the City's net position (28.70%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$40,735,322 or 9.82%) may be used to meet the government's ongoing obligations to citizens and creditors.

The City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Net pension liability decreased during FY24 due to an overall upturn in the equity market with the S&P 500 (equity) increasing by 23% during the pension's valuation period. This compares to the prior year when the S&P 500 (equity) dropped by 19% and the S&P 500 Bond Index (bonds) dropped by 15%.

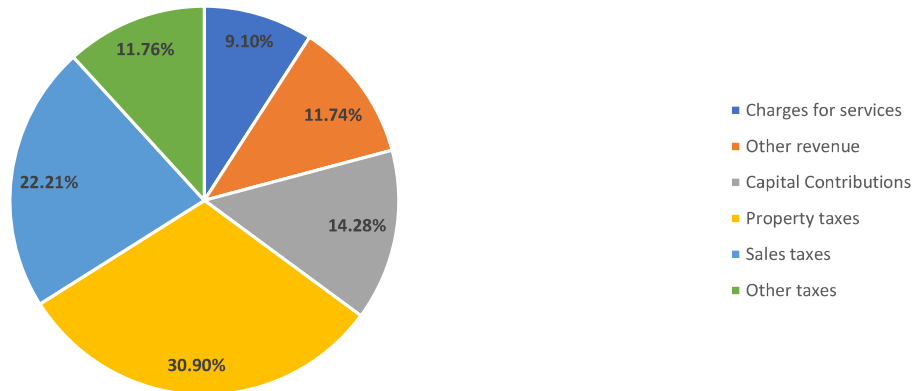
CITY OF ROSWELL'S CHANGES IN NET POSITION (Table 2)
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Percentage of Total	
	2024	2023	2024	2023	2024	2023	2024	2023
<i>Revenues:</i>								
<i>Program:</i>								
Charges for services	\$ 13,646	\$ 12,873	\$ 30,794	\$ 29,098	\$ 44,440	\$ 41,971	24.48%	26.51%
Operating grants	5,064	1,999	-	-	5,064	1,999	2.79%	1.26%
Capital Contributions	21,419	21,328	-	-	21,419	21,328	11.80%	13.47%
<i>General:</i>								
Property taxes	46,340	38,211	-	-	46,340	38,211	25.53%	24.13%
Sales taxes	33,308	33,941	-	-	33,308	33,941	18.35%	21.44%
Other taxes	17,639	16,953	-	-	17,639	16,953	9.72%	10.71%
Investment Earnings	12,305	2,692	732	256	13,037	2,948	7.18%	1.86%
Other	235	958	37	34	272	992	0.15%	0.63%
<i>Total revenues</i>	<u>149,956</u>	<u>128,955</u>	<u>31,563</u>	<u>29,388</u>	<u>181,519</u>	<u>158,343</u>	<u>100.00%</u>	<u>100.00%</u>
<i>Program Expenses:</i>								
General government	12,453	18,426	-	-	12,453	18,426	8.11%	14.17%
Judicial	1,184	1,371	-	-	1,184	1,371	0.77%	1.05%
Financial services	3,230	2,923	-	-	3,230	2,923	2.10%	2.25%
Public safety	52,690	41,618	-	-	52,690	41,618	34.33%	32.01%
Planning and zoning	5,047	3,681	-	-	5,047	3,681	3.29%	2.83%
Public works	21,450	14,044	-	-	21,450	14,044	13.97%	10.80%
Culture and recreation	22,451	18,705	-	-	22,451	18,705	14.63%	14.39%
Interest	5,670	631	-	-	5,670	,631	3.69%	0.49%
Water and sewer	-	-	5,185	5,143	5,185	5,143	3.38%	3.96%
Solid waste	-	-	13,291	12,914	13,291	12,914	8.66%	9.93%
Stormwater	-	-	7,740	7,648	7,740	7,648	5.04%	5.88%
Participant Recreation	-	-	3,095	2,895	3,095	2,895	2.02%	2.23%
<i>Total expenses</i>	<u>124,176</u>	<u>101,400</u>	<u>29,312</u>	<u>28,599</u>	<u>153,488</u>	<u>130,000</u>	<u>100.00%</u>	<u>100.00%</u>
Excess (deficiency)	<u>25,780</u>	<u>27,555</u>	<u>2,251</u>	<u>789</u>	<u>28,031</u>	<u>28,344</u>		
Transfers	<u>117</u>	<u>(647)</u>	<u>(117)</u>	<u>647</u>	<u>-</u>	<u>-</u>		
<i>Change in net position</i>	<u>25,897</u>	<u>26,908</u>	<u>2,133</u>	<u>1,436</u>	<u>28,031</u>	<u>28,344</u>		
<i>Beginning net position</i>	<u>351,318</u>	<u>324,410</u>	<u>35,325</u>	<u>33,889</u>	<u>386,643</u>	<u>358,300</u>		
<i>Ending net position</i>	<u>\$ 377,215</u>	<u>\$ 351,318</u>	<u>\$ 37,459</u>	<u>\$ 35,325</u>	<u>\$ 414,674</u>	<u>\$ 386,643</u>		

GOVERNMENTAL REVENUES

The City's governmental activities are heavily reliant on property taxes and sales taxes to support governmental operations. Property taxes provided 30.90% and sales taxes provided 22.21% of the City's total governmental revenues. Also, note that program revenues cover 32.32% of governmental expenses. This means that the government's taxpayers and the City's other general revenues fund 61.48% of the governmental activities. As a result, the general economy and the local businesses have a major impact on the City's revenue streams.

Governmental Revenues



GOVERNMENTAL ACTIVITIES EXPENSES

CITY OF ROSWELL GOVERNMENTAL ACTIVITIES (TABLE 3)
(in thousands of dollars)

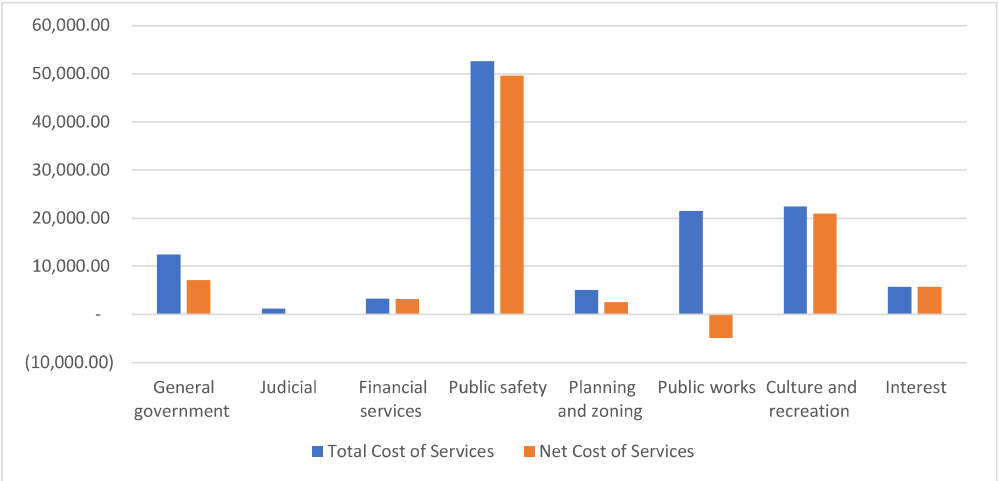
	Total Cost of Services		Percentage of Total		Net Cost of Services		Percentage of Total	
	2024	2023	2024	2023	2024	2023	2024	2023
<i>General government</i>	\$ 12,453	\$ 18,426	10.03%	18.17%	\$ 7,082	\$ 12,317	8.43%	18.89%
<i>Judicial</i>	1,184	1,371	0.95%	1.35%	(88)	237	-0.10%	0.36%
<i>Financial services</i>	3,230	2,923	2.60%	2.88%	3,215	2,908	3.83%	4.46%
<i>Public safety</i>	52,690	41,618	42.43%	41.04%	49,658	37,597	59.08%	57.66%
<i>Planning and zoning</i>	5,047	3,681	4.06%	3.63%	2,524	1,575	3.00%	2.42%
<i>Public works</i>	21,450	14,044	17.27%	13.85%	(4,960)	(8,484)	-5.90%	-13.01%
<i>Culture and recreation</i>	22,451	18,705	18.08%	18.45%	20,945	18,420	24.92%	28.25%
<i>Interest</i>	5,670	631	4.57%	0.62%	5,670	631	6.75%	0.97%
Total	\$ 124,176	\$ 101,400	100.00%	100.00%	\$ 84,047	\$ 65,201	100.00%	100.00%

Table 3 presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions.

The most significant governmental expense for the City is providing public safety services such as fire and police protection. This comprises 42.43% of the total governmental expenses. Revenues collected from a variety of sources offset public safety expenses. Culture and recreation is the second largest City cost for government at 18.08%. The third largest City cost for government is public works at 17.27% of governmental expenses.

The cost of all governmental activities this fiscal year was \$124,176,034 compared to \$101,400,593 in fiscal year 2023.

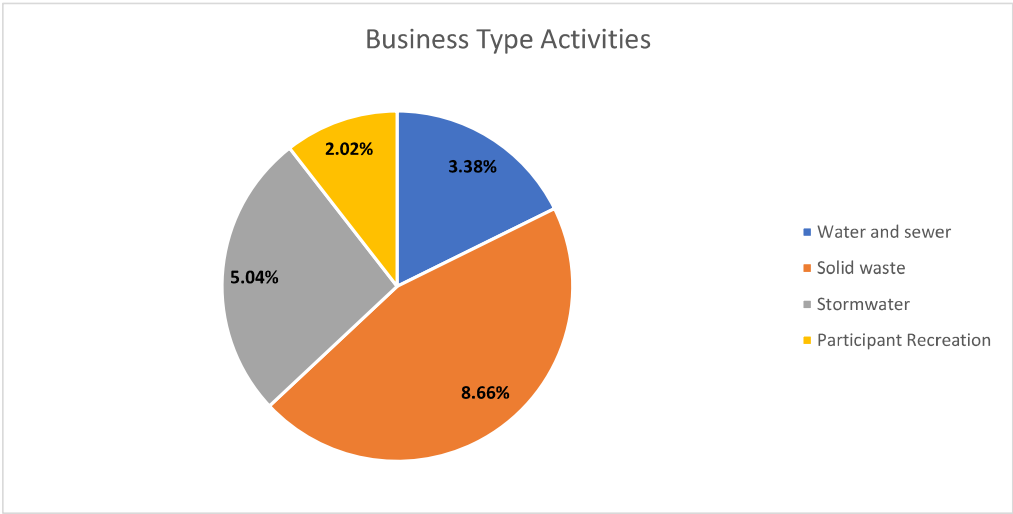
The revenue amount that paid for most of these activities came from general revenues of the City such as property taxes (\$46,340,457) and sales taxes (\$33,307,673).



BUSINESS-TYPE ACTIVITIES

Revenues vs. Costs

The cost of all Proprietary (Business-type) activities this fiscal year was \$29,312,167 as shown in Table 2 (Summary of Changes in Net Position). The amounts paid by the users of the systems were \$30,794,198. Within the total business-type activities of the City, these activities reported an increase in net position of \$2,133,303.



Financial Analysis of the City's Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

Governmental Funds

Governmental funds reported ending fund balances of \$240,502,635. Of this year-end total, \$33,985,628 is unassigned indicating availability for continuing City service requirements. The City has adopted a 25 percent stabilization policy to retain in reserve an equivalent of 25% of the next year's budgeting general fund expenditures less the budgeted general fund capital expenditures. In accordance with the fund balance reserve policy, \$32,729,685 is included in the unassigned fund balance.

Major Governmental Funds

The General Fund is the City's primary operating fund and the largest source of day-to-day service delivery. At the end of the current fiscal year, fund balance of the General Fund was \$34,059,294. As a measure of the General Fund's liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures. Unassigned fund balance represents 38.17% of total General Fund expenditures.

Total General Fund revenues were \$2,691,859 or 2.77% higher than fiscal year 2023, while taxes increased by \$949,786 (1.10%). Tax revenues were up due to a robust economy triggering higher sales and business taxes.

The Capital Projects Fund reflects an ending fund balance increase of \$20,482,307. The increase is reflective of the timing of capital project acquisitions.

The T-SPLOST Fund reflects an ending fund balance of \$108,485,387, representing \$23,791,673 of taxes collected during fiscal year 2024. This increase is due to the projects in this fund still being in the early phases of construction.

The ARPA Grant Fund reflects a fund balance of \$591,715. This City reports the amount of cash balance also as a liability (unearned revenue), which offsets the cash balance. The remaining fund balance consists of accumulated investment revenue.

The Bond Construction Fund reflects a fund balance of \$66,188,046. This City reports only cash, investments and a liability, accounts payable, which offsets the cash balance. The remaining fund balance mainly represents unspent bond proceeds and accumulated investment income.

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. Operating revenues were 5.83% higher compared to those in fiscal year 2023 and operating expenses were 3.52% more than prior year.

The Water and Sewer Fund's operating revenues are 0.70% above those in fiscal year 2023 due to an increase in rates. Operating expenses were 4.70% more than prior year.

The Solid Waste Fund's operating revenues are 11.50% above those in fiscal year 2023 due to an increase in rates. Operating expenses were 3.63% more than the prior year due mostly to higher supply costs.

The Participant Recreation Fund's operating revenues is 2.55% lower compared to the same time in fiscal year 2023. Operating expenses were 1.19% more than prior year. Small variances year-over-year are normal and expected.

The Stormwater Fund's operating revenues were 10.45% higher when compared to the same time in fiscal year 2023 due to a scheduled increase in rates. Operating expenses were 7.22% more than prior year. The movement in revenues and operating expenses was due to increases in rates to accommodate additional program expenditures.

Budgetary Highlights

General Fund – The General Fund's final approved revenue budget for FY 2024 was \$98,191,754. The original approved revenue budget was \$97,971,754. The City collected \$1,553,472 more than the approved revenue budget due to higher than anticipated collection of taxes.

The General Fund's final approved expenditure budget for FY 2024 was \$96,366,257. The original approved expenditure budget was \$93,901,587. The City expended 94.12% of the Amended Budget amount. The General Fund actual expenditures were \$5,665,458 less than budgeted. The decrease was mainly due to Administration attributable to budgeted costs and projects still open at the end of the year; which carried forward and was reappropriated into the following fiscal year.

Capital Assets and Debt Administration

Capital Assets - The City's investment in capital assets, net of accumulated depreciation for governmental and business-type activities as of June 30, 2024, was \$262,533,993 and \$41,837,667 respectively. The major changes to capital assets for FY24 were due to Governmental construction in progress increased as the City continued TSPLOST, bonded, and other capital projects.

For more information for governmental and business-type activities on the changes in capital assets, see Note 7.

City of Roswell's Capital Assets (Table 4)
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Non-depreciable assets:						
Land	\$ 77,820	\$ 54,868	\$ -	\$ -	\$ 77,820	\$ 54,868
Construction in progress	68,076	58,879	6,041	4,581	74,117	63,460
Total non-depreciable assets	145,897	113,747	6,041	4,581	151,937	118,328
Depreciable assets:						
Land improvements	44,993	43,898	-	-	44,993	43,898
Building and plant	87,355	87,355	20,459	20,459	107,815	107,815
Machinery and equipment	31,048	32,781	3,858	3,747	34,907	36,528
Vehicles	22,065	21,104	6,418	6,586	28,483	27,690
Infrastructure	160,250	159,486	28,399	28,223	188,649	187,709
Total depreciable assets	345,712	344,624	59,134	59,016	404,846	403,639
Less accumulated depreciation:	234,959	226,663	23,338	21,538	258,296	248,201
Net book value-depreciated assets	110,753	117,961	35,797	37,478	146,550	155,438
Percentage depreciated	67.96%	65.77%	39.47%	36.50%	63.80%	61.49%
Lease assets:						
Vehicles	7,670	5,736	-	-	7,670	5,736
Machinery and equipment	28	371	-	-	28	371
Land improvements	144	-	-	-	144	-
Total lease assets	7,841	6,107	-	-	7,841	6,107
Less accumulated amortization:	3,731	2,783	-	-	3,731	2,783
Net book value-lease assets	4,110	3,324	-	-	4,110	3,324
Subscription assets:						
Software	2,840	1,622	-	-	2,840	1,622
Total lease assets	2,840	1,622	-	-	2,840	1,622
Less accumulated amortization:	1,066	432	-	-	1,066	432
Net book value-lease assets	1,774	1,190	-	-	1,774	1,190
Total Capital Assets	\$ 262,534	\$ 236,222	\$ 41,838	\$ 42,058	\$ 304,372	\$ 278,280

Long-term Debt

At the end of the fiscal year, the City had total bonded debt outstanding of \$85,435,000, all of which is backed by the full faith and credit of the City (general obligation bonds).

City of Roswell Long-Term Debt as of June 30, 2024 and 2023

(in thousands of dollars)

	Governmental Activities		Business-type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Bonds	\$ 85,435	\$ 89,206	\$ -	\$ -	\$ 85,435	\$ 89,206
Claims payable	370	370	-	-	370	370
Compensated absences	4,423	4,077	712	653	5,135	4,730
Net pension liability	30,633	32,436	4,719	5,196	35,352	37,632
Notes payable	6,078	6,732	12,196	12,661	18,273	19,393
Lease liabilities	4,532	3,384	-	-	4,532	3,384
Subscription liabilities	1,484	983	-	-	1,484	983
Financed purchases payable	6,257	6,079	150	135	6,407	6,214
Total	\$ 139,213	\$ 143,268	\$ 17,776	\$ 18,645	\$ 156,989	\$ 161,912

For more information on long-term obligations, see Note 11 to the financial statements

Economic Factors and Next Year's Budgets and Rates

All of these factors were considered in preparing the City's budget for the upcoming fiscal period.

Sustainability of Existing Services – the City has maintained a philosophy of budgetary evaluation where services and associated costs should not be appropriated if they are not justified as long-term goals of the City. This philosophy is employed during the budget process with a multi-year financial outlook that provides the conduit to evaluate government priorities, realign and diversify revenue structures, and provide the data necessary for decision making to enable continued financial success.

Cost of Government – The operating millage rate is set annually by Mayor and City Council. As part of the financial strategic plan, the City is committed to millage rates that facilitate the provisions of City services with lowest possible tax burden for residents.

Infrastructure Improvements – The subsequent account period capital budget will focus on projects that are already in progress, have state/federal funding, and/or are essential due to safety or required by mandate. The City has a few bond projects which started in FY23 and will continue into FY24, the upcoming fiscal period.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have, questions about this report or would like to request additional information, contact the City at 770-641-3759 or visit the City's website at www.roswellgov.com.

THIS PAGE INTENTIONALLY LEFT BLANK.





BASIC FINANCIAL STATEMENTS

CITY OF ROSWELL, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Roswell Economic Development & Tourism, Inc.	Downtown Development Authority
ASSETS					
Cash and cash equivalents	\$ 166,739,549	\$ 7,542,724	\$ 174,282,273	\$ 879,257	\$ 531,085
Investments	89,958,964	5,268,420	95,227,384	-	-
Receivables (net of allowance for uncollectibles)	1,823,037	3,854,658	5,677,695	5,634	-
Taxes receivable	5,787,941	-	5,787,941	-	-
Intergovernmental receivables	30,200	-	30,200	-	-
Leases receivable	5,886,337	-	5,886,337	-	-
Interest receivable	417,308	13,856	431,164	-	3,824
Due from other funds	-	38,745	38,745	-	-
Inventories	39,920	3,163	43,083	15,634	-
Prepaid items	1,917,072	28,529	1,945,601	6,250	1,930
Other assets	-	-	-	10,000	-
Notes receivable	164,854	-	164,854	-	-
Capital assets, nondepreciable	145,896,570	6,040,824	151,937,394	-	-
Capital assets, depreciable, net of accumulated depreciation	116,637,423	35,796,843	152,434,266	555,472	-
Total assets	535,299,175	58,587,762	593,886,937	1,472,247	536,839
DEFERRED OUTFLOWS OF RESOURCES					
Pension related items	7,262,516	1,118,709	8,381,225	-	-
Total deferred outflows of resources	7,262,516	1,118,709	8,381,225	-	-
LIABILITIES					
Accounts payable	4,932,151	2,101,077	7,033,228	40,075	-
Accrued liabilities	6,453,421	172,344	6,625,765	-	-
Due to other funds	38,745	-	38,745	-	-
Retainage payable	621,373	39,114	660,487	-	-
Customer deposits payable	-	991,618	991,618	-	-
Unearned revenue	8,410,668	1,167,722	9,578,390	10,250	-
Noncurrent liabilities due within one year					
Compensated absences	3,495,300	478,950	3,974,250	-	-
Lease liabilities	1,631,889	-	1,631,889	488,764	-
Financed purchases	1,218,944	48,333	1,267,277	-	-
Note payable	685,296	698,158	1,383,454	-	-
Bonds payable	3,020,000	-	3,020,000	-	-
Subscriptions payable	472,915	-	472,915	-	-
Noncurrent liabilities due in more than one year					
Compensated absences payable	928,033	232,726	1,160,759	-	-
Lease liabilities	2,899,997	-	2,899,997	-	-
Financed purchases	5,038,146	101,666	5,139,812	-	-
Note payable	5,392,427	11,497,436	16,889,863	-	-
Claims payable	370,498	-	370,498	-	-
Bonds payable	82,415,139	-	82,415,139	-	-
Subscriptions payable	1,010,896	-	1,010,896	-	-
Net pension liability	30,633,414	4,718,730	35,352,144	-	-
Total liabilities	159,669,252	22,247,874	181,917,126	539,089	-
DEFERRED INFLOWS OF RESOURCES				-	-
Deferred inflows of resources leases	5,677,227	-	5,677,227	-	-
Total deferred inflows of resources	5,677,227	-	5,677,227	-	-

**CITY OF ROSWELL, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2024**

Continued

NET POSITION

Net investment in capital assets	225,492,141	29,452,960	254,945,101	66,708	-
Restricted for:					
Debt service	48,148	-	48,148	-	-
Environmental	288,681	-	288,681	-	-
Culture and recreation	628,349	-	628,349	866,450	-
Transportation	114,491,477	-	114,491,477	-	-
Public safety	1,678,370	-	1,678,370	-	-
Capital projects	1,807,529	-	1,807,529	-	-
Promotion of industry and tourism	15,408	-	15,408	-	-
Scholarship - nonexpendable	25,000	-	25,000	-	-
Scholarship - expendable	10,424	-	10,424	-	-
Unrestricted	32,729,685	8,005,637	40,735,322	-	536,839
Total net position	<u>\$ 377,215,212</u>	<u>\$ 37,458,597</u>	<u>\$ 414,673,809</u>	<u>\$ 933,158</u>	<u>\$ 536,839</u>

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

CITY OF ROSWELL, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs Primary government:	Net (Expense) Revenue and Changes in Net Position						
	Program Revenues			Primary Government		Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 12,452,565	\$ 5,334,169	\$ 35,931	\$ -	\$ (7,082,465)	\$ -	\$ (7,082,465)
Judicial	1,184,185	1,272,045	-	-	87,860	-	87,860
Financial services	3,230,040	15,055	-	-	(3,214,985)	-	(3,214,985)
Public safety	52,690,278	2,995,039	37,449	-	(49,657,790)	-	(49,657,790)
Public works	21,449,771	-	4,990,614	21,419,112	4,959,955	-	4,959,955
Planning and zoning	5,047,438	2,523,387	-	-	(2,524,051)	-	(2,524,051)
Culture and recreation	22,451,342	1,505,892	-	-	(20,945,450)	-	(20,945,450)
Interest on long-term debt	5,670,416	-	-	-	(5,670,416)	-	(5,670,416)
Total governmental activities	124,176,034	13,645,587	5,063,994	21,419,112	(84,047,342)	-	(84,047,342)
Business-type activities:							
Water and sewer	5,185,483	5,316,373	-	-	-	130,890	130,890
Solid waste	13,291,301	13,935,998	-	-	-	644,697	644,697
Participant recreation	7,740,059	7,207,139	-	-	-	(532,920)	(532,920)
Stormwater	3,095,324	4,334,688	-	-	-	1,239,364	1,239,364
Total business-type activities	29,312,167	30,794,198	-	-	-	1,482,031	1,482,031
Total primary government	153,488,201	44,439,785	5,063,994	21,419,112	(84,047,342)	1,482,031	(82,565,311)
Component units:							
Roswell Economic Development & Tourism, Inc.	1,585,176	534,714	1,026,147	-	-	-	-
Downtown Development Authority	52,906	55,000	-	-	-	(24,313)	-
Total component units	\$ 1,638,082	\$ 589,714	\$ 1,026,147	\$ -	\$ -	\$ (24,313)	\$ 2,094
General revenues:							
Property taxes				46,340,457	-	-	46,340,457
Sales and use taxes				33,307,673	-	-	33,307,673
Hotel/motel taxes				1,726,606	-	-	1,726,606
Excise taxes				410,515	-	-	410,515
Business taxes				15,502,232	-	-	15,502,232
Unrestricted investment earnings (loss)				12,305,036	731,564	-	13,036,600
Gain on sale of capital assets				142,068	37,169	-	179,237
Miscellaneous				92,586	-	-	92,586
Transfers				117,461	(117,461)	-	-
Total general revenues and transfers				109,944,634	651,272	-	110,595,906
Change in net position				25,897,292	2,133,303	-	28,030,595
Net position, beginning of year				351,317,920	35,325,294	-	386,643,214
Net position, end of year				\$ 377,215,212	\$ 37,458,597	\$ 933,158	\$ 414,673,809

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

**CITY OF ROSWELL, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024**

		Capital Projects		ARPA Grant	Bond	Nonmajor	
ASSETS	General Fund	Fund	T-SPLOST Fund	Fund	Construction	Governmental Funds	Total
Cash and cash equivalents	\$ 14,468,596	\$ 8,084,561	\$ 66,908,383	\$ 9,379,221	\$ 52,889,509	\$ 11,055,730	\$ 162,786,000
Investments	19,658,884	12,679,184	40,065,369	-	14,475,661	467,014	87,346,112
Receivables (net of allowance for uncollectibles)	1,018,697	-	-	-	-	803,233	1,821,930
Taxes receivable	3,596,982	-	1,795,369	-	-	395,590	5,787,941
Intergovernmental receivables	-	-	-	-	-	30,200	30,200
Leases receivable	5,886,337	-	-	-	-	-	5,886,337
Interest receivable	115,167	64,801	222,141	-	-	76	402,185
Inventories	39,920	-	-	-	-	-	39,920
Prepaid items	33,746	2,882	-	19,287	-	-	55,915
Total assets	<u>44,818,329</u>	<u>20,831,428</u>	<u>108,991,262</u>	<u>9,398,508</u>	<u>67,365,170</u>	<u>12,751,843</u>	<u>264,156,540</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	1,503,520	314,505	113,005	331,947	1,052,853	1,148,650	4,464,480
Accrued liabilities	2,202,829	2,728	-	339	1,476	380,718	2,588,090
Unearned revenue	-	-	-	8,410,668	-	-	8,410,668
Retainage payable	-	31,888	392,870	63,839	122,795	9,981	621,373
Total liabilities	<u>3,706,349</u>	<u>349,121</u>	<u>505,875</u>	<u>8,806,793</u>	<u>1,177,124</u>	<u>1,539,349</u>	<u>16,084,611</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - taxes	1,039,592	-	-	-	-	175,219	1,214,811
Unavailable revenue - other	335,867	-	-	-	-	341,389	677,256
Deferred inflows of resources leases	5,677,227	-	-	-	-	-	5,677,227
Total deferred inflows of resources	<u>7,052,686</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>516,608</u>	<u>7,569,294</u>
FUND BALANCES							
Nonspendable:							
Prepaid items	33,746	2,882	-	19,287	-	-	55,915
Inventories	39,920	-	-	-	-	-	39,920
Permanent fund corpus	-	-	-	-	-	25,000	25,000
Restricted:							
Public safety	-	-	-	-	6,436,234	1,678,370	8,114,604
Culture and recreation	-	-	-	-	-	628,349	628,349
Environmental	-	-	-	-	-	288,681	288,681
Transportation	-	-	108,485,387	-	59,751,812	6,006,090	174,243,289
Debt service	-	-	-	-	-	48,148	48,148
Capital projects	-	-	-	-	-	1,807,529	1,807,529
Scholarship	-	-	-	-	-	10,424	10,424
Promotion of industry and tourism	-	-	-	-	-	15,408	15,408
Committed:							
Stabilization funds	-	-	-	-	-	187,890	187,890
Assigned:							
Use of reserves in subsequent budget	-	-	-	572,428	-	-	572,428
Capital projects	-	20,479,425	-	-	-	-	20,479,425
Unassigned	33,985,628	-	-	-	-	-	33,985,628
Total fund balances	<u>34,059,294</u>	<u>20,482,307</u>	<u>108,485,387</u>	<u>591,715</u>	<u>66,188,046</u>	<u>10,695,889</u>	<u>240,502,638</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 44,818,329</u>	<u>\$ 20,831,428</u>	<u>\$ 108,991,262</u>	<u>\$ 9,398,508</u>	<u>\$ 67,365,170</u>	<u>\$ 12,751,846</u>	

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

Capital assets, including leased assets, used in governmental activities are not financial resources and, therefore, are not reported in the funds.	259,437,634
Internal service funds are used by the City to charge cost to other funds. The assets and liabilities are included in the governmental activities.	6,084,330
Notes receivable and related accrued interest are not an available resource and, therefore, are not reported in the funds.	175,887
Revenues in the statement of activities that do not provide current financial resources are reported as unavailable revenues in the funds.	1,892,067
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(107,935,624)
The deferred outflows of resources, deferred inflows of resources, and net pension liability related to the City's the pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the funds.	(22,941,718)
Net position of governmental activities	<u>\$ 377,215,215</u>

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

CITY OF ROSWELL, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Capital Projects Fund	T-SPLOST Fund	ARPA Grant Fund	Bond Construction	Nonmajor Governmental Funds	Total
Revenues:							
Taxes	\$ 87,011,431	\$ -	\$ -	\$ -	\$ -	\$ 9,280,706	\$ 96,292,137
Licenses and permits	3,258,067	-	-	-	-	-	3,258,067
Intergovernmental	171,539	2,258,200	20,965,600	2,295,228	-	510,564	26,201,131
Fines and forfeitures	1,559,763	-	-	-	-	166,024	1,725,787
Charges for services	5,086,610	-	-	-	-	2,651,311	7,737,921
Impact fees	-	-	-	-	-	538,447	538,447
Investment earnings (loss)	1,763,694	817,899	4,643,687	518,933	4,004,234	446,761	12,195,208
Contributions	11,214	-	-	-	-	-	11,214
Miscellaneous	882,890	88,576	-	-	-	-	971,466
Total revenues	99,745,208	3,164,675	25,609,287	2,814,161	4,004,234	13,593,813	148,931,378
Expenditures:							
Current:							
General government	8,196,163	239,561	-	-	396,806	193,391	9,025,921
Judicial	1,085,989	-	-	-	-	-	1,085,989
Financial services	3,230,040	-	-	-	-	-	3,230,040
Public safety	42,227,830	109,574	-	-	370,173	3,728,051	46,435,628
Public works	11,674,550	3,866,964	767,379	-	216,019	176,254	16,701,166
Planning and zoning	4,620,195	11,991	-	-	-	160,402	4,792,588
Culture and recreation	16,627,676	377,998	-	65,741	611,738	869,309	18,552,462
Capital outlay	187,168	13,349,477	1,050,237	2,266,581	23,437,014	1,075,067	41,365,544
Debt service:							
Principal	1,176,288	1,509,912	-	-	-	3,350,000	6,036,200
Interest and fiscal charges	209,140	278,784	-	-	-	4,175,207	4,663,131
Total expenditures	89,235,039	19,744,261	1,817,616	2,332,322	25,031,750	13,727,681	151,888,669
Excess (deficiency) of revenues over expenditures	10,510,169	(16,579,586)	23,791,671	481,839	(21,027,516)	(133,868)	(2,957,291)
Other financing sources (uses):							
Proceeds from sale of capital assets	213,515	70,482	-	-	-	-	283,997
Issuance of long-term debt	143,566	4,026,944	-	-	-	-	4,170,510
Transfers in	1,444,039	11,748,699	-	-	-	995,184	14,187,922
Transfers out	(12,539,343)	-	-	-	(9,779)	(1,527,789)	(14,076,911)
Total other financing sources (uses)	(10,738,223)	15,846,125	-	-	(9,779)	(532,605)	4,565,518
Net change in fund balances	(228,054)	(733,461)	23,791,671	481,839	(21,037,295)	(666,473)	1,608,227
Fund balances, beginning of year	<u>34,287,348</u>	<u>21,215,768</u>	<u>84,693,716</u>	<u>109,876</u>	<u>87,225,341</u>	<u>11,362,362</u>	<u>238,894,411</u>
Fund balances, end of year	<u>\$ 34,059,294</u>	<u>\$ 20,482,307</u>	<u>\$ 108,485,387</u>	<u>\$ 591,715</u>	<u>\$ 66,188,046</u>	<u>\$ 10,695,889</u>	<u>\$ 240,502,638</u>

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

CITY OF ROSWELL, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

Net change in fund balances - total governmental funds	\$ 1,608,227
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 outlays exceeded depreciation in the current period.	26,664,182
The net effect of various miscellaneous transactions involving capital assets and lease assets (i.e., sales and lease modifications) is to increase net position.	(170,921)
The payments received on notes receivable provide current financial resources to governmental funds, but have no effect on net position.	(168,713)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	995,087
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 is the net effect of these differences in the treatment of long-term debt and related items.	(4,058,182)
Internal service funds are used by management to charge the costs of insurance plans and workers' compensation insurance to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities.	1,027,612
Change in net position - governmental activities	<u>\$ 25,897,292</u>

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

CITY OF ROSWELL, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Water and Sewer Fund	Solid Waste Fund	Participant Recreation Fund	Stormwater Utility Fund	Total	Governmental Activities Internal Service Funds
ASSETS						
Current assets:						
Cash & cash equivalents	\$ 1,306,669	\$ 1,060,708	\$ 2,997,150	\$ 2,178,197	\$ 7,542,724	\$ 3,953,549
Investments	1,932,614	3,087,106	-	248,700	5,268,420	2,612,852
Receivables (net of allowance for uncollectibles)	1,160,960	2,204,169	-	489,529	3,854,658	1,107
Interest receivable	1,520	7,400	-	4,936	13,856	4,090
Inventories	3,009	86	-	68	3,163	-
Prepaid items	590	-	27,939	-	28,529	1,861,157
Total current assets	4,405,362	6,359,469	3,025,089	2,921,430	16,711,350	8,432,755
Noncurrent assets						
Capital assets:						
Capital assets, not being depreciated	668,789	3,851,280	53,849	1,466,906	6,040,824	-
Capital assets, being depreciated	22,171,601	3,923,668	757,692	8,943,882	35,796,843	3,096,359
Total noncurrent assets	22,840,390	7,774,948	811,541	10,410,788	41,837,667	3,096,359
Total assets	27,245,752	14,134,417	3,836,630	13,332,218	58,549,017	11,529,114
DEFERRED OUTFLOWS OF RESOURCES						
Pension related items	142,162	571,570	207,603	197,374	1,118,709	133,368
Total deferred outflows of resources	142,162	571,570	207,603	197,374	1,118,709	133,368
LIABILITIES						
Current liabilities:						
Accounts payable	820,671	1,119,003	95,038	66,370	2,101,082	467,670
Retainage payable	11,678	27,436	-	-	39,114	-
Accrued expenses	48,643	27,833	83,149	12,719	172,344	2,210,322
Customer deposits payable	230,201	761,417	-	-	991,618	-
Financed purchases	48,333	-	-	-	48,333	472,132
Unearned revenue	-	-	1,167,722	-	1,167,722	-
Subscriptions payable	-	-	-	-	-	472,915
Note payable	698,158	-	-	-	698,158	-
Compensated absences	123,981	184,071	96,786	74,112	478,950	101,194
Total current liabilities	1,981,665	2,119,760	1,442,695	153,201	5,697,321	3,724,233
Long-term liabilities:						
Compensated absences	49,764	103,012	45,269	34,675	232,720	38,936
Note payable	8,978,342	2,519,094	-	-	11,497,436	-
Subscriptions payable	-	-	-	-	-	1,010,896
Financed purchases	101,666	-	-	-	101,666	202,795
Net pension liability	599,640	2,410,893	875,671	832,526	4,718,730	562,548
Total long-term liabilities	9,729,412	5,032,999	920,940	867,201	16,550,552	1,815,175
Total liabilities	11,711,077	7,152,759	2,363,635	1,020,402	22,247,873	5,539,408
NET POSITION						
Net investment in capital assets	13,050,546	5,228,418	811,541	10,410,788	29,501,293	937,621
Unrestricted	2,626,291	2,324,810	869,057	2,098,402	7,918,560	5,185,453
Total net position	\$ 15,676,837	\$ 7,553,228	\$ 1,680,598	\$ 12,509,190	37,419,853	\$ 6,123,074
Adjustment to reflect the consolidation of internal service fund activities to enterprise funds					38,744	
Net position of business-type activities					37,458,597	

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

CITY OF ROSWELL, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Water and Sewer Fund	Solid Waste Fund	Participant Recreation Fund	Stormwater Utility Fund	Total	Governmental Activities Internal Service Funds
OPERATING REVENUES						
Charges for services						
Water sales	\$ 4,518,907	\$ -	\$ -	\$ -	\$ 4,518,907	\$ -
Sewer sales	282,743	-	-	-	282,743	-
Sanitation sales	-	13,875,201	-	-	13,875,201	-
Stormwater sales	-	-	-	4,334,688	4,334,688	-
Other fees	218,111	60,797	7,207,139	-	7,486,047	21,911,032
Other operating income	296,612	-	-	-	296,612	1,504,629
Total operating revenues	5,316,373	13,935,998	7,207,139	4,334,688	30,794,198	23,415,661
OPERATING EXPENSES						
Personnel services and benefits	2,064,888	4,638,010	3,889,946	1,511,647	12,104,493	13,711,268
Purchased contract services	38,502	5,566,576	2,178,993	26,895	7,810,966	5,526,564
Supplies and maintenance	1,433,826	2,728,959	1,599,568	1,100,923	6,863,276	1,351,777
Utilities	181,001	28,362	-	13,614	222,977	-
Claims paid	-	-	-	-	-	291,128
Depreciation	1,328,583	421,007	70,522	450,489	2,270,601	1,541,406
Total operating expenses	5,046,800	13,382,914	7,739,029	3,103,568	29,272,313	22,422,143
Operating income (loss)	269,573	553,084	(531,890)	1,231,120	1,521,885	993,518
NONOPERATING REVENUES (EXPENSES)						
Investment earnings (loss)	162,988	226,388	178,961	163,227	731,564	160,074
Interest and fiscal charges	(139,900)	(15,773)	-	-	(155,673)	(16,612)
Gain (loss) on disposal of capital assets	-	37,169	-	-	37,169	-
Total nonoperating revenues (expenses)	23,088	247,784	178,961	163,227	613,060	143,462
Income (loss) before capital contributions and transfers	(116,812)	269,180	178,961	163,227	494,556	126,850
INCOME (LOSS) BEFORE TRANSFERS	292,661	800,868	(352,929)	1,394,347	2,134,945	1,136,980
Transfers in	-	-	141,516	-	141,516	25,000
Transfers out	(39,083)	(36,395)	-	(183,499)	(258,977)	(18,549)
Total transfers	(39,083)	(36,395)	141,516	(183,499)	(117,461)	6,451
Change in net position	253,578	764,473	(211,413)	1,210,848	2,017,484	1,143,431
NET POSITION, at June 30, 2023, as previously stated	15,423,259	6,788,755	1,892,011	11,298,342	-	4,452,575
Change within financial reporting entity (governmental to internal service fund)	-	-	-	-	-	527,068
NET POSITION, at June 30, 2023, as restated	15,423,259	6,788,755	1,892,011	11,298,342	-	4,979,643
NET POSITION, end of year	<u>\$ 15,676,837</u>	<u>\$ 7,553,228</u>	<u>\$ 1,680,598</u>	<u>\$ 12,509,190</u>		<u>\$ 6,123,074</u>
Adjustment to reflect the consolidation of internal service fund activities to enterprise funds					115,819	
Change in net position of business-type activities					<u>\$ 2,133,303</u>	

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

CITY OF ROSWELL, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Water and Sewer	Solid Waste	Participant Recreation	Stormwater	Total	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$ 5,107,576	\$ 13,403,260	\$ 7,240,108	\$ 4,214,189	\$ 29,965,133	\$ 1,779,350
Receipts from interfund charges	-	-	-	-	-	21,633,883
Payments to suppliers and service providers	(1,779,701)	(8,707,909)	(3,824,328)	(1,090,474)	(15,402,412)	(20,409,078)
Payments to employees	(1,878,761)	(4,402,689)	(3,832,729)	(1,314,320)	(11,428,499)	-
Net cash provided by operating activities	1,449,114	292,662	(416,949)	1,809,395	3,134,222	3,004,155
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from sale of investments	500,000	-	-	500,000	1,000,000	-
Interest received	162,988	226,388	178,961	163,227	731,564	65,480
Net cash provided by investing activities	662,988	226,388	178,961	663,227	1,731,564	65,480
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchase of capital assets	(149,900)	(887,765)	-	(1,087,332)	(2,124,997)	(1,266,818)
Principal payments on long-term debt	(688,458)	-	-	-	(688,458)	(1,441,066)
Proceeds from the sale of capital assets	-	111,975	-	-	111,975	-
Proceeds from issuance of long-term debt	14,999	222,874	-	-	237,873	1,266,818
Interest and fiscal charges paid	(140,703)	(15,658)	-	-	(156,361)	(22,034)
Net cash used in capital and related financing activities	(964,063)	(568,574)	-	(1,087,332)	(2,619,969)	(1,463,100)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers in	-	-	141,516	-	141,516	25,000
Transfers out	(39,083)	(36,395)	-	(183,499)	(258,977)	(18,549)
Net cash provided by (used in) noncapital financing activities	(39,083)	(36,395)	141,516	(183,499)	(117,461)	6,451
Increase (decrease) in cash	1,108,956	(85,919)	(96,472)	1,201,791	2,128,356	1,612,986
Change within financial reporting entity (governmental to internal service fund)	-	-	-	-	-	(527,068)
Cash:						
Beginning of year	197,713	1,146,627	3,093,622	976,406	5,414,368	2,867,631
End of year	1,306,669	1,060,708	2,997,150	2,178,197	7,542,724	3,953,549
Reconciliation of operating income (loss) to net cash provided by operating activities:						
Operating income (loss)	269,569	553,088	(531,888)	1,231,120	1,521,889	993,519
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:						
Depreciation	1,328,583	421,007	70,522	450,489	2,270,601	1,541,406
(Increase) decrease in accounts receivable	(208,797)	(532,738)	-	(120,499)	(862,034)	(2,428)
(Increase) decrease in prepaid expenses	7,226	-	(8,642)	4,115	2,699	(652,918)
(Increase) decrease in pension related deferred outflows of resources	102,878	622,220	249,428	142,458	1,116,984	(112,160)
Increase (decrease) in accounts payable	(141,142)	(154,754)	(37,125)	46,773	(286,248)	130,866
Increase (decrease) in accrued expenses	10,079	(35,418)	6,363	(4,044)	(23,020)	497,573
Increase (decrease) in customer deposits payable	(7,150)	22,133	-	-	14,983	-
Increase (decrease) in unearned revenue	-	-	32,969	-	32,969	-
Increase (decrease) in retainage payable	11,678	(251,476)	-	-	(239,798)	-
Increase (decrease) in unearned revenue	3,009	86	-	68	3,163	-
Increase (decrease) in compensated absences	42,990	11,873	(12,151)	16,126	58,838	95,033
Increase (decrease) in net pension liability	30,191	(363,359)	(186,425)	42,789	(476,804)	513,264
Net cash provided by operating activities	1,449,114	292,662	(416,949)	1,809,395	3,134,222	3,004,155
NONCASH INVESTING ACTIVITIES						
Decrease in fair value of investments	\$ 6,416	\$ 110,568	\$ -	\$ 21,892	\$ 138,876	\$ 271,336

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

THIS PAGE INTENTIONALLY LEFT BLANK.





**NOTES TO THE BASIC FINANCIAL
STATEMENTS**

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of City of Roswell, Georgia (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government 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 of Roswell operates under a mayor/council form of government and provides the following services to its citizens: public safety, judicial, public works, planning and zoning, culture and recreation, and general administrative services.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the City and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the government.

Discretely Presented Component Units

The Roswell Economic Development & Tourism, Inc. (the "Bureau") has been included as a discretely presented component unit in the accompanying financial statements. The Bureau was incorporated under the laws of the State of Georgia on April 23, 1993 for the purposes of promoting the preservation of the Historic District of Roswell and encouraging tourism and improving the quality of life in the Historic District. Due to the significant portion of hotel/motel tax received by the Bureau, management believes it would be misleading not to include the Bureau as a component unit. Separate financial statements are not prepared for the Roswell Economic Development & Tourism, Inc.

The Roswell Downtown Development Authority (the "DDA") has been included as a discretely presented component unit in the accompanying financial statements. The DDA is a public body, corporate and politic, reactivated on January 9, 2012 under the "Downtown Development Authorities Laws," O.C.G.A 36-42-4. The DDA was formed to improve the economy of Roswell by coordinating public and private programs that promote the redevelopment and growth of Roswell's central business district. Seven positions are available on the DDA's Board of Directors, and members are appointed by the City of Roswell's Mayor and Council. A mix of professions and interests will be taken into consideration when appointing the DDA Board members. Because of its close relation with the City, management of the City believes it would be misleading to exclude the DDA from the financial reporting of the City. Separate financial statements for the Roswell Downtown Development Authority are not prepared. There are no differences between the fund level and government-wide reporting for the DDA; therefore, fund level statements have not been presented.

Related Organization

The Housing Authority of the City of Roswell is not considered a component unit of the City of Roswell and accordingly no financial information is presented for the Authority. The Housing Authority was created under O.C.G.A. 8-3-1 and is an instrumentality of the State of Georgia, whose purpose is to provide safe and sanitary housing to low and moderate income families. The Authority operates a housing development in the City of Roswell which is federally financed and under the control of the United States Department of Housing and Urban Development (HUD). The Board of Commissioners consists of five commissioners appointed by the Mayor for five year staggered terms and cannot be removed except for cause. The chairman, vice chairman and other officers are elected by the commissioners themselves. No commissioner may be an officer or employee of the City. This prohibition includes the Mayor and all Councilpersons.

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 activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, any interfund services provided and used are not eliminated as this process would distort the direct costs and program revenues reported in the various functions. 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 certain legally separate component units for which the primary government is financially accountable. The statement of net position will include non-current assets and non-current liabilities. Neither fiduciary funds nor fiduciary component units are included. In addition, the government-wide statement of activities reflects depreciation expense on the City's capital assets.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The statement of activities demonstrates 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 customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers property taxes to be available if they are collected within 60 days of the end of the current fiscal period for which they are levied. Other revenues susceptible to accrual are considered available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease liabilities, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the City the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, charges for services, intergovernmental grants, 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. All other revenue items are considered to be measurable and available only when cash is received by the City.

The corresponding assets (receivables) in non-exchange transactions are recognized in the period in which the underlying exchange occurs, when an enforceable legal claim has arisen, when all eligibility requirements have been met, or when resources are received, depending on the revenue source.

In accordance with GASB Statement No. 34, major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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 **Capital Projects Fund** accounts for financial resources to be used for the acquisition and construction of major capital projects.

The **Transportation SPLOST (T-SPLOST) Fund** accounts for financial resources which are used exclusively for transportation projects per the terms of the T-SPLOST agreement.

The **ARPA Grant Fund** accounts for the American Rescue Plan Act grant activity of the City.

The **Bond Construction Fund** accounts for financial resources to be used for the acquisition and construction of major bond-financed capital projects.

The City reports the following major proprietary funds:

The **Water and Sewer Fund** accounts for the activities of the City's water system and the billing on behalf of Fulton County's sewer system as it applies to City residents, which renders those services to the residents and businesses located within the City.

The **Solid Waste Fund** accounts for the operations of the City's solid waste and sanitation program.

The **Participant Recreation Fund** accounts for the operations of activities held at the City's parks.

The **Stormwater Fund** accounts for the operations of the City's stormwater program.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the City reports the following fund types:

The **Special Revenue Funds** account for revenue sources that are restricted or committed to expenditure for specific purposes.

The **Capital Project Funds** account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of facilities and other capital assets.

The **Debt Service Fund** accounts for the accumulation of resources and payments made of principal and interest on the City's general obligation debt.

The **Permanent Fund** accounts for resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City's programs.

The **Internal Service Funds** account for operations that provide services to other departments or agencies of the government on a cost reimbursement basis. The City uses internal service funds to account for group health, risk management and workers' compensation.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, interfund services provided and used have not been eliminated in this process.

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

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

D. Budget

Annual appropriated budgets are adopted for all funds, except capital project funds, which have project length budgets. The governmental fund budgets are adopted on a budgetary basis, which includes encumbrances at year end as budgetary expenditures. Enterprise fund budgets are adopted on a budgetary basis, which includes encumbrances at year end as budgetary expenses and the inflows from the issuance of debt as financing sources and related outflows as capital expenses. All appropriations lapse at fiscal year end. Encumbered appropriations are carried forward to the subsequent year automatically with no formal action required by the City Council. 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 employed by the City.

The following encumbrances were outstanding as of June 30, 2024:

<u>Fund</u>	<u>Amount</u>
General Fund	\$ 1,465,878
ARPA Fund	2,353,156
Water & Sewer Fund	286,695
Solid Waste Fund	976,449
Stormwater Fund	1,099,224
Participant Recreation Fund	27,328
Nonmajor Governmental Funds	1,774,458

E. Deposits 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.

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the City's investment in the Georgia Fund 1 is reported at fair value. The City considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

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

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Receivables and Payables

Activity between funds that are 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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, represent long-term borrowing arrangements with established repayment schedules, and are offset by non-spendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

G. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an asset at the time the individual item is purchased. The cost is recorded as an expenditure in the governmental funds when consumed. Inventories reported in the governmental funds are equally offset by fund balance, which indicates that they do not constitute "available, spendable resources" even though they are a component of net current assets.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are accounted for using the consumption method.

H. Capital Assets

Capital assets, which include property, plant, equipment, intangible assets, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and right-to-use leased assets are reported in the applicable governmental or business-type activities columns in the government-wide

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized.

Capital assets and right-to-use leased assets of the primary government are depreciated or amortized using the straight-line method over the following useful lives:

<u>Asset Category</u>	<u>Years</u>
Land improvements	20
Buildings and improvements	40
Machinery and equipment	5 - 30
Vehicles	4 - 8
Right-to-use leased vehicles	4 - 8
Right-to-use leased equipment	5 - 7
Subscription software	Based on contract

I. Leases

Lessee

The City is a lessee for noncancelable vehicle and equipment leases. The City recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be paid during the lease term. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the useful life of the asset or the lease term.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments:

- 1) The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- 2) The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option prices that the City is reasonably certain to exercise.
- 3) The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of the lease liabilities.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Leases (continued)

Lessor

The City is a lessor for noncancellable property leases. The City recognizes leases receivable and deferred inflows of resources at both the fund level and government-wide level of reporting. The City recognizes lease receivables with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases receivable include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments:

- 1) The City uses the interest rate charged as the discount rate. When the interest rate charged is not specified, the City generally uses its estimated incremental leasing rate as the discount rate for leases.
- 2) The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments due to the City over the term of the lease and residual value guarantee payments that are fixed in substance.
- 3) The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable and deferred inflows of resources.

J. Subscription-based Information Technology Arrangements

The City is a lessee for IT software subscriptions. The City recognizes a subscription liability and a subscription asset in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a subscription agreement, the City initially measures the subscription liability at the present value of payments expected to be paid during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of the subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the useful life of the asset or the subscription term.

Key estimates and judgments related to subscriptions include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments:

- 1) The City uses the interest rate charged by the IT provider as the discount rate. When the interest rate charged by the IT provider is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for subscription agreements.
- 2) The subscription term includes the noncancellable period of the subscription term. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option prices that the City is reasonably certain to exercise.
- 3) The City monitors changes in circumstances that would require a remeasurement of its subscription liability and will remeasure the subscription liabilities if certain changes occur that are expected to significantly affect the amount of the subscription liabilities.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

K. Deferred Outflows/Inflows of Resources

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 future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes, other, and intergovernmental revenues as these amounts are deferred and will be recognized as inflow of resources in the period in which the amounts become available.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Deferred Outflows/Inflows of Resources

The City also reports as deferred inflows of resources items that arise from leases, where the City is a lessor. Lease-related amounts are recognized at the inception of leases in which the City is a lessor and are recorded in an amount equal to the corresponding lease receivable, plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflow of resources is recognized as revenue in a systemic and rational manner over the term of the lease.

The City also has deferred inflows of resources and deferred outflows of resources related to the recording of changes in its 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 of resources 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 of resources 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.

L. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements as these amounts will be paid to employees upon termination or retirement subject to the stipulations and limits outlined in the personnel policies. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

M. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are accrued and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable discount or premium. Bond issuance costs are expensed in the year of issuance.

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

N. Fund Equity

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

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities and deferred inflows of resources under the current financial resources management 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 (i.e., ordinance) of the City Council. The same formal action is required to modify or rescind a fund balance commitment.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity (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. The City Council, through resolution, has delegated to the Director of Finance the authority to assign funds for a particular purpose.

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. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds. In accordance with Council policy adopted by ordinance, the City intends to maintain a minimum unassigned fund balance in its general fund of 25% of the subsequent year's budgeted expenditures. This minimum fund balance is to protect against cash flow shortfalls. In accordance with this fund balance reserve policy, \$32,729,685 is included in the unassigned fund balance as of June 30, 2024.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order: (1) Committed, (2) Assigned, (3) Unassigned.

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

O. 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 Roswell 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.

P. Management 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, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures 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 ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. New GASB pronouncements

GASB Standards Issued (June 2022 - September 2024)

1. GASB Statement No. 100 – Accounting Changes and Error Corrections

Issued: June 2022

Summary: GASB 100 establishes guidance on accounting for and reporting changes in accounting principles, accounting estimates, and error corrections. It replaces the guidance previously included in GASB 62 and introduces improvements to enhance clarity, consistency, and transparency in financial reporting.

Effective Date: Periods beginning after June 15, 2023.

2. GASB Statement No. 101 – Compensated Absences

Issued: October 2022

Summary: GASB 101 establishes updated guidance on recognizing and measuring compensated absences, which include paid leave benefits like vacation, sick leave, and sabbaticals. This statement replaces the previous standards under GASB 16 and aims to improve the clarity, consistency, and usefulness of information provided in financial statements.

Effective Date: Periods beginning after December 15, 2023 (earlier application encouraged).

3. GASB Statement No. 102 – Certain Risk Disclosures

Issued: December 2023

Summary: GASB 102 focuses on improving transparency regarding risks arising from concentrations or constraints that could substantially impact a government's financial health or its ability to provide services. These disclosures aim to inform stakeholders about specific vulnerabilities faced by governments, which may not have been routinely disclosed previously.

Effective Date: Periods beginning after June 15, 2024 (earlier application encouraged).

4. GASB Statement No. 103 – Financial Reporting Model Improvements

Issued: April 2024

Summary: GASB Statement No. 103 introduces significant updates to the financial reporting model for state and local governments. Its primary goal is to enhance the usefulness of financial reports by addressing identified application issues and refining the structure and content of key components such as Management's Discussion and Analysis (MD&A) and certain financial statement presentations.

Effective Date: Periods beginning after June 15, 2025 (earlier application encouraged).

5. GASB Statement No. 104 – Disclosure of Certain Capital Assets

Issued: September 2024

Summary: GASB Statement No. 104 introduces new disclosure requirements for specific categories of capital assets in governmental financial statements, aiming to enhance transparency and facilitate better decision-making.

Effective Date: Periods beginning after June 15, 2025 (earlier application encouraged).

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

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 difference are as follows:

Bonds payable	\$ (83,405,000)
Unamortized premiums	(2,030,139)
Lease Liability	(4,531,886)
Subscription payable	-
Financed purchases payable	(5,582,164)
Notes payable	(6,077,723)
Claims payable	(370,498)
Accrued interest	(1,655,009)
Compensated absences	(4,283,205)
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at net position - governmental activities	<u><u>\$ (107,935,624)</u></u>

Another element of that reconciliation states that “Notes receivable is not an available resource and, therefore is not reported in the funds.” The details of this difference are as follows:

Notes receivable	\$ 164,854
Accrued interest receivable	11,033
Net adjustment to increase <i>fund balance – total governmental funds</i> to arrive at net position - governmental activities	<u><u>\$ 175,887</u></u>

Another element of that reconciliation states that “deferred outflows of resources, deferred inflows of resources and the net pension liability are not expected to be liquidated with expendable available resources and therefore are not reported in the funds.” The details of this difference are as follows:

Net pension liability	\$ (30,070,866)
Pension related deferred outflows of resources	7,129,148
Pension related deferred inflows of resources	-
Net adjustment to reduce fund balance- total governmental funds to arrive at net position - governmental activities	<u><u>\$ (22,941,718)</u></u>

The deferred outflows of resources, deferred inflows of resources, and 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.

Deferred outflows of resources	\$ (7,129,148)
Deferred inflows of resources	-
Net pension liability	31,195,962
Net adjustment to reduce fund balance- total governmental funds to arrive at net position - governmental activities	<u><u>\$ 24,066,814</u></u>

Revenues in the statement of activities that do not provide current financial resources are reported as unavailable revenues in the funds.

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 a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital 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 difference are as follows:

Capital outlay	\$ 38,894,703
Depreciation expense	(12,230,521)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position - governmental activities	<u><u>\$ 26,664,182</u></u>

**CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS**

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)

Another element of the reconciliation states that "The payments received on notes receivable provide current financial resources to governmental funds, but have no effect on net position." The details of this difference are as follows:

Payments on notes receivable	\$ (157,680)
Accrued interest receivable	(11,033)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position - governmental activities	<u>\$ (168,713)</u>

Another element of the reconciliation states 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." The details of this difference are as follows:

Principal payment on bonds	\$ 3,770,519
Issuance of financed purchases	(1,344,883)
Issuance of leases	(2,825,627)
Principal payment on notes payable	654,091
Principal payment on financed purchases	492,216
Principal payment on lease liabilities	1,558,110
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position - governmental activities	<u>\$ 2,304,426</u>

Another element of that reconciliation states 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 difference are as follows:

Compensated absences	\$ (247,413)
Accrued interest	(1,346,984)
Pension expense	(4,768,211)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position - governmental activities	<u>\$ (6,362,608)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position - governmental activities	<u>\$ (4,058,182)</u>

NOTE 3. LEGAL COMPLIANCE – BUDGETS

Budgets and Budgetary Accounting

1. Prior to July 1, the City Administrator, with approval of the Mayor, submits the proposed budget to the City Council. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments, giving notice thereof at least seven days in advance by publication in the official organ of the City.
3. The budget is then legally enacted through passage of a resolution by the City Council at a public meeting.
4. Budget amounts can be transferred between line items within any department; however, any revisions of the budget must be amended by formal action of the City Council in a regular meeting.

Budgeted amounts are as originally adopted, or as amended by the City Council. The supplementary budgetary appropriations made are reflected in the final budget amounts.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS

Primary Government

Credit risk. State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. Government; obligations fully insured or guaranteed by the U.S. Government or by a government agency of the United States; obligations of any corporation of the U.S. Government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

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 require all deposits and investments (other than federal or state government instruments and the Georgia Fund 1) to be collateralized by depository insurance or pledged securities. 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 June 30, 2024, the financial institutions holding all of the City's deposits are participants of the State of Georgia Secure Deposit Program, which is administered by the Office of the State Treasurer, requires participating banks holding deposits of public funds to pledge collateral at varying rates depending on tier assigned by the State. As of June 30, 2024, all of the City's bank balances were insured and/or collateralized as defined by GASB and required by State Statutes.

At June 30, 2024, the City had the following investments that are included in the custodial credit risk discussion above related to deposits:

Investment	Fair Value	Credit Rating	Weighted Average Maturity (years)
Money market mutual fund	\$ 25,305	N/A	0.08
Municipal Bonds	443,673	Aa2/AA-	2.44
US Treasury Notes/Bonds	19,324,557	Aaa	2.40
Federal Farm Credit Bank	18,260,090	Aaa/AA+	1.39
Federal Home Loan Bank	18,155,840	Aaa/AA+	1.44
Federal Home Loan Mortgage Corp	8,432,698	N/A	2.71
FRESB Multifamily Mortgage Pass-Through Certificates	8,149,849	Aaa	5.56
	<u>\$ 72,792,012</u>		

Interest rate risk. Interest rate risk is the risk that a government may face if changes in interest rates affect the fair value of its investments. To reduce interest rate risk, the City limits the maturity of any investment to five years. An investment held to maturity will be paid at par value. The City intends to hold all investments to maturity.

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 has the following recurring fair value measurements as of June 30, 2024:

Investment	Level 1	Level 2	Fair Value
Money Markey Mutual Funds	\$ 25,305	\$ -	\$ 25,305
Municipal Bonds	-	443,673	443,673
US Treasury Notes/Bonds	19,324,557	-	19,324,557
Federal Farm Credit Bank	-	18,260,090	18,260,090
Federal Home Loan Bank	-	18,155,840	18,155,840
Federal Home Loan Mortgage Corp	-	8,432,698	8,432,698
FRESB Multifamily Mortgage Pass-Through Certificates	-	8,149,849	8,149,849
Total investments measured at fair value	<u>\$ 19,349,862</u>	<u>\$ 53,442,149</u>	<u>\$ 72,792,012</u>

Investments not subject to level disclosure:

Certificates of deposit 8,035,408
Georgia Fund 1 100,306,487

Total investments \$ 181,133,906

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Primary Government (Continued)

The Money Market Mutual Fund and U.S. Treasury Bonds/Notes classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for that investment. The investment in the Municipal Bonds, Federal Home Loan Mortgage Corp, Federal Home Loan Bank, Federal Farm Credit Bank and the Federal National Mortgage Association classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the City does not disclose investment in the Georgia Fund 1 within the fair value hierarchy.

NOTE 5. RECEIVABLES

Primary Government

Receivables at June 30, 2024, for the City's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Capital Projects Fund	T-SPLOST Fund	Nonmajor Governmental Funds
<i>Receivables:</i>				
Taxes	\$ 3,596,982	\$ -	\$ 1,795,369	\$ 395,590
Intergovernmental	-	-	-	30,200
Leases	5,886,337	-	-	-
Accounts	1,369,723	-	-	841,165
Gross receivables	10,853,042	-	1,795,369	1,266,955
Less allowance for uncollectibles	(351,026)	-	-	(37,932)
Net receivables	<u>\$ 10,502,016</u>	<u>\$ -</u>	<u>\$ 1,795,369</u>	<u>\$ 1,229,023</u>

	Water and Sewer Fund	Solid Waste Fund	Stormwater Utility Fund	Governmental Activities Internal Service Funds
<i>Receivables:</i>				
Accounts	\$ 1,410,686	\$ 2,744,266	\$ 609,480	\$ 1,107
Gross receivables	1,410,686	2,744,266	609,480	1,107
Less allowance for uncollectibles	(249,726)	(540,097)	(119,951)	-
Net receivables	<u>\$ 1,160,960</u>	<u>\$ 2,204,169</u>	<u>\$ 489,529</u>	<u>\$ 1,107</u>

Property taxes for the 2024 fiscal year were levied in September 2023, with property values assessed as of January 1, 2023. Bills are payable on or before December 1, 2023, after which the applicable property is subject to lien and penalties and interest are assessed. Property taxes attached as an enforceable lien on property as of January 1, 2024.

NOTE 6. LEASES RECEIVABLE

Governmental Activities: The City has entered into lease agreements with various third parties whereby the City leases properties for the placement of radio and telecommunication equipment. The total amount of deferred inflows of resources, including lease revenue and interest revenue, recognized during the fiscal year ended June 30, 2024 was \$275,815. At June 30, 2024, the City's receivable for lease payments was \$5,886,337. Also, the City has a deferred inflow of resources of \$5,886,337 associated with this lease that will be recognized over the initial lease terms that end on various dates through the year 2049.

The future payments to be received, including principal and interest, on these leases receivable through maturity are as follows:

Year ending June 30,	Principal	Interest	Total
2025	\$ 290,567	\$ 32,531	\$ 323,098
2026	298,592	30,853	329,445
2027	306,854	29,128	335,982
2028	315,361	27,354	342,715
2029	313,911	25,530	339,441
2030 - 2034	1,709,666	99,077	1,808,743
2035 - 2039	1,804,200	46,453	1,850,653
2040 - 2044	535,426	11,329	546,755
2045 - 2049	311,760	3,126	314,886
Total	<u>\$ 5,886,337</u>	<u>\$ 305,381</u>	<u>\$ 6,191,718</u>

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS

Primary Government

Capital asset activity of governmental activities for the year ended June 30, 2024, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
<i>Capital assets, not being depreciated:</i>					
Land and improvements	\$ 54,867,860	\$ -	\$ -	\$ 22,952,426	\$ 77,820,286
Construction in progress	58,879,154	36,069,076	-	(26,871,945)	68,076,284
Total capital assets, not being depreciated	113,747,014	36,069,076	-	(3,919,519)	145,896,570
<i>Capital assets, being depreciated:</i>					
Land improvements	43,898,374	-	-	1,095,036	44,993,410
Leased land improvements	-	143,566	-	-	143,566
Buildings and improvements	87,355,448	-	-	-	87,355,448
Machinery and equipment	32,780,504	-	(1,903,565)	171,539	31,048,478
Leased machinery and equipment	371,065	-	(343,074)	-	27,991
Vehicles	21,103,922	-	(927,927)	1,889,046	22,065,041
Leased vehicles	5,735,867	2,682,067	(748,326)	-	7,669,608
Subscription software	1,622,291	1,266,818	(49,091)	-	2,840,018
Infrastructure	159,485,672	-	-	763,898	160,249,570
Total capital assets, being depreciated	352,353,143	4,092,451	(3,971,983)	3,919,519	356,393,130
<i>Less accumulated depreciation for:</i>					
Land improvements	25,294,637	1,641,207	-	8,661	26,944,505
Leased land improvements	-	23,928	-	-	23,928
Buildings and improvements	55,849,134	2,302,566	-	-	58,151,700
Machinery and equipment	24,584,606	2,202,229	(1,757,936)	(106,766)	24,922,133
Leased machinery and equipment	230,754	121,279	(343,074)	-	8,959
Vehicles	14,136,540	1,002,321	(912,162)	106,766	14,333,465
Leased vehicles	2,552,153	1,863,346	(717,636)	-	3,697,863
Subscription software	432,050	683,216	(49,091)	-	1,066,175
Infrastructure	106,798,161	3,817,478	-	(8,661)	110,606,978
Total accumulated depreciation	229,878,035	13,657,570	(3,779,899)	-	239,755,706
Total capital assets, being depreciated, net	122,475,108	(9,565,119)	(192,084)	3,919,519	116,637,423
<i>Governmental activities capital assets, net</i>	<u>\$ 236,222,122</u>	<u>\$ 26,503,957</u>	<u>\$ (192,084)</u>	<u>\$ -</u>	<u>\$ 262,533,993</u>

Internal service funds predominately serve governmental funds, and accordingly capital assets for them are included as part of the above totals for governmental activities. At year end, an amount of \$7,131,764 of internal service fund capital asset cost and \$5,809,247 of internal service fund capital asset accumulated depreciation is included in total capital assets, net, as reported in the statement of net position for governmental activities.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

Primary Government (Continued)

Capital asset activity of business-type activities for the year ended June 30, 2024, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type Activities:					
<i>Capital assets, not being depreciated</i>					
Construction in progress	\$ 4,580,513	\$ 2,124,997	\$ -	\$ (664,686)	\$ 6,040,824
Total capital assets, not being depreciated	<u>4,580,513</u>	<u>2,124,997</u>	<u>-</u>	<u>(664,686)</u>	<u>6,040,824</u>
<i>Capital assets, being depreciated:</i>					
Buildings and improvements	20,459,088	-	-	-	20,459,088
Machinery and equipment	3,747,377	-	(31,378)	142,035	3,858,034
Vehicles	6,585,905	-	(514,442)	346,351	6,417,814
Infrastructure	28,223,196	-	-	176,300	28,399,496
Total capital assets, being depreciated	<u>59,015,566</u>	<u>-</u>	<u>(545,820)</u>	<u>664,686</u>	<u>59,134,432</u>
<i>Less accumulated depreciation for:</i>					
Buildings and improvements	6,058,817	777,270	-	-	6,836,087
Machinery and equipment	2,045,115	160,822	(25,551)	-	2,180,386
Vehicles	3,281,710	485,399	(445,464)	-	3,321,645
Infrastructure	10,152,373	847,110	-	-	10,999,472
Total accumulated depreciation	<u>21,538,015</u>	<u>2,270,601</u>	<u>(471,015)</u>	<u>-</u>	<u>23,337,590</u>
Total capital assets, being depreciated, net	<u>37,477,552</u>	<u>(2,270,601)</u>	<u>(74,805)</u>	<u>664,686</u>	<u>35,796,843</u>
<i>Business-type activities capital assets, net</i>	<u>\$ 42,058,065</u>	<u>\$ (145,604)</u>	<u>\$ (74,805)</u>	<u>\$ -</u>	<u>\$ 41,837,667</u>

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

Governmental activities:

General government	\$ 2,492,905
Public safety	4,221,942
Public works	4,228,689
Culture and recreation	2,714,034
Total depreciation expense - governmental activities	<u>\$ 13,657,570</u>

Business-type activities:

Water and Sewer Fund	\$ 1,328,583
Solid Waste Fund	421,007
Participant Recreation Fund	70,522
Stormwater Fund	450,489
Total depreciation expense - business-type activities	<u>\$ 2,270,601</u>

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 8. LEASED ASSETS

A summary of leased asset activity for the year ended June 30, 2024, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
<i>Lease assets:</i>				
Vehicles	\$ 5,735,867	\$ 2,682,067	\$ (748,325)	\$ 7,669,608
Equipment	371,065	-	(343,074)	27,991
Land improvements	-	143,566	-	143,566
Total	<u>6,106,932</u>	<u>2,825,633</u>	<u>(1,091,399)</u>	<u>7,841,165</u>
<i>Less accumulated amortization:</i>				
Vehicles	2,552,152	1,863,346	(717,635)	3,697,863
Equipment	230,754	121,279	(343,074)	8,959
Land improvements	-	23,928	-	23,928
Total	<u>2,782,906</u>	<u>2,008,553</u>	<u>(1,060,709)</u>	<u>3,730,750</u>
<i>Total lease assets, net</i>	<u>\$ 3,324,026</u>	<u>\$ 817,080</u>	<u>\$ (30,690)</u>	<u>\$ 4,110,415</u>

NOTE 9. SUBSCRIPTION-BASED ASSETS

A summary of subscription-based asset activity for the year ended June 30, 2024, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
<i>Subscription assets:</i>				
Software	\$ 1,622,291	\$ 1,266,818	\$ (49,091)	\$ 2,840,018
Total	<u>1,622,291</u>	<u>1,266,818</u>	<u>(49,091)</u>	<u>2,840,018</u>
<i>Less accumulated amortization:</i>				
Software	432,050	683,216	(49,091)	1,066,175
Total	<u>432,050</u>	<u>683,216</u>	<u>(49,091)</u>	<u>1,066,175</u>
<i>Total subscription assets, net</i>	<u>\$ 1,190,241</u>	<u>\$ 583,602</u>	<u>\$ -</u>	<u>\$ 1,773,843</u>

NOTE 10. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund transfers for the year ended June 30, 2024 were as follows:

Transfers In	Transfers Out	Amount
General Fund	Stormwater Utility Fund	\$ 34,250
General Fund	Nonmajor Governmental Funds	1,409,789
Nonmajor Governmental Funds	General Fund	895,183
Nonmajor Governmental Funds	Stormwater Utility Fund	100,000
Participant Recreation Fund	General Fund	141,516
Internal Service Funds	General Fund	25,000
Capital Projects Fund	General Fund	11,477,644
Capital Projects Fund	Nonmajor Governmental Funds	118,000
Capital Projects Fund	Bond Construction	9,779
Capital Projects Fund	Water and Sewer Fund	39,083
Capital Projects Fund	Stormwater Utility Fund	49,249
Capital Projects Fund	Solid Waste Fund	36,395
Capital Projects Fund	Internal Service Funds	18,549
		<u>\$ 14,354,437</u>

Transfers between funds are for the use of unrestricted revenue to finance various capital improvement projects accounted for in other funds. Transfers between funds are also used to move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and to reimburse the General Fund for certain shared costs.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11. LONG-TERM DEBT

Primary Government

The following is a summary of long-term debt activity for the year ended June 30, 2024:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable	\$ 86,755,000	\$ -	\$ (3,350,000)	\$ 83,405,000	\$ 3,020,000
Plus: Premiums	2,450,658	-	(420,519)	2,030,139	-
Total bonds payable	89,205,658	-	(3,770,519)	85,435,139	3,020,000
Lease liabilities	3,384,244	2,825,630	(1,677,988)	4,531,886	1,631,889
Subscriptions payable	983,142	1,266,818	(766,149)	1,483,811	472,915
Financed purchases payable	6,079,340	1,344,880	(1,167,130)	6,257,090	1,218,944
Note payable	6,731,814	-	(654,091)	6,077,723	685,296
Compensated absences*	4,076,892	346,441	-	4,423,333	3,495,300
Claims payable	370,498	-	-	370,498	-
Net pension liability	32,436,262	-	(1,802,848)	30,633,414	-
Governmental activities long-term liabilities	<u>\$ 143,267,850</u>	<u>\$ 5,783,775</u>	<u>\$ (9,838,731)</u>	<u>\$ 139,212,894</u>	<u>\$ 10,524,344</u>
Business-type Activities:					
Note payable	\$ 12,661,178	\$ 222,874	\$ (688,458)	\$ 12,195,594	\$ 698,158
Financed purchases payable	135,000	14,999	-	149,999	48,333
Compensated absences*	652,837	58,839	-	711,676	478,949
Net pension liability	5,195,534	-	(476,804)	4,718,730	-
Business-type activities long-term liabilities	<u>\$ 18,644,549</u>	<u>\$ 296,712</u>	<u>\$ (1,165,262)</u>	<u>\$ 17,775,999</u>	<u>\$ 1,225,440</u>

Included in the reductions to the City's lease liability for the fiscal year ended June 30, 2024, are disposals of leased assets and the associated lease liabilities totalling \$235,839.

*The addition noted for the compensated absences reflects the net change for the period.

For governmental and business activities, compensated absences are liquidated in the funds from which the employees' salaries are paid, which include the General Fund, Nonmajor Governmental Funds, Water & Sewer Fund, Solid Waste Fund, Participant Recreation Fund, Stormwater Fund, and Internal Service Funds, as applicable. The change in compensated absences for governmental activities and business-type activities is the net change in these liabilities. For governmental activities, claims and judgments will be liquidated in the Impact Fees Fund but are not expected to be liquidated within the next year. The net pension liability is liquidated by the General Fund, Risk Management and Fleet Services funds for governmental activities. For business-type activities, the net pension liability will be liquidated by all enterprise funds.

Governmental Activities

General Obligation Bonds, 2024 A Series & 2024 B Series. During fiscal year 2023, the City issued \$66,200,000 and \$20,000,000 of general obligation bonds for the purpose of (i) funding infrastructure improvement projects, (ii) financing public safety capital projects, (iii) financing recreation, park, bicycle and pedestrian path and sidewalk capital projects, and (iv) paying the costs of issuance incident thereto. The bonds carry a rate of interest ranging from 4.0%-6.0% per annum and matures on February 1, 2053.

The City's debt service requirements to maturity on the general obligation bonds are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,020,000	\$ 3,821,923	\$ 6,841,923
2026	1,450,000	3,667,573	5,117,573
2027	1,520,000	3,591,523	5,111,523
2028	1,595,000	3,511,823	5,106,823
2029	1,675,000	3,428,173	5,103,173
2030-2034	9,720,000	15,736,663	25,456,663
2035-2039	12,385,000	13,053,888	25,438,888
2040-2044	15,410,000	9,894,538	25,304,538
2045-2049	18,745,000	6,325,350	25,070,350
2050-2053	17,885,000	1,960,113	19,845,113
Total	<u>\$ 83,405,000</u>	<u>\$ 64,991,563</u>	<u>\$ 148,396,563</u>

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11. LONG-TERM DEBT (CONTINUED)

Notes Payable from Direct Borrowings. The City has also incurred debt to the Georgia Environmental Finance Authority to finance the costs of acquisition of a land conservation project as approved by the Georgia Land Conservation Council. Two agreements for the land conservation projects were originally executed for \$2,739,421 and \$969,193, with interest rates of 0.5%. The agreements are paid each month beginning April 1, 2018 through September 1, 2028 and June 1, 2018 through November 1, 2028.

During 2024, the City executed an agreement with the Georgia Transportation Infrastructure Bank (GTIB) by and through the State Road and Tollway Authority (SRTA) to assist with Roswell Road Resurfacing projects. The agreement for the construction of the resurfacing projects has been executed for \$5,000,000 with an interest rate of 1.22%. The agreement is paid each month beginning October 1, 2022 through September 30, 2037.

The debt service requirements to maturity are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 685,296	\$ 59,924	\$ 745,219
2026	690,996	54,224	745,219
2027	696,753	48,467	745,219
2028	702,566	42,653	745,219
2029	439,361	37,206	476,567
2030-2034	1,700,506	124,154	1,824,660
2035-2038	1,162,245	23,784	1,186,029
Total	<u>\$ 6,077,723</u>	<u>\$ 390,412</u>	<u>\$ 6,468,134</u>

Financed Purchases From Direct Borrowings. The City has entered into a purchase agreement to finance the acquisition of six public safety vehicles and equipment for use in the City's IT department. The financed purchases are for periods of six to eleven years, at interest rates ranging from 1.80% to 3.41% annually. In 2021, the City entered into a purchase agreement to finance equipment used in an IT switch replacement project. The financed purchase is for four years at an interest rate of 1.76%. In 2022, the City entered into a purchase agreement to finance the acquisition of a public safety vehicle and police laptops. In 2024, the City entered into a purchase agreement to finance the acquisition of public safety vehicles. The financed purchases are for fifteen and four years with interest rates of 3.20% and 1.34%.

As of June 30, 2024 the future payments for the financed purchases from direct borrowings are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,218,944	\$ 214,054	\$ 1,432,998
2026	977,368	178,811	1,156,179
2027	745,987	148,796	894,783
2028	691,777	121,868	813,645
2029	583,653	96,018	679,671
2030-2034	859,353	303,374	1,162,727
2035-2039	772,191	148,927	921,118
2040-2043	407,816	39,148	446,964
Total	<u>\$ 6,257,090</u>	<u>\$ 1,250,996</u>	<u>\$ 7,508,086</u>

Lease Liabilities. The financial statements reflect the application of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. It establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize both a lease liability and an intangible right-to-use lease asset, while a lessor must recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

As of June 30, 2024, City of Roswell, GA had 266 active leases. The leases have payments that range from \$482 to \$121,188 and interest rates that range from 2.0000% to 11.6453%. As of June 30, 2024, the total combined value of the lease liability is \$4,531,886, the total combined value of the short-term lease liability is \$1,631,889. The combined value of the right to use asset, as of June 30, 2024 of \$7,841,164 with accumulated amortization of \$3,730,749 is included within the lease class activities table found below. The leases had \$0 of variable payments and \$0 of other payments, not included in the lease liability, within the Fiscal Year.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11. LONG-TERM DEBT (CONTINUED)

Lease liabilities (Continued)

The City has entered into agreements with a third party to lease vehicles for various departmental use and terminating at various dates through June 30, 2029. As the leases do not contain a specified interest rate, the City has used the imputed rate for some vehicles with rates ranging from 9.57% to 11.60%. For other vehicles, the City used its incremental borrowing rate for similar assets of 2.0% as the discount rate for the leases. Monthly payments range from \$339 to \$917 over the various terms of the individual leases. At June 30, 2024, the outstanding balance on the City's lease liabilities for vehicles was \$3,238,229.

The City also has a noncancelable lease agreement with a third party for equipment used for lawn maintenance, terminating on March 31, 2027, requiring payments of \$806 each month through the term of the lease. As the lease does not contain a specified interest rate, the City has used its incremental borrowing rate of 2.26% for similar assets as the discount rate for the lease. At June 30, 2024, the outstanding balance on the City's lease liability for this equipment was \$26,130.

Debt service to maturity on the City's outstanding leases is as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,631,889	\$ 276,775	\$ 1,908,664
2026	1,145,002	193,508	1,338,510
2027	897,988	114,235	1,012,223
2028	734,737	45,194	779,931
2029	122,270	1,341	123,611
Total	<u>\$ 4,531,886</u>	<u>\$ 631,053</u>	<u>\$ 5,162,939</u>

Subscriptions payable. The financial statements reflect the application of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

As of June 30, 2024, City of Roswell, GA had 13 active subscriptions. The subscriptions have payments that range from \$6,000 to \$386,512 and interest rates that range from 0.3530% to 5.0000%. As of June 30, 2024, the total combined value of the subscription liability is \$1,483,810. The combined value of the right to use asset, as of June 30, 2024 of \$2,840,018 with accumulated amortization of \$1,066,175 is included within the Subscription Class activities table found below.

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 472,915	\$ 25,275	\$ 498,190
2026	368,673	33,372	402,045
2027	313,541	20,823	334,364
2028	226,158	11,343	237,501
2029	102,524	3,538	106,062
Total	<u>\$ 1,483,811</u>	<u>\$ 94,351</u>	<u>\$ 1,578,162</u>

Business-Type Activities

Notes Payable from Direct Borrowings. The City has also incurred debt to the Georgia Environmental Finance Authority for construction of various water and sewer system projects. The agreement for construction of water and sewer system projects was originally executed for \$14,456,590, with an interest rate of 1.40%. The agreement is paid each month beginning October 1, 2016 through March 1, 2037.

The debt service requirements to maturity are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 698,158	\$ 110,657	\$ 808,815
2026	707,995	121,165	829,160
2027	717,971	111,190	829,161
2028	728,088	101,073	829,161
2029	738,346	90,814	829,161
2030-2033	3,850,747	295,057	4,145,804
2034-2039	4,754,289	44,600	4,798,889
Total	<u>\$ 12,195,595</u>	<u>\$ 874,556</u>	<u>\$ 13,070,150</u>

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 11. LONG-TERM DEBT (CONTINUED)

Business-Type Activities (Continued)

In April 2021, the City executed an agreement with the Georgia Environmental Finance Authority for the construction of a new Solid Waste transfer station. The agreement for construction of the transfer station has been executed for \$3,000,000 with an interest rate of 0.63%. As of June 30, 2024, the City had made draws totalling \$667,933 on the note payable to GEFA. Currently there is no amortization on the debt as the project is in the construction phase, thus the entire payable is reported as due in more than one year.

Financed Purchases from Direct Borrowings. In 2022, the City entered into an agreement to finance the acquisition of a new I-Hydrant system for \$235,000 at an interest rate of 0.0%.

The debt service requirements to maturity are as follows:

Year ending June 30,	Principal	Interest	Total
2025	\$ 48,333	\$ -	\$ 48,333
2026	48,333	-	48,333
2027	53,333	-	53,333
Total	<u>\$ 149,999</u>	<u>\$ -</u>	<u>\$ 149,999</u>

NOTE 12. PENSION PLAN

Plan Description

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

As provided by state law, benefit provisions for participants in GMEBS are established and amended by the respective employers. As authorized by City Council, the plan provides pension benefits and death and disability benefits for plan members and beneficiaries. All employees, excluding elected officials who are immediately eligible, who work forty hours per week are eligible to participate after one year. Benefits vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 2% of final average earnings in excess of covered compensation. An employee may elect early retirement at age 55 provided he has a minimum of 25 years total credited service to receive full benefits, otherwise early retirement may be elected after only 10 years of service for reduced benefits. Elected officials are entitled to \$30 for each year of service after reaching normal retirement age.

Plan Membership. At January 1, 2024, the date of the most recent actuarial valuation, there were 895 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	416
Terminated vested participants not yet receiving benefits	301
Active employees - vested	<u>178</u>
Total	<u>895</u>

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan is to contribute an amount equal to or greater than the recommended contribution described below. For 2024, the actuarially determined contribution rate was 39.27% of covered payroll. The City makes all contributions to the Plan. For 2024, the City's contribution to the Plan was \$5,515,879.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12. PENSION PLAN (CONTINUED)

Plan Description (Continued)

Net Pension Liability of the City:

The City's net pension liability was measured as of January 1, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024 with update procedures performed by the actuary to roll forward to the total pension liability measured as of January 1, 2024.

Actuarial assumptions. The total pension liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.250%
Salary increases	2.250%
Investment rate of return	7.375%

Mortality rates for the January 1, 2024 valuation were based on the sex-distinct Pre-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The actuarial assumptions used in the January 1, 2024 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to June 30, 2019.

Cost of living adjustments were assumed to be 0.00%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2020 are summarized in the table below.

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.40%
International equity	20%	6.80%
Global fixed income	5%	0.46%
Domestic fixed income	20%	0.40%
Real estate	10%	3.90%
Cash	0%	
Total	100%	

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

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

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12. PENSION PLAN (CONTINUED)

Net Pension Liability of the City (Continued)

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the fiscal year ended June 30, 2024 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/23	\$ 129,911,959	\$ 92,280,163	\$ 37,631,796
Changes for the year:			
Service cost	695,204	-	695,204
Interest	9,321,000	-	9,321,000
Differences between expected and actual experience	5,682,088	-	5,682,088
Contributions—employer	-	5,662,939	(5,662,939)
Net investment income (loss)	-	12,445,639	(12,445,639)
Benefit payments, including refunds of employee contributions	(8,441,448)	(8,441,448)	-
Administrative expense	-	(130,634)	130,634
Net changes	<u>7,256,844</u>	<u>9,536,496</u>	<u>(2,279,652)</u>
Balances at 6/30/24	<u>\$ 137,168,803</u>	<u>\$ 101,816,659</u>	<u>\$ 35,352,144</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.

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	\$ 50,096,475	\$ 35,352,144	\$ 22,804,336

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 September 30, 2021 and the current sharing pattern of costs between employer and employee.

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

For the fiscal year ended June 30, 2024, the City recognized pension expense of \$8,562,826. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Net difference between projected and actual earnings on pension plan investments	4,627,007	-
City contributions subsequent to the measurement date	3,754,218	-
Total	<u>\$ 8,381,225</u>	<u>\$ -</u>

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12. PENSION PLAN (CONTINUED)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

City contributions subsequent to the measurement date of \$3,754,218 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ending June 30:</u>	
2025	\$ 617,306
2026	1,001,236
2027	4,157,915
2028	(1,149,450)
Total	<u>\$ 4,627,007</u>

NOTE 13. DEFINED CONTRIBUTION PLAN

Primary Government

The City of Roswell's Internal Revenue Code Section 457 Plan (the "Plan") is a deferred compensation plan and qualifies as a defined contribution pension plan. The Plan is administered by ICMA Retirement Corporation and Vantage Trust for all full time employees. The Plan is funded through employee contributions. At June 30, 2024, there were 690 plan members. Employees are not required to contribute to the Plan. Employees may contribute a portion of their gross salary up to the maximum amount allowed by the IRS. The Plan allows employees to increase, decrease, stop and restart deferrals as often as they wish without penalties or fees. Plan provisions and contribution requirements are established and may be amended by the City's Mayor and Council. For the fiscal year ended June 30, 2024, employees contributed \$2,502,812.

The City adopted a second deferred compensation plan for employees hired after March 1, 2011. The Plan is administered by ICMA Retirement Corporation and Vantage Trust for all full time employees. The Plan is funded through employer contributions. The Plan is administered in two accounts. The first account includes contributions from the City equal to 10% of each employee's compensation each pay period with an additional match up to 5% of contributions made by eligible employees (those not under the Defined Benefit Plan.) The second account holds funds for up to an additional 1% of compensation is paid to all employees as a 50% match of contributions over the first 5% for a combined maximum additional contribution from the City of 6% to eligible employees. Plan provisions and contribution requirements are established and may be amended by the City's Mayor and Council. At June 30, 2024, there were 483 participants in the first account and 301 in the second (with overlapping participation). The combined City's contributions were \$5,005,623

NOTE 14. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents.

Health Insurance

The City has established a self-funded trust for the administration and funding of the City's health insurance and medical expenses. This trust is the source of funding for claims or expense reimbursement of employees for losses due to death, disability, dental or medical expenses and other expenses relating to maintenance of the fund by the appointed trustee. Claim liabilities do not include non-incremental claims adjustment expenses. Health insurance claims are reported in accrued liabilities.

The following describes the activity in the health care plan, including changes to the estimate for claims incurred but not reported, for the past two fiscal years.

<u>Fiscal Year</u>	<u>Beginning of Year Claims Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Paid</u>	<u>End of Year Claims Liability</u>
2024	\$ 1,044,677	\$ 5,883,833	\$ 5,939,037	\$ 989,473
2023	1,143,311	7,445,678	7,544,312	1,044,677

**CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 14. RISK MANAGEMENT (CONTINUED)

Workers' Compensation

The City is self-insured for workers' compensation claims. Individual limits for City payments are \$600,000 per claim. After these limits are met, private insurance covers the claims. The City has entered into a contract with a third party administrator to administer the claims. The City has established the Workers' Compensation Fund to record this activity. Claim liabilities do not include non-incremental claims adjustment expenses. Workers' Compensation claims are reported in accrued liabilities. The following describes the activity related to these claims based on actual claims presented after year-end and historical experience for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2024	\$ 649,750	\$ 1,005,164	\$ 1,214,285	\$ 440,629
2023	535,669	996,387	882,306	649,750

General Liability

The City participates in the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of the risk pool, the City is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the 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 fund.

The fund is to defend and protect the members of the funds against liability or loss as prescribed in the member government contract. 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 coverage in the past three years and there have been no significant reductions in coverage.

NOTE 15. COMMITMENTS AND CONTINGENCIES

Litigation

The City is a defendant in certain legal actions in the nature of claims for alleged damages to persons and property and other similar types of actions rising in the course of City operations. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the City.

Grant Contingencies

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, City management believes such disallowances, if any, will not be significant.

CITY OF ROSWELL, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. JOINT VENTURES

Under Georgia law, the City, in conjunction with other cities and counties in the Atlanta, Georgia area, is a member of the Atlanta Regional Commission (ARC). Dues to the ARC are assessed at the County level and are, accordingly, paid by Fulton County. 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 in Georgia. The ARC Board membership includes the chief elected official of each county and various municipalities of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the ARC. Separate financial statements may be obtained from ARC, 229 Peachtree Street, NE, STE 100, Atlanta, Georgia 30303.

The cities of Alpharetta, Milton, Roswell, and Sandy Springs have created the North Fulton Regional Radio System Authority (the "Authority"), which was established by Georgia House Bill 526. The Authority provides an interoperable, high quality, and reliable and uninterrupted communication signal for public safety and public services within the area in which the Authority has operational capability. The Authority's Board membership includes the City Manager or City Administrator, or his or her designee, from each participating city. The Authority was created by the cities contributing a pre-determined capital amount necessary to fund the construction and equipping of the radio system. In accordance with GASB 14: The Financial Reporting Entity, the Authority was determined to be a joint venture; however, the City does not have an equity interest in the joint venture. Of the estimated \$16 million required to initially capitalize the Authority, the City of Roswell is responsible for approximately \$5.1 million pursuant to the intergovernmental agreement between the cities. Separate financial statements may be obtained from the City of Sandy Springs, who has been contracted by the Authority to serve as the accountants, at 1 Galambos Way, Sandy Springs, Georgia 30328.

NOTE 17. HOTEL/MOTEL TAX

The City has levied an 8% lodging tax. The Official Code of Georgia Annotated (O.C.G.A.) §48-13- 51 requires that all lodging taxes levied of 3% or more be expended or obligated contractually for the promotion of tourism, conventions, or trade shows. During the year ended June 30, 2024, the City collected \$1,726,606 in revenues. Of this amount, \$1,818,598 or 105% was expended or transferred out to other funds for use of the promotion of tourism, conventions or trade shows in accordance with O.C.G.A. §48-13-51.

NOTE 18. AUTO RENTAL EXCISE TAX

The City has levied an excise tax on the rental of motor vehicles. The Official Code of Georgia Annotated §48-13-93 requires that all motor vehicle excise taxes be expended or obligated contractually, in accordance with the City's ordinance, for the promotion of trade, industry, commerce and tourism for capital projects related to sports, conventions, recreational facilities or public safety facilities or for maintenance of such facilities. During the year ended June 30, 2024, the City collected \$409,203 in motor vehicle excise taxes revenues. 129% of current collections were transferred out for these purposes, and the remaining fund balance was restricted for use for these purposes.

NOTE 19. ENHANCED 9-1-1 CHARGES

The City collects and expends charges for enhanced 9-1-1 (e911) in accordance with the Official Code of Georgia Annotated (O.C.G.A.) §46-5-134. During the year ended June 30, 2024, the City collected \$2,584,669 for e911 charges. Of this amount, \$3,520,582 or 136% was expended with O.C.G.A. §46-5-134.

NOTE 20. CHANGES WITHIN THE FINANCIAL REPORTING ENTITY

Restatement of the Net Position Beginning Balance

During fiscal year 2024, changes within the financial reporting entity resulted in restatements of beginning net position. The change was due to the allocation of Information Technology services from the Governmental funds to be disclosed in a separate column under the Internal Service Funds.

The impact of the change within the financial reporting entity is as follows:

	June 30, 2023 As previously reported	Changes within the Financial Reporting Entity	June 30, 2023 As restated
Internal Service Funds			
Group Health Insurance Fund	\$ 3,206,102	\$ -	\$ 3,206,102
Risk Management Fund	525,662	-	525,662
Worker's Compensation Fund	351,558	-	351,558
Fleet Services Fund	369,253	-	369,253
Information Technology Fund	-	527,068	527,068
Total Primary Government	\$ 4,452,575	\$ 527,068	\$ 4,979,643

THIS PAGE INTENTIONALLY LEFT BLANK.





REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ROSWELL, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS

	2024	2023	2022	2021	2020
Total pension liability					
Service cost	\$ 695,204	\$ 800,382	\$ 848,366	\$ 859,638	\$ 820,275
Interest on total pension liability	9,321,000	9,247,848	8,767,161	8,392,323	7,740,449
Differences between expected and actual experience	5,682,088	(798,910)	4,569,866	2,806,985	3,858,142
Benefit payments, including refunds of member contributions	(8,441,448)	(7,863,044)	(7,376,210)	(6,554,026)	(6,166,311)
Other changes					
Net change in total pension liability	7,256,844	1,386,276	6,809,183	5,504,920	10,742,707
Total pension liability - beginning	129,911,959	128,525,683	121,716,500	116,211,580	105,468,873
Total pension liability - ending (a)	\$ 137,168,803	\$ 129,911,959	\$ 128,525,683	\$ 121,716,500	\$ 116,211,580
Plan fiduciary net position					
Contributions - employer	\$ 5,662,939	\$ 4,692,207	\$ 4,861,029	\$ 4,476,736	\$ 3,531,899
Net investment income (loss)	12,445,639	(18,262,606)	22,609,306	8,311,242	2,543,661
Benefit payments, including refunds of member contributions	(8,441,448)	(7,863,044)	(7,376,210)	(6,554,026)	(6,166,311)
Administrative expenses	(130,634)	(129,231)	(127,184)	(124,699)	(119,980)
Net change in plan fiduciary net position	9,536,496	(21,562,674)	19,966,941	6,109,253	(210,731)
Plan fiduciary net position - beginning	92,280,163	113,842,837	93,875,896	87,766,643	87,977,374
Plan fiduciary net position - ending (b)	\$ 101,816,659	\$ 92,280,163	\$ 113,842,837	\$ 93,875,896	\$ 87,766,643
City's net pension liability - ending (a) - (b)	\$ 35,352,144	\$ 37,631,796	\$ 14,682,846	\$ 27,840,604	\$ 28,444,937
Plan fiduciary net position as a percentage of the total pension liability	74.23%	71.03%	88.58%	77.13%	75.52%
Covered payroll	\$ 13,891,165	\$ 13,704,814	\$ 15,368,919	\$ 16,375,818	\$ 17,280,787
City's net pension liability as a percentage of covered payroll	254.49%	274.59%	95.54%	170.01%	164.60%
	2019	2018	2017	2016	2015
Total pension liability					
Service cost	\$ 975,524	\$ 1,062,294	\$ 1,046,059	\$ 1,197,926	\$ 1,386,893
Interest on total pension liability	7,338,986	7,118,540	6,658,326	6,234,683	5,934,816
Differences between expected and actual experience	3,006,088	119,069	2,593,636	1,847,491	84,829
Changes of assumptions	-	1,775,845	-	-	(268,682)
Benefit payments, including refunds of member contributions	(5,458,699)	(4,641,812)	(4,077,740)	(3,570,600)	(2,966,601)
Other changes	-	-	-	10,428	-
Net change in total pension liability	5,861,899	5,433,936	6,220,281	5,719,928	4,171,255
Total pension liability - beginning	99,606,974	94,173,038	87,952,757	82,232,829	78,061,574
Total pension liability - ending (a)	\$ 105,468,873	\$ 99,606,974	\$ 94,173,038	\$ 87,952,757	\$ 82,232,829
Plan fiduciary net position					
Contributions - employer	\$ 3,785,338	\$ 3,525,020	\$ 3,379,204	\$ 3,546,156	\$ 3,852,643
Net investment income	8,052,173	10,782,546	7,274,457	749,476	6,609,886
Benefit payments, including refunds of member contributions	(5,458,699)	(4,641,812)	(4,077,740)	(3,570,600)	(2,966,601)
Administrative expenses	(126,004)	(134,003)	(82,191)	(94,972)	(75,519)
Net change in plan fiduciary net position	6,252,808	9,531,751	6,493,730	630,060	7,420,409
Plan fiduciary net position - beginning	81,724,566	72,192,815	65,699,085	65,069,025	57,648,616
Plan fiduciary net position - ending (b)	\$ 87,977,374	\$ 81,724,566	\$ 72,192,815	\$ 65,699,085	\$ 65,069,025
City's net pension liability - ending (a) - (b)	\$ 17,491,499	\$ 17,882,408	\$ 21,980,223	\$ 22,253,672	\$ 17,163,804
Plan fiduciary net position as a percentage of the total pension liability	83.42%	82.05%	76.66%	74.70%	79.13%
Covered payroll	\$ 19,211,727	\$ 20,021,387	\$ 21,429,383	\$ 23,275,599	\$ 23,744,082
City's net pension liability as a percentage of covered payroll	91.05%	89.32%	102.57%	95.61%	72.29%

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

**CITY OF ROSWELL, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF CITY CONTRIBUTIONS**

	2024	2023	2022	2021	2020
Actuarially determined contribution	\$ -	\$ 5,293,840	\$ 5,079,867	\$ 4,788,083	\$ 3,935,658
Contributions in relation to the actuarially determined contribution	-	5,293,840	5,079,867	4,788,083	3,935,658
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ -	\$ 13,704,814	\$ 15,368,919	\$ 16,120,377	\$ 16,460,965
Contributions as a percentage of covered payroll	0.00%	38.63%	33.05%	29.70%	23.91%
	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 3,834,608	\$ 3,768,914	\$ 3,441,189	\$ 3,358,543	\$ 3,608,694
Contributions in relation to the actuarially determined contribution	3,834,608	3,768,914	3,441,189	3,358,543	3,608,694
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 17,554,061	\$ 19,764,282	\$ 20,107,088	\$ 21,870,148	\$ 23,744,082
Contributions as a percentage of covered payroll	21.84%	19.07%	17.11%	15.36%	15.20%

Notes to the schedule

The 2024 information will be included once available in next year's actuarial report.

CITY OF ROSWELL, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 86,818,367	\$ 86,318,663	\$ 87,011,431	\$ 692,768
Licenses and permits	2,780,500	2,780,500	3,258,067	477,567
Intergovernmental	187,215	187,215	171,539	(15,676)
Fines and forfeitures	1,052,500	1,272,500	1,559,763	287,263
Charges for services	5,788,772	5,910,772	5,086,610	(824,162)
Investment earnings (loss)	750,000	1,127,704	1,763,694	635,990
Contributions	7,200	7,200	11,214	4,014
Miscellaneous	587,200	587,200	882,890	295,690
Total revenues	<u>97,971,754</u>	<u>98,191,754</u>	<u>99,745,208</u>	<u>1,553,454</u>
Expenditures:				
Current:				
General government	12,027,002	11,706,878	8,589,368	3,117,510
Judicial	1,528,485	1,111,934	1,085,989	25,945
Financial services	3,815,791	3,678,092	3,233,980	444,112
Public safety	41,364,125	43,029,291	42,671,849	357,442
Public works	11,584,381	11,912,334	11,709,089	203,245
Transportation	-	-	-	-
Planning and zoning	4,784,399	5,530,348	4,678,374	851,974
Culture and recreation	17,414,037	18,014,014	17,346,840	667,174
Debt service:				
Principal	1,172,798	1,172,798	1,176,288	(3,490)
Interest and fiscal charges	210,569	210,569	209,140	1,429
Total expenditures	<u>93,901,587</u>	<u>96,366,257</u>	<u>90,700,917</u>	<u>5,665,340</u>
Excess of revenues over expenditures	4,070,167	1,825,497	9,044,291	7,218,794
Other financing sources (uses):				
Proceeds from sale of capital assets	50,000	95,112	213,515	118,403
Issuance of long-term debt	-	-	143,566	143,566
Transfers in	1,484,550	1,484,550	1,444,039	(40,511)
Transfers out	(7,838,009)	(12,675,404)	(12,539,343)	136,061
Total other financing sources (uses)	<u>(6,303,459)</u>	<u>(11,095,742)</u>	<u>(10,738,223)</u>	<u>357,519</u>
Net change in fund balances (budgetary basis)	<u>\$ (2,233,292)</u>	<u>\$ (9,270,245)</u>	<u>(1,693,932)</u>	<u>\$ 7,576,313</u>
Less outstanding encumbrances, June 30			<u>1,465,878</u>	
Net change in fund balances (GAAP basis)			<u>(228,054)</u>	
Fund balances, beginning			<u>34,287,348</u>	
Fund balances, end of year			<u>\$ 34,059,294</u>	

CITY OF ROSWELL, GEORGIA
ARPA GRANT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 2,200,000	\$ 2,295,228	\$ 95,228
Investment earnings (loss)	-	-	518,933	518,933
Total revenues	-	2,200,000	2,814,161	614,161
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Planning and zoning	-	-	-	-
Culture and recreation	625,000	503,497	65,741	437,756
Capital outlay	4,375,000	11,575,891	4,619,737	6,956,154
Total expenditures	5,000,000	12,079,388	4,685,478	7,393,910
Net change in fund balances (budgetary basis)	<u>\$ (5,000,000)</u>	<u>\$ (9,879,388)</u>	(1,871,317)	<u>\$ 8,008,071</u>
Less outstanding encumbrances, June 30			<u>2,353,156</u>	
Net change in fund balances (GAAP basis)			481,839	
Fund balances, beginning of year			<u>109,875</u>	
Fund balances, end of year			<u>\$ 591,714</u>	

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes.

Confiscated Assets – to account for monies forfeited by criminals that are prosecuted for narcotics or vice activity.

Emergency 911 Telephone System – to account for the monthly 911 charge to help fund the cost of providing emergency 911 services. The E911 charges are restricted in purpose by state law.

State Grants – to account for grant monies received from various state agencies.

County/Local Grants – to account for grant monies received from various local agencies.

NSP Grants – to account for Neighborhood Stabilization Program grant monies received from various federal agencies.

CDBG Grants – to account for CDBG grant monies received from various federal agencies.

Federal Grants – to account for grant monies received from various federal agencies.

Soil Erosion – to account for fees received from developers for the promotion of soil erosion prevention.

Hotel/Motel Tax – to account for the collection of hotel/motel taxes within the City which are restricted for the promotion of tourism and development of trails. These funds support the Historic Roswell Convention & Visitors Bureau and Roswell's trail system.

Leita Thompson – to account for revenues collected in association with the Leitalift Foundation agreement for donated park land and its assets.

Auto Rental Excise Tax Fund – To account for the rental motor vehicle excise tax collected as allowed by Georgia law.

Opioid Fund – to account for funds allocated through legal settlements, grants, and appropriations to support opioid crisis prevention, treatment, and recovery programs, ensuring compliance and transparency in their use.

Capital Projects Funds

Capital projects funds are used to account for financial resources for the acquisition, construction, and improvements of the City's capital assets other than those financed by enterprise funds.

Impact Fees Fund accounts for the collection of impact fees to pay for system improvements for fire, recreation and parks and transportation facilities as projected in the Roswell Comprehensive Land Use Plan.

Debt Service Fund

The debt service fund is used to account for accumulation of resources and payments made of principal and interest on the City's general obligation debt.

Debt Service Fund accounts for the accumulation of resources and payments made of principal and interest on the City's general obligation debt.

Permanent Fund

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City's programs.

Scholarship Fund – to account for funds designated for qualified scholarship participants.

CITY OF ROSWELL, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue Funds						
	Confiscated Assets	Emergency 911 Telephone System	State Grants	County/Local Grants	NSP Grants	CDBG Grants	Federal Grants
ASSETS							
Cash & cash equivalents	\$ 1,361,397	\$ 276,852	\$ 134,084	\$ 32,141	\$ -	\$ 163,614	\$ 1,849,704
Investments	-	-	-	-	-	-	-
Receivables (net of allowance for uncollectibles)	-	453,321	-	-	-	-	-
Taxes receivable	-	-	-	-	-	-	-
Total assets	1,361,397	730,173	134,084	32,141	-	193,814	1,849,704
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	442,650	7,492	-	-	-	5,772	42,175
Retainage payable	-	-	-	-	-	-	-
Accrued liabilities	374	30,639	(747)	-	-	658	-
Total liabilities	443,024	38,131	(747)	-	-	6,430	42,175
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - taxes	-	-	-	-	-	-	-
Unavailable revenue - other	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES							
Permanent fund corpus	-	-	-	-	-	-	-
Restricted:							
Public safety	918,373	692,042	-	-	-	-	-
Culture and recreation	-	-	-	32,141	-	-	-
Environmental	-	-	-	-	-	187,384	-
Transportation	-	-	134,831	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	1,807,529
Scholarship	-	-	-	-	-	-	-
Promotion of industry and tourism	-	-	-	-	-	-	-
Committed:							
Culture and recreation	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	918,373	692,042	134,831	32,141	-	187,384	1,807,529
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,361,397	\$ 730,173	\$ 134,084	\$ 32,141	\$ -	\$ 193,814	\$ 1,849,704

**CITY OF ROSWELL, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

Special Revenue Funds					Capital Projects Fund	Debt Service	Permanent Fund	Total Nonmajor Governmental Funds
Soil Erosion	Hotel/Motel Tax	Auto Rental Excise Tax	Opioid Fund	Leita Thompson	Impact Fees	Debt Service	Scholarship Fund	
\$ 325,611	\$ 542,803	\$ (21,669)	\$ 67,955	\$ 190,734	\$ 5,922,608	\$ 174,472	\$ 35,424	\$ 11,055,730
231,836	-	-	-	-	-	235,178	-	467,014
-	-	-	341,389	7,576	-	947	-	803,233
-	199,634	37,077	-	-	-	158,879	-	395,590
557,488	742,437	15,408	409,344	198,310	5,922,608	569,511	35,424	12,751,843
456,191	146,232	-	-	6,770	41,368	-	-	1,148,650
-	-	-	-	-	9,981	-	-	9,981
-	-	-	-	3,650	-	346,144	-	380,718
456,191	146,232	-	-	10,420	51,349	346,144	-	1,539,349
-	-	-	-	-	-	175,219	-	175,219
-	-	-	341,389	-	-	-	-	341,389
-	-	-	341,389	-	-	175,219	-	516,608
-	-	-	-	-	-	-	25,000	25,000
-	-	-	67,955	-	-	-	-	1,678,370
-	596,205	-	-	-	-	-	-	628,349
101,297	-	-	-	-	-	-	-	288,681
-	-	-	-	-	5,871,259	-	-	6,006,090
-	-	-	-	-	-	48,148	-	48,148
-	-	-	-	-	-	-	-	1,807,529
-	-	-	-	-	-	-	10,424	10,424
-	-	15,408	-	-	-	-	-	15,408
-	-	-	-	187,890	-	-	-	187,890
-	-	-	-	-	-	-	-	-
101,297	596,205	15,408	67,955	187,890	5,871,259	48,148	35,424	10,695,889
\$ 557,488	\$ 742,437	\$ 15,408	\$ 409,344	\$ 198,310	\$ 5,922,608	\$ 569,511	\$ 35,424	\$ 12,751,846

CITY OF ROSWELL, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Special Revenue Funds						
	Confiscated Assets	Emergency 911 Telephone System	State Grants	County/Local Grants	NSP Grants	CDBG Grants	Federal Grants
Revenues:							
Taxes	\$ -	\$ 1,312	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	109,569	-	5,908	327,615	67,472
Fines and forfeitures	98,069	-	-	-	-	-	-
Impact fees	-	-	-	-	-	-	-
Charges for services	-	2,584,669	-	-	-	-	-
Investment earnings (loss)	51,975	19,494	-	-	1,995	-	-
Total revenues	150,044	2,605,475	109,569	-	7,903	327,615	67,472
Expenditures:							
Current:							
General government	-	-	-	-	193,391	-	-
Public safety	125,756	3,520,582	1,140	-	-	-	74,554
Public works	-	-	-	-	-	-	89,213
Culture and recreation	-	-	-	-	-	-	-
Planning and zoning	-	-	-	-	-	160,402	-
Capital outlay	177,785	-	99,208	-	-	24,000	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	303,541	3,520,582	100,348	-	193,391	184,402	163,767
Excess (deficiency) of revenues over expenditures	(153,497)	(915,107)	9,221	-	(185,488)	143,213	(96,295)
Other financing sources (uses):							
Transfers in	-	842,184	-	-	-	-	153,000
Transfers out	-	-	-	-	-	-	(835)
Total other financing sources (uses)	-	842,184	-	-	-	-	152,165
Net change in fund balances	(153,497)	(72,923)	9,221	-	(185,488)	143,213	55,870
Fund balances, beginning of year	1,071,870	764,965	125,610	32,141	185,488	44,171	1,751,659
Fund balances, end of year	\$ 918,373	\$ 692,042	\$ 134,831	\$ 32,141	\$ -	\$ 187,384	\$ 1,807,529

CITY OF ROSWELL, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Special Revenue Funds					Capital Projects Fund	Debt Service	Permanent Fund	Total
Soil Erosion	Hotel/Motel Tax	Auto Rental Excise Tax	Opioid Fund	Leita Thompson	Impact Fees	Debt Service	Scholarship Fund	Nonmajor Governmental Funds
\$ -	\$ 1,726,606	\$ 409,203	\$ -	\$ -	\$ -	\$ 7,143,585	\$ -	\$ 9,280,706
-	-	-	-	-	-	-	-	510,564
-	-	-	67,955	-	-	-	-	166,024
-	-	-	-	-	538,447	-	-	538,447
5,200	-	-	-	61,442	-	-	-	2,651,311
32,092	29,806	-	-	-	219,883	91,488	28	446,761
37,292	1,756,412	409,203	67,955	61,442	758,330	7,235,073	28	13,593,813
-	-	-	-	-	-	-	-	193,391
-	-	-	-	-	6,023	-	-	3,728,051
-	-	-	-	-	87,041	-	-	176,254
-	819,144	-	-	50,165	-	-	-	869,309
-	-	-	-	-	-	-	-	160,402
-	-	-	-	-	774,074	-	-	1,075,067
-	-	-	-	-	-	3,350,000	-	3,350,000
-	-	-	-	-	-	4,175,207	-	4,175,207
-	819,144	-	-	50,165	867,138	7,525,207	-	13,727,681
37,292	937,268	409,203	67,955	11,277	(108,808)	(290,134)	28	(133,868)
-	-	-	-	-	-	-	-	995,184
-	(999,454)	(527,500)	-	-	-	-	-	(1,527,789)
-	(999,454)	(527,500)	-	-	-	-	-	(532,605)
37,292	(62,186)	(118,297)	67,955	11,277	(108,808)	(290,134)	28	(666,473)
64,005	658,391	133,705	-	176,613	5,980,067	338,282	35,396	11,362,362
\$ 101,297	\$ 596,205	\$ 15,408	\$ 67,955	\$ 187,890	\$ 5,871,259	\$ 48,148	\$ 35,424	\$ 10,695,889

CITY OF ROSWELL, GEORGIA
CONFISCATED ASSETS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 25,000	\$ 25,000	\$ 98,071	\$ 73,071
Investment earnings (loss)	-	-	51,975	51,975
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>150,046</u>	<u>125,046</u>
Expenditures:				
Current:				
Public safety	-	526,128	126,780	399,348
Capital outlay	-	205,000	177,785	27,215
Total expenditures	<u>-</u>	<u>731,128</u>	<u>304,565</u>	<u>426,563</u>
Net change in fund balances (budgetary basis)	<u>\$ 25,000</u>	<u>\$ (706,128)</u>	(154,519)	<u>\$ 551,609</u>
Less outstanding encumbrances, June 30			<u>1,022</u>	
Net change in fund balances (GAAP basis)			<u>\$ (153,497)</u>	

CITY OF ROSWELL, GEORGIA
EMERGENCY 911 TELEPHONE SYSTEM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES- BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 1,312	\$ 1,312
Charges for services	2,698,315	2,698,315	2,584,669	(113,646)
Investment earnings (loss)	-	-	19,494	19,494
Total revenues	<u>2,698,315</u>	<u>2,698,315</u>	<u>2,605,475</u>	<u>(92,840)</u>
Expenditures:				
Current:				
Public safety	<u>3,754,507</u>	<u>3,754,507</u>	<u>3,520,582</u>	<u>233,925</u>
Total expenditures	<u>3,754,507</u>	<u>3,754,507</u>	<u>3,520,582</u>	<u>233,925</u>
Deficiency of revenues over expenditures	(1,056,192)	(1,056,192)	(915,107)	141,085
Other financing sources:				
Transfers in	<u>842,184</u>	<u>842,184</u>	<u>842,184</u>	-
Total other financing sources	<u>842,184</u>	<u>842,184</u>	<u>842,184</u>	-
Net change in fund balances (budgetary basis)	<u>\$ (214,008)</u>	<u>\$ (214,008)</u>	(72,923)	<u>\$ 141,085</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ (72,923)</u>	

CITY OF ROSWELL, GEORGIA
STATE GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 137,738	\$ 109,569	\$ (28,169)
Total revenues	-	137,738	109,569	(28,169)
Expenditures:				
Current:				
General government	-	5,000	-	-
Public safety	-	1,140	1,140	-
Capital outlay	-	100,565	99,208	1,357
Total expenditures	-	100,565	99,208	1,357
Net change in fund balances (budgetary basis)	\$ -	\$ 37,173	10,361	\$ (29,526)
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			\$ 10,361	

CITY OF ROSWELL, GEORGIA
NSP GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 5,908	\$ 5,908
Investment earnings (loss)	-	-	1,995	1,995
Total revenues	-	-	7,903	5,908
Expenditures:				
Current:				
General government	-	-	193,391	(193,391)
Total expenditures	-	-	193,391	(193,391)
Net change in fund balances (budgetary basis)	<u>\$ -</u>	<u>\$ -</u>	(185,488)	<u>\$ (187,483)</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ (185,488)</u>	

No budget has been prepared for the NSP Grant Fund, as the expense solely relates to the reimbursement of grant money to the State of Georgia (passed through Fulton County).

CITY OF ROSWELL, GEORGIA
CDBG GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 442,071	\$ 1,029,618	\$ 327,615	\$ (702,003)
Total revenues	442,071	1,029,618	327,615	(702,003)
Expenditures:				
Current:				
Planning and zoning	441,218	615,344	209,448	405,896
Capital outlay	-	400,737	24,000	376,737
Total expenditures	441,218	1,016,081	233,448	782,633
Net change in fund balances (budgetary basis)	<u>\$ 853</u>	<u>\$ 13,536</u>	94,167	<u>\$ 80,631</u>
Less outstanding encumbrances, June 30			<u>49,046</u>	
Net change in fund balances (GAAP basis)			<u>\$ 143,213</u>	

CITY OF ROSWELL, GEORGIA
FEDERAL GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 1,822,655	\$ 67,472	\$ (1,755,183)
Total revenues	-	1,822,655	67,472	(1,755,183)
Expenditures:				
Current:				
General government	-	1,447,118	-	1,447,118
Public safety	-	188,468	126,187	62,281
Public works	-	325,284	1,109,885	(784,601)
Total expenditures	-	1,960,870	1,236,072	724,798
Excess of revenues over expenditures	-	(138,214)	(1,168,600)	(2,479,981)
Other financing sources:				
Transfers in	-	153,000	153,000	-
Transfers out	-	835	(835)	1,670
Total other financing sources	-	153,835	152,165	1,670
Net change in fund balances (budgetary basis)	<u>\$ -</u>	<u>\$ 15,621</u>	(1,016,435)	<u>\$ (2,478,311)</u>
Less outstanding encumbrances, June 30			<u>1,072,305</u>	
Net change in fund balances (GAAP basis)			<u>\$ 55,870</u>	

Actual Public work expenses exceeded the budget by \$784,601. The reason for the variance is due to the inclusion of encumbrance balance for these departments.

CITY OF ROSWELL, GEORGIA
SOIL EROSION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 3,500	\$ 3,500	\$ 5,200	\$ 1,700
Investment earnings (loss)	26,505	26,505	32,092	5,587
Total revenues	<u>30,005</u>	<u>30,005</u>	<u>37,292</u>	<u>7,287</u>
Net change in fund balances (budgetary basis)	<u>\$ 30,005</u>	<u>\$ 30,005</u>	37,292	<u>\$ 7,287</u>
Less outstanding encumbrances, June 30			<u>-</u>	
Net change in fund balances (GAAP basis)			<u>\$ 37,292</u>	

CITY OF ROSWELL, GEORGIA
HOTEL/MOTEL TAX
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 1,836,000	\$ 1,836,000	\$ 1,726,606	\$ (109,394)
Investment earnings (loss)	-	-	29,806	29,806
Total revenues	<u>1,836,000</u>	<u>1,836,000</u>	<u>1,756,412</u>	<u>(79,588)</u>
Expenditures:				
Current:				
Culture and recreation	805,050	805,050	819,144	(14,094)
Total expenditures	<u>805,050</u>	<u>805,050</u>	<u>819,144</u>	<u>(14,094)</u>
Deficiency of revenues over expenditures	1,030,950	1,030,950	937,268	(93,682)
Other financing uses:				
Transfers out	(850,000)	(968,000)	(999,454)	(31,454)
Total other financing uses	<u>(850,000)</u>	<u>(968,000)</u>	<u>(999,454)</u>	<u>(31,454)</u>
Net change in fund balances (budgetary basis)	<u>\$ 180,950</u>	<u>\$ 62,950</u>	(62,186)	<u>\$ (125,136)</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ (62,186)</u>	

CITY OF ROSWELL, GEORGIA
OPIOID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Fines and forfeitures	\$ -	\$ -	\$ 67,955	\$ 67,955
Total revenues	-	-	67,955	67,955
Net change in fund balances (budgetary basis)	<u>\$ -</u>	<u>\$ -</u>	67,955	<u>\$ 67,955</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ 67,955</u>	

No budget has been prepared for the Opioid Fund as there were no expenses incurred for the 2024 fiscal year.

CITY OF ROSWELL, GEORGIA
 AUTO RENTAL EXCISE TAX
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 371,342	\$ 371,342	\$ 409,203	\$ 37,861
Total revenues	371,342	371,342	409,203	37,861
Other financing uses:				
Transfers out	(450,000)	(450,000)	(527,500)	77,500
Total other financing uses	(450,000)	(450,000)	(527,500)	77,500
Net change in fund balances (budgetary basis)	<u>\$ (78,658)</u>	<u>\$ (78,658)</u>	(118,297)	<u>\$ 115,361</u>
Less outstanding encumbrances, June 30			<u>-</u>	
Net change in fund balances (GAAP basis)			<u>\$ (118,297)</u>	

CITY OF ROSWELL, GEORGIA
LEITA THOMPSON
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 77,000	\$ 77,000	\$ 61,442	\$ (15,558)
Total revenues	77,000	77,000	61,442	(15,558)
Expenditures:				
Current:				
General government	28,600	-	-	-
Culture and recreation	59,712	88,312	50,165	38,147
Total expenditures	88,312	88,312	50,165	38,147
Net change in fund balances (budgetary basis)	<u>\$ (11,312)</u>	<u>\$ (11,312)</u>	11,277	<u>\$ 22,589</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ 11,277</u>	

CITY OF ROSWELL, GEORGIA
DEBT SERVICE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 736,912	\$ 736,912	\$ 7,143,585	\$ 6,406,673
Investment earnings (loss)	4,262	4,262	91,488	87,226
Total revenues	<u>741,174</u>	<u>741,174</u>	<u>7,235,073</u>	<u>6,493,899</u>
Expenditures:				
Debt service:				
Principal	560,000	560,000	3,350,000	(2,790,000)
Interest and fiscal charges	16,650	16,650	4,175,207	(4,158,557)
Total expenditures	<u>576,650</u>	<u>576,650</u>	<u>7,525,207</u>	<u>(6,948,557)</u>
Net change in fund balances (budgetary basis)	<u>\$ 164,524</u>	<u>\$ 164,524</u>	(290,134)	<u>\$ (454,658)</u>
Less outstanding encumbrances, June 30			<u>-</u>	
Net change in fund balances (GAAP basis)			<u>\$ (290,134)</u>	

CITY OF ROSWELL, GEORGIA
SCHOLARSHIP FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budget		Actual on a Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings (loss)	\$ 50	\$ 50	\$ 28	\$ (22)
Total revenues	50	50	28	(22)
Expenditures:				
Current:				
Culture and recreation	50	50	-	50
Total expenditures	50	50	-	50
Net change in fund balances (budgetary basis)	<u>\$ -</u>	<u>\$ -</u>	28	<u>\$ 28</u>
Less outstanding encumbrances, June 30			-	
Net change in fund balances (GAAP basis)			<u>\$ 28</u>	

CITY OF ROSWELL, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH PROCEEDS FROM
TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PROJECT	ESTIMATED COST		PRIOR	EXPENDITURES		TOTAL	PROJECT COMPLETION
	ORIGINAL	CURRENT		CURRENT			
TSPLOST TIER 1							
Big Creek Parkway Phase 1 and 2	\$ 58,500,000	\$ 42,450,412	\$ 5,818,868	\$ 161,167 (1)	\$ 5,980,035	14.09%	
Holcomb Bridge Interchange	6,000,000	16,265,000	4,754,816	-	4,754,816	29.23%	
Historic Gateway	3,000,000	3,000,000	269,555	81,055	350,610	11.69%	
Rucker Road Reconstruction	1,500,000	2,246,327	2,061,418	-	2,061,418	91.77%	
Oxbo/SR9 Intersection	7,000,000	14,739,000	14,561,148	21,184	14,582,332	98.94%	
Old Holcomb Bridge Road Bridge Replacement*	3,086,390	3,086,390	287,693	- (1)	287,693	9.32%	
TSPLOST TIER 2							
Sidewalk Repair and Complete Streets Program	7,000,000	7,000,000	-	-	-	0.00%	
Safety Improvements and Maintenance	6,956,422	6,956,422	-	-	-	0.00%	
TSPLOST TIER 3							
Intersection and Corridor Improvements including Nesbit Ferry Road , Old Alabama Road and Myrtle Street Extension	14,011,490	14,011,490	-	-	-	0.00%	
TOTAL TSPLOST	\$ 107,054,302	\$ 109,755,041	\$ 27,753,499	\$ 263,406	\$ 28,016,905		

* Old Holcomb Bridge Rd Bridge Project was rolled into the Big Creek Parkway project above. \$25k was for structural analysis.

(1) Big Creek Parkway Phase 1 and 2 and Old Holcomb Bridge Road Bridge Replacement projects are being coordinated and conducted simultaneously by the City. Therefore, actual expenditures for these coordinated projects are being allocated to the individual projects based on the percentage of completion based on the current estimated costs.

CITY OF ROSWELL, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH PROCEEDS FROM
TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX (TSPLOST2)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PROJECT	ESTIMATED COST		EXPENDITURES			PROJECT COMPLETION
	ORIGINAL	CURRENT	PRIOR	CURRENT	TOTAL	
TSPLOST TIER 1						
Pedestrian and Bike Improvements	\$ 18,327,016	\$ 18,327,016	\$ 397,986	\$ 346,998	\$ 744,984	4.06%
Operations and Safety	50,554,298	50,554,298	160,025	974,868	1,134,892	2.24%
Norcross Street Bridge Replacement	4,507,070	4,507,070	-	232,346	232,346	5.16%
TSPLOST TIER 2						
Intersection Improvements	3,550,891	3,550,891	-	-	-	0.00%
Bike/Ped Master Plan/Creek way Trails Implementation such as Hog Wallow Creek Trail	3,877,000	3,877,000	-	-	-	0.00%
Big Creek Greenway Boardwalk Repairs	5,523,000	5,523,000	-	-	-	0.00%
TSPLOST TIER 3						
Bridge Replacement	3,500,000	3,500,000	-	-	-	0.00%
Operations and Safety	5,500,000	5,500,000	-	-	-	0.00%
Bike/Ped Master Plan Implementation	3,950,891	3,950,891	-	-	-	0.00%
TOTAL TSPLOST	\$ 99,290,166	\$ 99,290,166	\$ 558,011	\$ 1,554,211	\$ 2,112,222	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Group Health Fund – to account for charges to other funds and for the payment of employee's health insurance and the payment of claims.

Risk Management Fund – to account for charges to other funds and for the payment of general liability and property insurance and the payment of claims.

Workers' Compensation Fund – to account for charges to other funds and for the payment of the workers' compensation insurance and claims.

Fleet Services Fund – to account for charges to other funds and to account for the costs of operating the fleet maintenance function.

Information Technology Fund – to account for charges to other funds and to account for the costs of operating the information technology costs.

CITY OF ROSWELL, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2024

	Group Health Insurance Fund	Risk Management Fund	Workers' Compensation Fund	Fleet Services Fund	Information Technology Fund	Total
ASSETS						
Current assets:						
Cash & cash equivalents	\$ 2,980,119	\$ (772,256)	\$ 961,698	\$ 504,561	\$ 279,427	\$ 3,953,549
Investments	2,612,852	-	-	-	-	2,612,852
Receivables (net of allowance for uncollectibles)	1,107	-	-	-	-	1,107
Interest receivable	4,090	-	-	-	-	4,090
Prepaid items	13,862	1,142,481	128,000	-	576,814	1,861,157
Total current assets	5,612,030	370,225	1,089,698	504,561	856,241	8,432,755
Noncurrent assets						
Capital assets:						
Capital assets, being depreciated	-	-	-	-	3,096,359	3,096,359
Total noncurrent assets	-	-	-	-	3,096,359	3,096,359
Total assets	5,612,030	370,225	1,089,698	504,561	3,952,600	11,529,114
DEFERRED OUTFLOWS OF RESOURCES						
Pension related items	12,273	-	-	-	121,095	133,368
Total deferred outflows of resources	12,273	-	-	-	121,095	133,368
LIABILITIES						
Current liabilities:						
Accounts payable	48,029	98,918	115,501	97,410	107,813	467,670
Accrued expenses	1,309,806	1,413	859,324	9,424	30,355	2,210,322
Compensated absences	-	7,103	5,974	16,042	72,075	101,194
Subscriptions payable	-	-	-	-	472,915	472,915
Financed purchases	-	-	-	-	472,132	472,132
Total current liabilities	1,357,835	107,434	980,799	122,876	1,155,290	3,724,233
Long-term liabilities:						
Compensated absences	-	2,430	3,901	4,246	28,357	38,936
Subscriptions payable	-	-	-	-	1,010,896	1,010,896
Financed purchases	-	-	-	-	202,795	202,795
Net pension liability	51,768	-	-	-	510,780	562,548
Total long-term liabilities	51,768	2,430	3,901	4,246	1,752,828	1,815,175
Total liabilities	1,409,603	109,864	984,700	127,122	2,908,118	5,539,408
NET POSITION						
Net investment in capital assets	-	-	-	-	937,621	937,621
Unrestricted	4,214,700	260,361	104,998	377,439	227,956	5,185,453
Total net position	\$ 4,214,700	\$ 260,361	\$ 104,998	\$ 377,439	\$ 1,165,577	\$ 6,123,074

CITY OF ROSWELL, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

OPERATING REVENUES	Group Health Insurance Fund	Risk Management Fund	Workers' Compensation Fund	Fleet Services Fund	Information Technology Fund	Total
Charges for services	\$ 10,403,505	\$ 1,550,000	\$ 850,000	\$ 2,288,962	\$ 6,818,565	\$ 21,911,032
Miscellaneous	1,445,889	-	-	58,740	-	1,504,629
Total operating revenues	11,849,394	1,550,000	850,000	2,347,702	6,818,565	23,415,661
OPERATING EXPENSES						
General and administrative	-	-	-	-	-	-
Personnel services and benefits	10,395,172	171,022	911,260	835,178	1,398,634	13,711,267
Purchased contract services	617,809	1,361,711	189,541	328,603	3,028,901	5,526,565
Supplies and maintenance	88	-	-	1,157,186	194,503	1,351,777
Depreciation	-	-	-	-	1,541,406	1,541,406
Claims paid	-	291,128	-	-	-	291,128
Total operating expenses	11,013,069	1,823,861	1,100,801	2,320,967	6,163,444	22,422,143
Operating income (loss)	836,325	(273,861)	(250,801)	26,735	655,121	993,518
NONOPERATING REVENUES (EXPENSES)						
Investment earnings (loss)	147,273	8,560	4,241	-	-	160,074
Interest expense and issuance costs	-	-	-	-	(16,612)	(16,612)
Total nonoperating revenues (expenses)	147,273	8,560	4,241	-	(16,612)	143,462
INCOME (LOSS) BEFORE TRANSFERS	983,598	(265,301)	(246,560)	26,735	638,509	1,136,980
Transfers in	25,000	-	-	-	-	25,000
Transfers out	-	-	-	(18,549)	-	(18,549)
Total transfers	25,000	-	-	(18,549)	-	6,451
Change in net position	1,008,598	(265,301)	(246,560)	8,186	638,509	1,143,431
NET POSITION, at June 30, 2023, as previously stated	3,206,102	525,662	351,558	369,253	-	4,452,575
Change within financial reporting entity (governmental to internal service fund)	-	-	-	-	527,068	527,068
NET POSITION, at June 30, 2023, as restated	3,206,102	525,662	351,558	369,253	527,068	4,979,643
NET POSITION, end of year	<u>\$ 4,214,700</u>	<u>\$ 260,361</u>	<u>\$ 104,998</u>	<u>\$ 377,439</u>	<u>\$ 1,165,577</u>	<u>\$ 6,123,074</u>

CITY OF ROSWELL, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Group Health Fund	Risk Management Fund	Workers' Compensation Fund	Fleet Services Fund	Information Technology Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$ 929,350	\$ -	\$ 850,000	\$ -	\$ -	\$ 1,779,350
Receipts from interfund charges	10,917,616	1,550,000	-	2,347,702	6,818,565	21,633,883
Payments to suppliers and service providers	(10,740,256)	(1,825,955)	(827,505)	(2,466,392)	(4,548,970)	(20,409,078)
Net cash provided by operating activities	1,106,710	(275,955)	22,495	(118,690)	2,269,595	3,004,155
CASH FLOWS FROM INVESTING ACTIVITIES						
Additions to capital assets	-	-	-	-	(1,266,818)	(1,266,818)
Issuance of long-term debt	-	-	-	-	1,266,818	1,266,818
Repayments of long-term debt	-	-	-	-	(1,441,066)	(1,441,066)
Interest expense and issuance costs	-	-	-	-	(22,034)	(22,034)
Interest received	52,679	8,560	4,241	-	-	65,480
Net cash provided by investing activities	52,679	8,560	4,241	-	(1,463,100)	(1,397,620)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers in	25,000	-	-	-	-	25,000
Transfers out	-	-	-	(18,549)	-	(18,549)
Net cash provided by (used in) noncapital financing activities	685,688	(660,688)	-	(18,549)	-	6,451
Increase in cash	1,845,077	(928,083)	26,736	(137,239)	806,495	1,612,986
Change within financial reporting entity (governmental to internal service fund)	-	-	-	-	(527,068)	(527,068)
Cash:						
Beginning of year	1,135,042	155,827	934,962	641,800	-	2,867,631
End of year	\$ 2,980,119	\$ (772,256)	\$ 961,698	\$ 504,561	\$ 279,427	\$ 4,480,617
Reconciliation of operating income to net cash provided by (used in) operating activities:						
Operating income	836,325	(273,861)	(250,801)	26,735	655,121	993,519
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:						
Depreciation	-	-	-	-	1,541,406	1,541,406
(Increase) decrease in accounts receivable	(2,428)	-	-	-	-	(2,428)
(Increase) decrease in prepaids	9,217	(87,971)	-	2,650	(576,814)	(652,918)
Increase (decrease) in pension related deferred outflows of resources	8,935	-	-	-	(121,095)	(112,160)
Increase (decrease) in accounts payable	1,304	84,249	60,472	(144,569)	129,410	130,866
Increase (decrease) in accrued liabilities	262,560	(1,526)	208,783	(2,599)	30,355	497,573
Increase (decrease) in compensated absences	(11,687)	3,154	4,041	(907)	100,432	95,033
Increase (decrease) in net pension liability	2,484	-	-	-	510,780	513,264
Net cash provided by (used in) operating activities	\$ 1,106,710	\$ (275,955)	\$ 22,495	\$ (118,690)	\$ 2,269,595	\$ 3,004,155
NONCASH INVESTING ACTIVITIES						
Decrease in fair value of investments	\$ 94,594	\$ -	\$ -	\$ -	\$ -	\$ -

**CITY OF ROSWELL, GEORGIA
BALANCE SHEET
COMPONENT UNIT - ROSWELL ECONOMIC
DEVELOPMENT & TOURISM, INC.
JUNE 30, 2024**

ASSETS		
Cash and cash equivalents	\$	879,257
Receivables		5,634
Inventories		15,634
Prepaid items		6,250
Other assets		10,000
Capital assets, net of accumulated depreciation		555,472
Total assets		<u>1,472,247</u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable		40,075
Lease liabilities		488,764
Unearned revenue		10,250
Total liabilities		<u>539,089</u>
FUND BALANCES		
Net investment in capital assets		66,708
Nonspendable:		
Inventory		15,634
Prepaid items		6,250
Restricted:		
Culture and recreation		844,566
Total fund balances		<u>933,158</u>
Total liabilities and fund balances	\$	<u>1,472,247</u>

CITY OF ROSWELL, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE
COMPONENT UNIT - ROSWELL ECONOMIC
DEVELOPMENT & TOURISM, INC.
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenues:		
Intergovernmental	\$	1,026,147
Charges for services		534,716
Total revenue		<u>1,560,863</u>
Expenditures:		
Current:		
Economic development		1,585,176
Total expenditures		<u>1,585,176</u>
Net change in fund balances		(24,313)
Fund balance, beginning of year		957,471
Fund balance, end of year	\$	<u>933,158</u>

CITY OF ROSWELL, GEORGIA
BALANCE SHEET
COMPONENT UNIT - DOWNTOWN DEVELOPMENT AUTHORITY
JUNE 30, 2024

ASSETS

Cash and cash equivalents	\$ 531,085
Interest receivable	3,824
Prepaid items	1,930
Total assets	<u>536,839</u>

LIABILITIES AND FUND BALANCES

FUND BALANCES

Nonspendable:	
Prepaid items	1,930
Unrestricted	<u>534,909</u>
Total fund balances	<u>536,839</u>
Total liabilities and fund balances	<u>\$ 536,839</u>

CITY OF ROSWELL, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
COMPONENT UNIT - DOWNTOWN DEVELOPMENT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenues:		
Charges for services	\$	55,000
Interest income		22,789
Total revenue		<u>77,789</u>
Expenditures:		
Current:		
Economic development		52,906
Total expenditures		<u>52,906</u>
Net change in fund balances		24,883
Fund balance, beginning of year		511,956
Fund balance, end of year	\$	<u><u>536,839</u></u>

THIS PAGE INTENTIONALLY LEFT BLANK.



The seal of Roswell, Georgia, is a large, circular emblem in the background. It features a gold border with twelve stars. Inside the border, there is a depiction of a large, classical-style building with a central dome and columns, likely the City Hall. Below the building, the year "1854" is inscribed. The words "ROSWELL GEORGIA" are written in a large, serif font along the bottom arc of the seal.

STATISTICAL SECTION

(Unaudited)

The Statistical Section includes selected financial and general information presented on a multi-year comparative basis. The statistics are used to provide detailed data on the physical, economic, social and political characteristics of the City government. They are intended to provide financial report users with a broader and more complete understanding of the government and its financial affairs than is possible from the basic financial statements.

STATISTICAL SECTION

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

Page

Financial Trends78-86

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

Revenue Capacity87-90

These schedules contain information to help the reader assess the government's most significant local revenue source, property tax.

Debt Capacity91-94

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

Demographic and Economic Information95 and 96

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information97-101

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

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

CITY OF ROSWELL, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets										
Restricted	\$ 173,845	\$ 177,409	\$ 181,858	\$ 191,695	\$ 194,739	\$ 197,434	\$ 200,701	\$ 211,709	\$ 216,497	\$ 225,492
Unrestricted	20,074	14,606	14,398	22,034	39,627	53,843	66,772	81,081	95,857	118,993
Total governmental activities net position	22,277	29,760	28,795	28,911	35,626	29,085	30,839	31,620	38,964	32,730
	<u>216,196</u>	<u>221,775</u>	<u>225,051</u>	<u>242,640</u>	<u>269,992</u>	<u>280,362</u>	<u>298,312</u>	<u>324,410</u>	<u>351,318</u>	<u>377,215</u>
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets										
Unrestricted	22,295	22,747	23,213	23,712	24,991	25,916	26,436	28,224	28,983	29,453
Total business-type activities net position	11,739	11,188	12,218	11,079	7,686	6,493	6,323	5,666	6,342	8,006
	<u>34,034</u>	<u>33,935</u>	<u>35,431</u>	<u>34,791</u>	<u>32,677</u>	<u>32,409</u>	<u>32,759</u>	<u>33,890</u>	<u>35,325</u>	<u>37,459</u>
PRIMARY GOVERNMENT										
Net investment in capital assets										
Restricted	196,140	200,156	205,070	215,407	219,730	223,350	227,137	239,933	245,480	254,945
Unrestricted	20,074	14,606	14,398	22,034	39,627	53,843	66,772	81,081	95,857	118,993
Total primary government net position	34,016	40,948	41,013	39,990	43,312	35,577	37,162	37,286	45,306	40,735
	<u>\$ 250,230</u>	<u>\$ 255,710</u>	<u>\$ 260,481</u>	<u>\$ 277,431</u>	<u>\$ 302,669</u>	<u>\$ 312,770</u>	<u>\$ 331,071</u>	<u>\$ 358,300</u>	<u>\$ 386,643</u>	<u>\$ 414,674</u>

CITY OF ROSWELL, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018
EXPENSES				
Governmental activities:				
General government	\$ 9,033	\$ 10,991	\$ 12,568	\$ 12,792
Judicial	1,155	978	1,160	1,140
Financial services	3,079	2,227	2,822	3,160
Public safety	26,043	27,540	31,044	31,406
Public works	16,115	16,307	12,562	13,943
Planning and zoning	3,625	3,467	3,356	3,299
Culture and recreation	13,732	13,104	14,354	14,836
Interest and paying agent fees	363	188	238	301
Total governmental activities expenses	73,145	74,802	78,104	80,877
Business-type activities:				
Water and sewer	3,122	3,705	3,896	4,136
Solid waste	8,868	9,838	9,768	10,393
Participant recreation	5,277	5,331	5,248	5,469
Stormwater	1,631	2,050	2,277	2,247
Total business-type activities expenses	18,898	20,924	21,189	22,245
Total primary government expenses	\$ 92,043	\$ 95,726	\$ 99,293	\$ 103,122
PROGRAM REVENUES				
Governmental activities:				
Charges for services:				
General government	\$ 2,968	\$ 3,581	\$ 3,458	\$ 3,425
Judicial	1,921	1,519	1,545	1,600
Financial services	-	-	-	-
Public safety	2,305	2,145	2,762	2,391
Public works	488	952	1,355	520
Planning and zoning	1,721	2,050	1,757	1,416
Culture and recreation	96	85	85	96
Total charges for services	9,499	10,332	10,962	9,448
Operating grants and contributions (1)	1,266	1,385	1,246	2,180
Capital grants and contributions (1)	1,248	1,340	3,905	18,313
Total governmental activities program revenues	12,013	13,057	16,113	29,941
Business-type activities:				
Charges for services:				
Water and sewer	3,671	3,717	4,740	3,976
Solid waste	8,673	8,149	9,363	9,134
Participant recreation	4,812	5,231	5,254	5,314
Stormwater	3,064	3,057	3,174	3,111
Operating grants and contributions (1)	-	-	-	-
Capital grants and contributions (1)	-	-	-	-
Total business-type activities program revenues	20,220	20,154	22,531	21,535
Total primary government program revenues	\$ 32,233	\$ 33,211	\$ 38,644	\$ 51,476

2019	2020	2021	2022	2023	2024
\$ 13,423	\$ 14,791	\$ 15,373	\$ 13,576	\$ 18,426	\$ 12,453
1,116	1,248	1,306	1,269	1,371	1,184
2,387	2,832	3,471	2,902	2,923	3,230
32,629	37,077	37,976	37,569	41,618	52,690
13,870	16,736	16,629	14,026	14,045	21,450
3,318	2,876	3,271	3,273	3,681	5,047
15,367	18,321	16,614	16,902	18,705	22,451
336	364	356	295	631	5,670
82,446	94,245	94,996	89,812	101,400	124,176
4,535	4,277	4,676	4,950	5,143	5,185
11,618	11,422	11,563	11,643	12,914	13,291
6,153	5,326	5,581	6,660	7,648	7,740
2,471	2,478	2,371	2,565	2,895	3,095
24,777	23,503	24,191	25,818	28,600	29,312
\$ 107,223	\$ 117,748	\$ 119,187	\$ 115,630	\$ 130,000	\$ 153,488
\$ 3,798	\$ 3,842	\$ 4,589	\$ 4,444	\$ 6,067	\$ 5,334
1,447	860	1,090	1,574	1,135	1,272
-	-	-	-	16	15
2,634	2,912	2,538	2,491	2,892	2,995
777	1,347	1,160	924	542	-
1,872	2,081	2,538	2,276	2,105	2,523
92	115	74	61	117	1,506
10,620	11,157	11,989	11,770	12,873	13,646
2,077	2,077	6,115	2,498	1,999	5,064
21,408	21,408	18,483	19,680	21,328	21,419
34,105	34,642	36,587	33,948	36,200	40,129
4,073	4,332	4,356	4,791	5,279	5,316
9,992	11,034	11,363	11,985	12,498	13,936
5,355	4,480	4,431	6,291	7,396	7,207
3,095	3,196	3,279	3,384	3,925	4,335
-	-	7	-	-	-
-	-	86	-	-	-
22,515	23,042	23,522	26,451	29,098	30,794
\$ 56,620	\$ 57,684	\$ 60,109	\$ 60,399	\$ 65,298	\$ 70,923

CITY OF ROSWELL, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018
Net (expense)/revenue				
Governmental activities	\$ (61,132)	\$ (61,745)	\$ (61,990)	\$ (50,936)
Business-type activities	1,322	(770)	1,342	(709)
Total primary government net expense	<u>(59,810)</u>	<u>(62,515)</u>	<u>(60,648)</u>	<u>(51,645)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities:				
Taxes				
Property taxes	31,578	32,774	33,165	33,370
Sales taxes	23,965	24,304	24,368	25,827
Hotel/Motel taxes	993	1,068	1,134	1,045
Excise taxes (2)	-	-	-	-
Business taxes	5,603	6,217	6,666	7,738
Total taxes	<u>62,139</u>	<u>64,363</u>	<u>65,332</u>	<u>67,979</u>
Investment earnings	651	973	51	16
Gain on sale of capital assets	60	2,155	-	463
Gain on disposal of leases	-	-	-	-
Miscellaneous	467	264	76	124
Transfers	(48)	(431)	(194)	(56)
Total governmental activities	<u>63,269</u>	<u>67,324</u>	<u>65,265</u>	<u>68,526</u>
Business-type activities:				
Investment earnings	62	150	(40)	(11)
Gain on sale of capital assets	-	90	-	-
Miscellaneous	-	-	-	25
Transfers	48	431	194	56
Total business-type activities	<u>110</u>	<u>671</u>	<u>154</u>	<u>70</u>
Total primary government	<u>63,379</u>	<u>67,995</u>	<u>65,419</u>	<u>68,596</u>
CHANGE IN NET POSITION				
Governmental activities	2,137	5,579	3,275	17,589
Business-type activities	1,432	(99)	1,496	(640)
Total primary government	<u>\$ 3,569</u>	<u>\$ 5,480</u>	<u>\$ 4,771</u>	<u>\$ 16,950</u>

(1) Operating grants and contributions and capital grants and contributions vary widely depending on the grants available from federal, state and local sources. Variances from 2013 to 2020 reflect the changes in grants awarded to the City.

(2) The City began collecting motor rental vehicle excise taxes in 2019.

2019	2020	2021	2022	2023	2024
\$ (48,340)	\$ (64,359)	\$ (58,408)	\$ (55,865)	\$ (65,201)	\$ (84,047)
(2,263)	(462)	(669)	634	499	1,482
(50,603)	(64,821)	(59,077)	(55,231)	(64,702)	(82,565)
35,746	36,401	37,796	38,541	38,211	46,340
27,357	26,029	27,688	33,269	33,941	33,308
1,097	1,007	962	1,575	1,735	1,727
296	263	318	346	390	411
8,174	8,612	9,110	10,170	14,828	15,502
72,670	72,312	75,874	83,901	89,106	97,287
2,280	2,125	245	(2,341)	2,692	12,305
235	-	-	492	825	142
-	-	-	70	-	-
389	203	1,171	474	133	93
118	89	(933)	(632)	(647)	117
75,693	74,727	76,358	81,964	92,108	109,945
256	251	17	(252)	256	732
12	32	70	117	34	37
-	-	-	-	-	-
(118)	(89)	933	632	-	-
149	194	1,020	497	290	769
75,842	74,921	77,377	82,460	92,399	110,713
27,353	10,369	17,950	26,099	26,908	25,897
(2,114)	(268)	351	1,131	1,436	2,133
\$ 25,239	\$ 10,101	\$ 18,300	\$ 27,229	\$ 28,344	\$ 28,031

CITY OF ROSWELL, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General fund										
Nonspendable										
Restricted	\$ 377	\$ 352	\$ 372	\$ 449	\$ 468	\$ 498	\$ 782	\$ 517	\$ 935	\$ 74
Committed	20	1	1	-	-	-	-	-	-	-
Assigned	15,436	16,426	17,200	18,087	860	823	603	639	-	-
Unassigned	3,271	3,475	1,522	1,413	6,504	3,112	2,873	3,342	3,198	-
Total general fund	5,445	5,407	3,976	5,181	24,239	25,179	28,097	26,310	30,155	33,986
	24,549	25,661	23,071	25,130	32,071	29,612	32,355	30,808	34,287	34,059
All other governmental funds										
Nonspendable	114	51	40	54	98	73	56	59	89	47
Restricted	19,839	14,526	14,329	21,958	38,249	53,341	66,258	80,652	183,057	185,156
Committed	422	482	382	348	157	181	210	199	177	188
Assigned	16,405	17,446	17,395	16,354	15,168	15,340	17,676	17,970	21,285	21,052
Unassigned	(553)	(1,409)	(521)	(559)	-	(78)	(9)	(5)	-	-
Total all other governmental funds	36,227	31,096	31,625	38,155	53,672	68,657	84,191	98,875	204,607	206,443
Total all funds	\$ 60,776	\$ 56,757	\$ 54,696	\$ 63,285	\$ 85,743	\$ 98,469	\$ 116,546	\$ 129,683	\$ 238,894	\$ 240,503

CITY OF ROSWELL, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2014	2015	2016	2017	2018
REVENUES					
Taxes	\$ 60,544	\$ 61,970	\$ 64,700	\$ 65,319	\$ 67,951
Licenses and permits	2,201	2,465	2,784	2,484	2,146
Intergovernmental	2,293	2,707	1,875	5,981	20,386
Fines and forfeitures	1,840	2,227	1,814	2,251	2,020
Charges for services	4,357	4,141	4,864	4,825	4,716
Impact fees	669	455	911	1,388	494
Investment earnings (1)	587	651	926	54	20
Contributions	59	26	95	33	87
Miscellaneous	223	513	349	276	340
Total revenues	72,773	75,155	78,319	82,612	98,161
EXPENDITURES					
General government	8,609	9,030	9,793	10,514	11,118
Judicial	1,167	976	1,021	1,123	1,132
Financial services	2,156	2,187	2,278	2,543	2,485
Public safety	24,224	24,192	25,646	27,843	28,506
Public works	8,235	8,514	9,178	8,436	9,398
Planning and zoning	3,129	3,088	3,460	3,194	3,048
Culture and recreation	10,514	10,899	11,236	11,797	12,271
Capital outlay	14,609	17,640	23,031	17,533	27,917
Principal on long-term debt	1,139	5,528	1,596	2,006	2,308
Interest and paying agent fees	422	409	285	327	366
Total expenditures	74,204	82,463	87,524	85,316	98,550
Excess (deficiency) of revenues over expenditures	(1,431)	(7,308)	(9,205)	(2,704)	(390)
OTHER FINANCING SOURCES (USES)					
Sale of Assets	94	110	1,465	223	1,075
Transfers in	9,044	9,242	12,459	12,934	11,584
Transfers out	(8,998)	(8,950)	(12,731)	(13,297)	(11,568)
Proceeds from bond issuance	4,940	-	-	-	-
Premium on bonds issued	351	-	-	-	-
Financed purchases (2)	1,640	-	544	785	4,179
Leases issued (3)	-	-	-	-	-
SBITA contracts issued (4)	-	-	-	-	-
Notes issued	-	-	-	-	-
Installment sales agreement	-	-	3,449	-	3,709
Total other financing sources (uses)	7,071	402	5,186	644	8,978
Net change in fund balances	\$ 5,640	\$ (6,906)	\$ (4,019)	\$ (2,060)	\$ 8,588
Debt service as a percentage of noncapital expenditures	2.6%	8.7%	2.8%	3.4%	3.8%

(1) The differences in interest earnings are due to changes in market conditions.

(2) The City implemented GASB Statement No. 88 in 2019.

(3) The City implemented GASB Statement No.87 in 2022.

(4) The City implemented GASB Statement No.96 in 2023.

2019	2020	2021	2022	2023	2024
\$ 72,719	\$ 71,779	\$ 76,159	\$ 83,977	\$ 88,907	\$ 96,292
2,609	2,840	3,385	3,072	2,794	3,258
22,226	19,500	24,165	22,856	23,049	26,201
1,712	1,453	1,237	1,629	1,672	1,726
5,477	5,537	6,251	6,197	7,213	7,738
1,381	1,307	1,124	897	802	538
2,285	2,130	250	(2,336)	2,676	12,195
504	229	44	360	51	11
608	373	1,309	619	926	971
109,520	105,147	113,925	117,271	128,091	148,931
11,849	11,770	12,471	12,261	13,038	9,026
1,125	1,185	1,248	1,306	1,371	1,086
2,643	2,768	3,003	3,290	2,923	3,230
29,538	32,372	33,546	35,440	39,713	46,065
8,395	8,151	8,268	9,107	9,760	16,701
3,332	2,624	3,093	3,452	3,681	4,793
13,079	13,394	12,939	14,895	16,035	18,552
17,438	19,089	19,257	22,401	20,834	41,366
2,870	3,595	3,850	8,183	5,156	6,036
398	455	398	350	381	4,663
90,668	95,404	98,072	110,684	112,891	151,518
18,852	9,743	15,853	6,587	15,199	(2,587)
284	1,030	346	544	758	284
7,635	12,469	14,159	11,917	14,044	14,188
(7,494)	(12,405)	(15,106)	(12,558)	(14,707)	(14,077)
-	-	-	-	86,200	-
-	-	-	-	2,474	-
2,782	1,890	2,824	2,217	1,550	1,345
-	-	-	2,159	963	2,825
-	-	-	-	1,622	-
-	-	-	2,272	2,729	-
-	-	-	-	-	-
3,605	2,984	2,223	6,550	95,633	4,565
\$ 22,457	\$ 12,727	\$ 18,076	\$ 13,137	\$ 110,832	\$ 1,978
4.4%	5.0%	5.2%	9.8%	6.0%	6.1%

CITY OF ROSWELL, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Taxes		Sales Taxes		Business Tax		Total
2015	\$	31,409	\$	24,958	\$	5,603	\$ 61,970
2016		33,111		25,373		6,217	64,701
2017		33,151		25,502		6,666	65,319
2018		33,341		26,872		7,738	67,951
2019		35,795		28,750		8,174	72,719
2020		35,869		27,298		8,612	71,779
2021		38,081		28,968		9,110	76,159
2022		38,617		35,189		10,170	83,976
2023		38,013		33,941		14,828	86,782
2024		37,557		33,308		15,502	86,366

CITY OF ROSWELL, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Real Property	Privately Owned Public Utilities	Personal and Business (2)	Less: Tax Exempt Property (3)	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value (1)
2015	\$ 4,228,118	\$ 36,838	\$ 472,718	\$ 307,403	\$ 4,430,271	5.455	\$ 11,075,678	40.00%
2016	4,595,712	42,318	381,639	308,863	4,710,806	5.455	11,777,015	40.00%
2017	4,696,074	41,425	321,261	313,711	4,745,049	5.455	11,862,623	40.00%
2018	4,855,631	42,540	272,923	364,090	4,807,004	5.455	12,017,510	40.00%
2019	5,770,414	40,013	244,398	386,443	5,668,382	4.955	14,170,955	40.00%
2020	6,219,291	47,082	252,542	400,608	6,118,307	4.955	15,295,768	40.00%
2021	6,276,398	48,898	242,183	361,669	6,205,810	4.955	15,514,525	40.00%
2022	6,671,389	51,885	244,262	401,461	6,566,075	4.718	16,415,188	40.00%
2023	7,476,734	54,857	237,875	413,169	7,356,297	4.463	18,390,743	40.00%
2024	8,096,095	57,694	261,129	1,539,252	6,875,683	4.949	17,189,208	40.00%

Source: Georgia Department of Revenue and Fulton County Tax Assessor's Department

(1) Assessed values are established by the County Assessment Board on January 1, of each year at 40% of actual value, as required by State law.

(2) Personal and business property includes commercial, industrial and non profit real property, and motor vehicles.

(3) In 2023, Georgia provided homestead tax relief grants to homestead property owners.

CITY OF ROSWELL, GEORGIA
PROPERTY TAX RATES (DIRECT AND OVERLAPPING GOVERNMENTS)
 Last Ten Fiscal Years
 (Mills - rate per \$1,000 of taxable assessed value)

Fiscal Year		City of Roswell				Overlapping Rates				Overlapping Rates				Total		
		Tax Year	General Millage	Option Sales Tax	Total M&O	Debt		Total City		Fulton County		School District				State
						Service Millage	Total	Millage	Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage			
2015	2014	9.292	(4.828)	4.464	0.991	5.455	11.781	-	11.781	-	18.502	-	18.502	0.100	35.838	
2016	2015	9.864	(4.809)	5.055	0.400	5.455	10.500	-	10.500	-	18.502	-	18.502	0.050	34.507	
2017	2016	9.864	(4.839)	5.025	0.400	5.425	10.450	-	10.450	-	18.483	-	18.483	-	34.358	
2018	2017	9.963	(4.758)	5.205	0.250	5.455	10.380	0.250	10.630	18.546	-	-	18.546	-	34.631	
2019	2018	8.954	(4.249)	4.705	0.250	4.955	10.200	0.230	10.430	17.796	-	-	17.796	-	33.181	
2020	2019	8.924	(4.219)	4.705	0.250	4.955	9.899	0.220	10.119	17.796	-	-	17.796	-	32.870	
2021	2020	8.660	(3.955)	4.705	0.250	4.955	9.776	0.220	9.996	17.796	-	-	17.796	-	32.747	
2022	2021	8.587	(3.969)	4.618	0.100	4.718	9.330	0.210	9.540	17.590	-	-	17.590	-	31.848	
2023	2022	9.083	(4.720)	4.363	0.100	4.463	8.870	0.200	9.070	17.240	-	-	17.240	-	30.773	
2024	2023	8.704	(4.655)	4.049	0.900	4.949	8.870	0.180	9.050	17.140	-	-	17.140	-	31.139	

Source:

State Department of Revenue

Note:

The City's basic property tax rate may be increased by majority vote of the City's Mayor and Council. Rates for debt service are set based on yearly requirements.

Overlapping rates are those of local and county governments that apply to property owners within the City.

CITY OF ROSWELL, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(amounts expressed in thousands)

Taxpayer	2024			2015*		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Calibre Creek Apartment Partner	\$ 71,260	1	1.04%	\$ 35,328	3	0.80%
WRPV XIV Roswell Village LLC	46,260	2	0.67%			
SMRE Roswell SPE LLC	45,070	3	0.66%			
Development Authority of Fulton	43,250	4	0.63%			
MSC Roswell TIC MMZ LLC ET AL	39,600	5	0.58%			
VR Champions Parkway Holdings	33,980	6	0.49%			
Seven Pines LLC	33,670	7	0.49%			
SE Georgia Property Owner LLC	30,480	8	0.44%			
BR Roswell LLC	29,830	9	0.43%			
OHBR LLC	29,790	10	0.43%			
Fulton County Board of Education				84,275	1	1.90%
City of Roswell				56,515	2	1.28%
Strata Roswell LLC				33,503	4	0.76%
Northmeadow Investors LLC				23,720	5	0.54%
Kimberly-Clark Corp				23,356	6	0.53%
Amireit				17,023	7	0.38%
Mansell Office, LLC				16,000	8	0.36%
Fulton County				15,986	9	0.36%
Catholic Continuing Care				14,893	10	0.34%
Totals	<u>\$ 403,190</u>		<u>5.86%</u>	<u>\$ 320,599</u>		<u>7.24%</u>

Source:
Financial Services Division within the City Finance Department.

* Older "Nine Years Ago" data included non-taxpayers with assessed property value. The change in recent years is not a reflection those owners are no longer present.

CITY OF ROSWELL, GEORGIA
PROPERTY TAX LEVIES AND COLLECTION
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	22,323	21,868	97.96%	434	22,302	99.91%
2016	24,202	23,704	97.94%	474	24,178	99.90%
2017	24,789	24,393	98.40%	369	24,762	99.89%
2018	25,507	24,992	97.98%	479	25,471	99.86%
2019	27,253	26,563	97.47%	636	27,199	99.80%
2020	26,503	25,667	96.85%	764	26,431	99.73%
2021	27,162	26,573	97.83%	500	27,073	99.67%
2022	26,793	26,419	98.60%	248	26,667	99.53%
2023	26,840	26,417	98.42%	202	26,619	99.18%
2024	32,465	31,630	97.43%	-	31,630	97.43%

Source:

Financial Services Division within the City Finance Department.

Note:

Taxes levied have been adjusted to include subsequent bills. If an assessment is in appeal at the time of the billing, the City bills 85% of the taxable amount. When the appeal is settled, the City then sends a bill for the adjusted amount.

CITY OF ROSWELL, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Fiscal Year	Governmental Activities						Business-Type Activities			
	General						Business-Type Activities			
	Obligation Bonds (1)	Leases (1)	Software (1)	Financed Purchases (1)	Notes Payable (1)	Total	Notes Payable (1)	Total Primary Government	Percentage of Personal Income (2)	Debt Per Capita (2)
2015	\$ 12,872	\$ 1,282	\$ -	\$ -	\$ -	\$ 14,154	\$ 7,818	\$ 21,972	0.54%	\$ 234
2016	11,409	1,605	-	3,449	-	16,463	14,457	30,920	0.72%	327
2017	9,932	2,096	-	3,132	-	15,160	13,984	29,144	0.76%	308
2018	8,426	2,992	-	5,607	3,634	20,659	13,347	34,006	0.78%	359
2019	6,915	944	-	9,778	3,271	20,908	12,700	33,608	0.66%	355
2020	5,363	2,393	-	8,473	2,906	19,135	12,045	31,180	0.55%	329
2021	3,807	3,295	-	8,248	2,723	18,073	11,872	29,945	0.51%	315
2022	2,213	4,157	-	5,762	4,627	16,759	12,797	29,556	0.59%	311
2023	89,206	3,384	983	6,079	6,732	106,384	12,796	106,384	2.31%	1,288
2024	85,345	4,532	1,484	6,257	6,078	103,696	12,346	103,696	1.92%	1,251

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

Sources:
 (1) City Finance Department
 (2) See the Schedule of Demographic and Economic Statistics for population data

CITY OF ROSWELL, GEORGIA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2015	\$ 12,872	\$ 2,520	\$ 10,352	0.09%	\$ 110
2016	11,409	2,711	8,698	0.07%	92
2017	9,932	2,978	6,954	0.06%	74
2018	8,426	2,547	5,879	0.05%	62
2019	6,915	2,500	4,415	0.03%	47
2020	5,363	2,392	2,971	0.02%	31
2021	3,807	2,312	1,495	0.01%	16
2022	2,213	1,285	928	0.01%	10
2023	89,206	337	88,869	0.48%	960
2024	85,345	1,294	84,051	0.49%	906

Note:

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

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

CITY OF ROSWELL, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2024
(amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Debt repaid with property taxes (1)			
Fulton County	\$ 224,544	7.69%	\$ 17,103
Fulton County Board of Education	-	14.47%	-
Total direct and overlapping debt	<u>\$ 224,544</u>		<u>\$ 17,103</u>
City of Roswell direct debt			
Bonds payable	85,345	100.00%	85,345
Capital leases payable	4,532	100.00%	4,532
Financed purchases payable	6,257	100.00%	6,257
Notes payable	6,078	100.00%	6,078
Total direct debt	<u>102,212</u>		<u>102,212</u>
Total direct and overlapping debt	<u>\$ 326,756</u>		<u>\$ 119,315</u>

Sources:

2022 Assessed value data used to establish estimate applicable percentages are located in the Fulton County 2023 Tax Notices and City of Roswell Finance Department records. Debt outstanding data provided by each government unit.

Notes:

Overlapping government are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Roswell. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden of the 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) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

CITY OF ROSWELL, GEORGIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit (10% of total assessed value)	\$ 473,767	\$ 501,956	\$ 505,865	\$ 519,002	\$ 605,470	\$ 651,887	\$ 656,729	\$ 656,608	\$ 737,110	\$ 841,333
Total net debt applicable to limit	10,352	8,698	6,954	5,879	4,415	2,971	1,495	928	88,869	84,051
Legal debt margin	\$ 463,387	\$ 491,734	\$ 496,508	\$ 510,714	\$ 601,037	\$ 648,642	\$ 655,234	\$ 655,680	\$ 648,241	\$ 757,282
Total net debt applicable to the limit as a percentage of debt limit										9.99%
Assessed Value									\$ 6,874,074	
Add back: exempt real property									1,539,252	
Total assessed value									8,413,326	
Debt limit (10% of total assessed value)									841,333	
Debt applicable to limit:										
General obligation bonds									85,345	
Less: Amount set aside for repayment of general obligation debt									(1,294)	
Total net debt applicable to limit									84,051	
Legal debt margin									\$ 757,282	

Note:

Under state finance law, the City's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

CITY OF ROSWELL, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Calendar Year	Population	Personal Income (in thousands) (1)	Per Capita Personal Income (1)	Median Age	School Enrollment (2)	Unemployment Rate (3)
2015	94,089	\$ 4,036,418	\$ 42,900	37.90	14,791	8.30
2016	94,501	4,308,962	45,597	38.80	24,413	7.10
2017	94,598	3,851,179	40,711	36.00	22,615	6.00
2018	94,786	4,353,331	45,928	38.50	25,096	5.80
2019	94,650	5,130,219	54,202	40.60	22,867	4.80
2020	94,763	5,658,204	59,709	39.30	23,345	4.80
2021	94,959	5,834,334	61,441	38.60	22,505	2.80
2022	94,884	5,046,595	53,187	39.50	17,118	2.20
2023	92,532	5,148,295	55,638	37.50	18,043	2.70
2024	92,770	6,035,709	65,061	40.10	24,393	3.20

Sources:

U.S. Census Bureau for the population, personal income, median age, per capita income and unemployment rate. Statistics are for the City of Roswell except for the unemployment rate which is for the state of Georgia.

(1) 2021 Personal income and per capita income are estimates based on the Fulton County increase from the U.S. Department of Commerce-Bureau of Economic Analysis.

(2) The school enrollment for 2012 to 2015 public schools enrollment and provided by the Fulton County Board of Education; 2016 to 2024 is U.S. Census Bureau school-age children estimates.

(3) The unemployment rate for 2024 is from the Georgia Department of Labor, Civilian Labor Force Estimates.

**CITY OF ROSWELL, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2024			2015		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
General Motors (Innovation Center)	1,200	1	2.15%	700	4	1.35%
Kimberly-Clark Corporation	997	2	1.79%	1,312	1	2.54%
City of Roswell	649	3	1.16%	598	5	1.15%
Wellstar/N Fulton Reg'l Hospital	567	4	1.02%	841	3	1.63%
Yardi Systems	559	5	1.00%			
UPS	409	6	0.73%			
Sourceone Corp	328	7	0.59%			
McKesson Corporation	301	8	0.54%			
OTR Solutions	288	9	0.52%			
LGE Community Credit Union	282	10	0.51%			
Verizon Wireless				1,164	2	1.73%
Roswell Nursing & Rehabilitation				277	6	0.52%
Wal-mart Stores East LP				296	7	0.51%
Colibrium Direct LLC				223	8	0.43%
Target Store T-1761				215	9	0.42%
Promethean Inc				207	10	0.40%
Total	<u>5,580</u>		<u>10.00%</u>	<u>5,833</u>		<u>10.68%</u>

Source:
City of Roswell Economic & Community Development Department.

CITY OF ROSWELL, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/Program										
Administration - General Fund										
Building Operations	9.00	9.00	9.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
City Administrator	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00
City Clerk	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
Community Relations	6.00	6.00	6.00	7.00	7.00	7.00	7.00	7.00	7.00	11.00
Court Services	4.00	4.00	5.00	5.00	6.00	7.00	7.00	7.00	7.00	8.00
General Administration	1.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	4.50	2.00
Information Technology	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	10.00	12.00
Governing Body	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Customer Service	-	-	-	-	-	-	-	-	-	7.00
Human Resources	5.00	5.00	5.00	5.00	5.00	4.80	4.80	4.80	4.80	8.00
Legal	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00
Geographic Information Services	-	-	-	-	-	2.00	2.00	2.00	2.00	2.00
City Sponsored Special Events	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-	-
Economic Development	-	-	-	-	-	-	1.00	1.00	1.00	1.00
Security	-	-	1.00	2.00	2.00	2.00	2.00	2.00	2.00	-
Total Administration - General Fund	46.50	47.50	49.50	50.50	51.50	54.30	55.30	55.30	56.30	66.00
Community Development - General Fund										
Building Inspections	-	-	-	-	-	7.00	8.00	8.00	7.00	-
Business Registration	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Code Enforcement	-	-	-	-	-	4.00	4.00	4.00	5.00	15.00
Com Dev Support Services	3.00	4.00	4.00	4.00	4.00	6.00	6.00	6.00	7.00	5.00
Community Develop Admin	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00
Economic Development	-	-	-	-	-	-	-	-	-	-
Customer Service	-	-	-	-	-	-	-	-	-	1.00
Engineering	9.00	8.00	8.00	8.00	9.00	10.00	10.00	10.00	10.00	-
Geographic Information Services	4.00	4.00	4.00	4.00	4.00	-	-	-	-	-
Planning and Zoning	7.00	7.00	7.00	8.00	8.00	8.00	8.00	8.00	8.00	1.00
Total Community Development - General Fund	27.00	27.00	27.00	28.00	29.00	38.00	39.00	39.00	40.00	24.00
Environmental / Public Works - General Fund										
Environmental/PW Administration	-	-	-	-	-	-	-	-	-	-
Environmental Protection	-	-	-	-	-	-	-	-	-	-
Total Environmental / Public Works - General Fund	-	-	-	-	-	-	-	-	-	-
Finance - General Fund										
Accounting	4.00	5.00	5.00	7.00	7.00	6.00	6.00	6.00	6.00	3.00
Cash Disbursements	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00	3.50	4.00
Cash Receipting	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.50	4.00
Finance Administration	4.00	4.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00	2.00
Financial Services	8.00	8.00	8.00	8.00	8.00	9.00	9.00	9.00	9.00	7.00
Purchasing	3.00	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	2.00
Business Registration	3.00	3.00	-	-	-	-	-	-	-	-
Grants Administration	-	-	-	-	-	-	-	-	-	3.00
Strategic Planning & Budget	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00	4.00
Treasury	-	-	-	-	-	-	-	-	-	-
Total Finance - General Fund	30.00	31.00	28.00	30.00	30.00	31.00	31.00	32.00	32.00	29.00
Fire - General Fund										
Fire Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	9.00
Fire Marshal	9.00	9.00	9.00	9.00	10.00	10.00	10.00	10.00	10.00	-
Fire Suppression	7.00	7.00	7.00	7.00	8.00	8.00	8.00	8.00	29.00	-
Community Risk Reduction	-	-	-	-	-	-	-	-	-	6.00
Fire Operations	-	-	-	-	-	-	-	-	-	48.00
Emergency Management Office	-	-	-	-	-	-	-	-	-	1.00
Public Safety Training Facility	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total Fire - General Fund	19.00	19.00	19.00	19.00	21.00	21.00	21.00	21.00	42.00	65.00

Continued

CITY OF ROSWELL, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/Program										
Police - General Fund										
General Investigations	26.00	20.00	20.00	25.00	25.00	19.00	17.00	17.00	20.00	21.00
Jail / Detention	18.00	18.00	18.00	-	-	-	-	-	-	-
Patrol	84.00	94.00	94.00	79.00	79.00	94.00	94.00	94.00	97.00	91.00
Park Police	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	4.00
Police - Admin Services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Police - Office of Professional Standards	-	7.00	7.00	11.00	12.00	9.00	12.00	12.00	12.00	9.00
Police - Support Services	29.00	20.00	20.00	23.00	25.00	29.00	27.00	27.00	25.00	32.00
Special Investigations	14.00	16.00	16.00	17.00	17.00	11.00	13.00	13.00	13.00	18.00
Traffic Enforcement Unit	12.00	13.00	13.00	15.00	16.00	12.00	13.00	13.00	12.00	11.00
Total Police - General Fund	191.00	196.00	196.00	178.00	182.00	182.00	184.00	184.00	187.00	189.00
Recreation and Parks - General Fund										
Barrington Hall	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Bulloch Hall	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Cultural Arts	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00
Historic & Cultural Affairs	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	4.00
Municipal Complex Grounds	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
Parks	53.00	51.00	51.00	52.00	53.00	53.00	53.00	53.00	56.00	60.00
Recreation and Parks - Administration	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	-
Recreation and Parks Support Services	21.00	21.77	21.77	21.27	21.27	21.27	21.80	21.80	20.90	27.00
City Sponsored Special Events	-	-	-	-	-	-	-	-	3.00	-
Smith Plantation	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Total Recreation and Parks - General Fund	84.00	83.77	83.77	84.27	87.27	87.27	87.80	87.80	92.90	94.00
Transportation - General Fund										
Transportation Engineering & Design	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00	6.00	3.00
Transportation Planning	3.00	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	3.00
Land Acquisition and Development	3.00	3.00	3.00	3.00	3.00	-	-	-	-	-
Transportation Construction	-	-	-	-	-	-	-	-	-	5.00
Street Maintenance	31.00	31.00	31.00	31.00	31.00	31.00	31.00	31.00	31.00	20.00
Traffic Engineering	18.00	18.00	18.00	18.00	19.00	19.00	19.00	19.00	19.00	19.00
Transportation Administration	4.00	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	3.00
Total Transportation - General Fund	64.00	64.00	64.00	64.00	65.00	65.00	65.00	65.00	65.00	53.00
Total General Fund	461.50	468.27	467.27	453.77	465.77	478.57	483.10	484.10	515.20	520.00
E-911 Fund	22.00	22.00	26.00	26.00	27.00	29.00	29.00	29.00	29.00	29.00
Water and Sewer Fund										
Water Administration	2.25	1.70	2.03	2.43	2.43	2.43	2.23	2.23	2.23	4.00
Water Distribution	8.50	8.75	8.75	8.50	8.50	8.50	9.85	9.85	9.85	9.00
Water Plant	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	8.00
Total Water and Sewer Fund	17.75	17.45	17.78	17.93	17.93	17.93	19.08	19.08	19.08	21.00
Stormwater Utility Fund	13.20	13.20	13.53	14.48	14.48	14.48	13.98	13.98	13.98	10.00

Continued

CITY OF ROSWELL, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/Program										
Solid Waste and Recycling Fund										
Solid Waste and Recycling Admin	7.05	7.25	7.25	8.24	8.24	8.24	7.94	7.94	7.94	
Residential Collection	34.00	34.00	34.00	34.00	34.00	31.00	32.00	32.00	32.00	28.00
Commercial Collection	8.00	8.00	8.00	8.00	8.00	8.00	7.00	8.00	7.00	6.00
Recycling Center	6.00	6.00	6.00	6.00	6.00	7.00	7.00	7.00	8.00	7.00
Total Solid Waste and Recycling Fund	55.05	55.25	55.25	56.24	56.24	54.24	53.94	54.94	54.94	41.00
Fleet Services Fund	8.00	8.10	8.43	7.35	7.35	8.35	9.00	9.00	9.00	8.00
Participant Recreation Fund										
Recreation Participation Administration	4.71	4.39	4.39	4.26	4.26	4.26	5.02	5.02	5.01	6.00
Recreation Participation Fund	-	-	-	-	-	-	-	-	-	1.00
Recreation Participation - Health & Wellness	-	-	-	-	-	-	-	-	-	4.00
Recreation Participation - Team Sports	-	-	-	-	-	-	-	-	-	1.00
Recreation Participation - Racquet Sports	-	-	-	-	-	-	-	-	-	1.00
Recreation Participation - Gymnastics	-	-	-	-	-	-	-	-	-	1.00
Recreation Participation - Performing Arts	-	-	-	-	-	-	-	-	-	1.00
Recreation Participation - Active Adults	-	-	-	-	-	-	-	-	-	-
Recreation Participation - General Programs	0.58	0.12	0.12	0.05	0.05	0.05	0.29	0.29	0.29	-
Recreation Participation - Athletics	3.06	4.14	4.14	4.17	4.17	4.17	3.89	3.89	3.90	-
Recreation Participation - Tennis	0.58	0.58	0.58	1.00	1.00	1.00	1.03	1.03	1.03	-
Recreation Participation - Swim/Sprayground	0.04	-	-	-	-	-	0.10	0.10	0.10	-
Recreation Participation - Gym/Phys Fitness	1.64	1.64	1.64	2.14	2.14	2.14	3.05	3.05	3.05	-
Recreation Participation - Dance, Drama, Music	1.16	1.31	1.31	1.31	1.31	1.31	1.31	1.31	2.31	-
Recreation Participation - Arts and Crafts	0.11	0.11	0.11	0.11	0.11	0.11	0.13	0.13	0.13	-
Recreation Participation - Adult Rec Center	1.25	3.25	3.25	3.55	2.55	2.55	1.55	1.55	0.89	-
Recreation Participation - City Events	3.09	2.16	2.16	1.61	1.61	1.61	-	-	0.50	-
Recreation Participation - ERRP	0.63	0.83	0.83	0.83	0.83	0.83	0.89	0.89	1.55	-
Recreation Participation - Rentals	0.15	0.70	0.70	0.70	0.70	0.70	0.59	0.59	-	-
Recreation Participation - Adult Rec Center Pool	0.15	0.70	-	-	-	-	0.35	0.35	0.35	-
Total Participant Recreation Fund	17.15	19.93	19.23	19.73	18.73	18.73	18.20	18.20	19.10	15.00
CDBG Grant Fund	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	-
Workers' Compensation Fund	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Group Health Insurance Fund	1.00	1.00	1.00	1.00	1.00	1.20	1.20	1.20	1.20	-
Risk and Liability Fund	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
GRAND TOTAL, ALL FUNDS	598.15	607.70	611.00	599.00	611.00	625.00	630.00	632.00	664.00	649.00
BY DEPARTMENT										
Administration	50.00	51.00	53.00	54.00	55.00	58.00	59.00	59.00	60.00	68.00
Community Development	27.00	27.00	27.00	28.00	29.00	38.00	39.00	39.00	40.00	24.00
Environmental/Public Works	94.00	94.00	95.00	96.00	96.00	95.00	96.00	97.00	97.00	80.00
Finance	30.00	31.00	28.00	30.00	30.00	31.00	31.00	32.00	32.00	29.00
Fire	19.00	19.00	19.00	19.00	21.00	21.00	21.00	21.00	42.00	65.00
Police	213.00	218.00	222.00	204.00	209.00	211.00	213.00	213.00	216.00	218.00
Recreation and Parks	101.15	103.70	103.00	104.00	106.00	106.00	106.00	106.00	112.00	109.00
Transportation	64.00	64.00	64.00	64.00	65.00	65.00	65.00	65.00	65.00	56.00
Total City Employees	598.15	607.70	611.00	599.00	611.00	625.00	630.00	632.00	664.00	649.00

(1) City reorganized in FY2024.

Source:
City Budget Office

CITY OF ROSWELL, GEORGIA
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function										
Police										
Calls for service	67,563	76,723	111,004	118,548	116,352	112,416	114,411	129,526	144,858	148,397
Traffic stops	24,340	24,382	21,867	24,631	16,608	12,406	14,727	16,805	21,370	18,922
Part 1 Crimes Index Rate	24	25	19	19	16	14	15	17	14	14
Fire										
Fire Calls	3,126	3,344	3,784	3,831	3,931	4,516	4,710	2,808	2,677	4,322
Fires extinguished	174	188	211	152	169	165	156	82	-	92
EMS Calls	5,060	4,951	5,269	5,512	5,618	5,100	5,273	6,686	7,114	5,790
Response Time (3)	-	-	-	-	-	-	6:12	6:27	7:05	5:54
Building Inspections (3)	-	-	-	-	-	-	7,518	5,419	5,860	5,084
Plan Reviews (3)	-	-	-	-	-	-	738	935	659	875
Community development										
Building permits issued	2,108	4,996	6,920	2,979	3,378	2,861	3,355	2,914	2,663	2,886
Refuse collection										
Household garbage collected-tons per year	13,078	20,150	20,754	21,392	21,930	23,464	25,829	20,350	20,359	19,704
Curbside recycling collected-tons per year	7,597	6,674	8,897	7,377	7,091	6,385	6,302	6,648	6,648	5,622
Glass recycling collected-tons per year (2)	-	-	3,583	3,180	274	1,405	1,067	123	88	73
Yard waste collected-tons per year	7,527	7,274	6,363	6,322	6,296	6,321	6,465	5,724	4,806	4,526
Recycling from recycle center-tons per year	1,698	1,625	1,752	1,828	1,779	1,621	1,861	1,149	1,045	1,036
Parks and recreation										
Registered participants (1)	32,767	26,817	32,449	31,308	31,140	25,867	24,057	34,209	39,560	43,659
Park acres maintained	912	987	987	1,057	1,057	1,084	1,048	1,065	1,067	1,067
Total Point of Sale Participants (1)	100,263	47,087	46,679	51,132	62,246	36,448	37,392	60,484	69,766	72,260
Total Facility Rentals (1)	2,373	1,148	1,527	1,835	1,777	1,084	907	2,196	2,235	2,340
Water										
Water production in MGD (3)	397	278	537	540	584	328	609	643	639	655
Sanitation										
Number of residential customers	26,120	26,120	25,720	26,000	24,893	26,422	25,179	26,001	26,093	26,422
Number of commercial customers	972	955	854	993	1,282	877	1,267	1,260	1,273	979

Sources:
Various city departments.

Note:
Operating indicators are not available for the general government function.

(1) Through June 2017, included Glass recycling collected.

(2) Water production was lower in previous years. The new plant came in May of 2016 and is permitted to produce 3.3 MG per day. Prior to the new plant, water was purchased from Fulton County to supplement the City's system demands. Now all of the water needed has meet the system's demand.

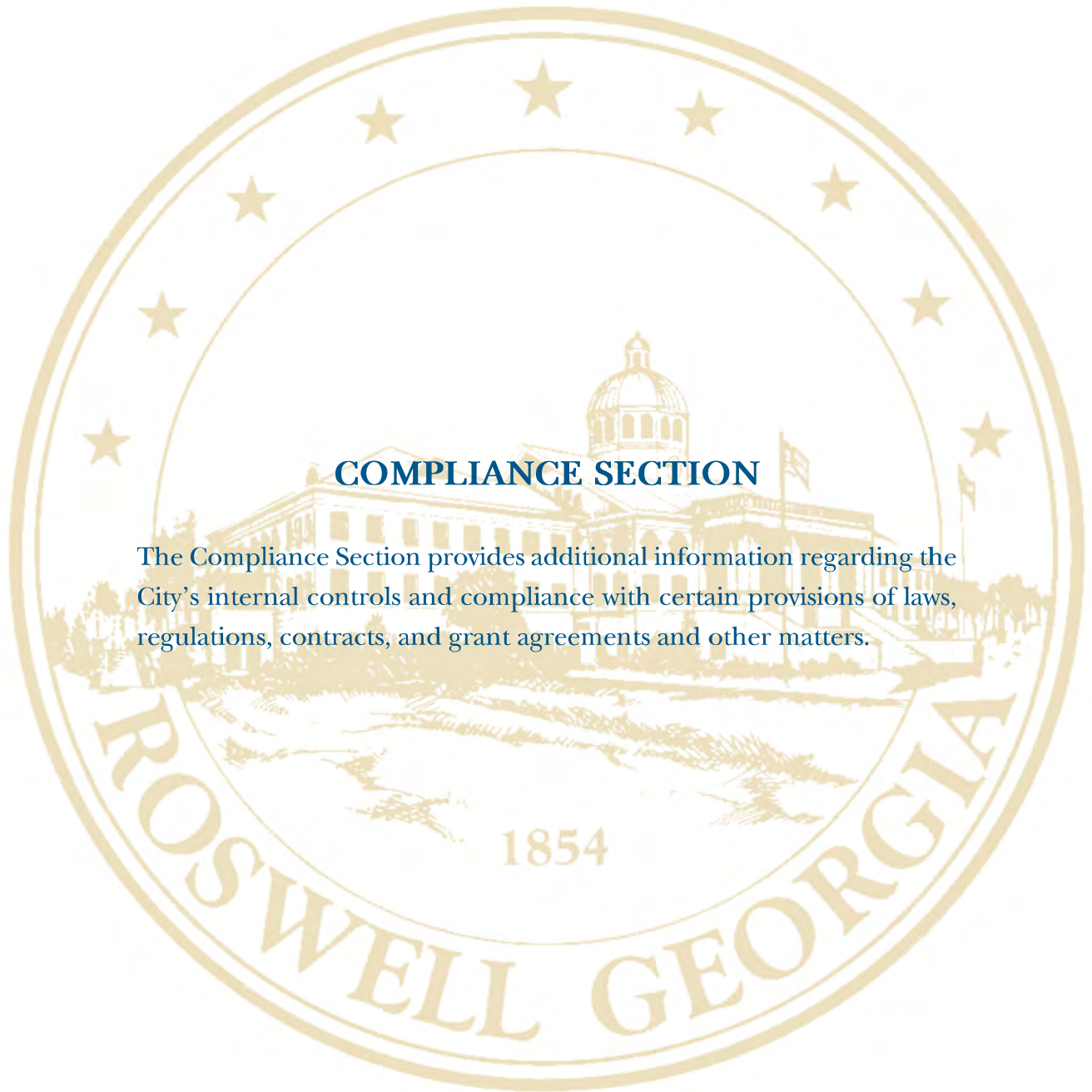
(3) Missing statistics represent changes in indicators tracked by the department.

CITY OF ROSWELL, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function										
General government										
Vehicles	55	55	55	56	58	68	65	65	49	51
Buildings	30	30	30	30	30	30	30	30	30	30
Police										
Vehicles	208	215	214	219	236	241	265	265	252	250
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	7	7	7	7	7	7	7	7	7	7
Fire hydrants	4,530	5,175	5,186	5,211	5,226	5,316	5,355	5,363	5,366	5,389
Parks and recreation										
Acreage	917	987	987	1,057	1,057	1,057	1,057	1,065	1,067	1,067
Parks and playgrounds	22	22	22	22	22	22	22	22	22	22
Athletic fields	44	44	44	44	44	44	44	44	44	44
Recreational buildings	9	9	11	18	18	18	18	18	18	18
Swimming pools	1	2	2	2	2	2	2	2	2	2
Tennis courts	34	32	28	28	28	28	28	28	28	28
Pickleball courts	-	-	-	4	4	4	4	4	4	4
Transportation										
Paved roads in miles	385	326	360	360	360	360	360	360	360	329
Traffic signals	154	102	103	102	100	110	101	102	103	104
Water										
Water mains (miles) (1)	201	201	87	87	88	89	89	90	90	90
Water plant	1	1	1	1	1	1	1	1	1	1

Sources:
City of Roswell capital asset inventory system.

(1) The difference in the number from fiscal year 2008 to fiscal year 2017 is the result of water mains that have been abandoned in place and the Fulton County Lines within our system boundary; 2017 is the Roswell Water Utility only.



COMPLIANCE SECTION

The Compliance Section provides additional information regarding the City's internal controls and compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters.

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Roswell, Georgia's (the "City"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated December 30, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of 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 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.

CKH CPAs and Advisors, LLC

CKH CPA's and Advisors, LLC
Atlanta, Georgia
December 30, 2024



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

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Roswell, Georgia's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City's major federal programs for the year ended June 30, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

CKH CPAs and Advisors, LLC

CKH CPA's and Advisors, LLC
Atlanta, Georgia
December 30, 2024



**CITY OF ROSWELL, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Direct Awards:</i>			
Community Development Block Grant	14.218	B-17-MC-13-0018	\$ 184,376
Total Entitlement Grants Cluster			184,376
Total U.S. Department of Housing and Urban Development			184,376
U.S. DEPARTMENT OF JUSTICE			
<i>Direct Awards:</i>			
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-22-GG-04541-PPSE	9,661
Bulletproof Vest Partnership Program	16.607	2022BUBX22031602	23,418
Public Safety Partnership and Community Policing Grants	16.710	15PBJA22GG00068BRND	6,788
Nonpoint Source Implementation Grant	66.460	8734-1001-M44021-EPW 319 Grant	56,340
Safe Streets and Roads for All	20.939	693JJ32340032	32,392
			128,600
<i>Passed through City of Atlanta, Georgia:</i>			
Congressionally Recommended Awards	16.753	15PBJA22GG00068BRND	29,182
Total U.S. Department of Justice			157,782
U.S. DEPARTMENT OF TREASURY			
<i>Direct Awards:</i>			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.019	COVID-19	2,295,228
Total U.S. Department of Treasury			2,295,228
Total Expenditures of Federal Awards			\$ 2,637,386

See accompanying notes to schedule of expenditures of federal awards.

CITY OF ROSWELL, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR
THE YEAR ENDED JUNE 30, 2024

(1) Summary of Significant Accounting Policies

Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recognized when the related Fund liability is incurred.

In instances where the grant agreement requires the City to match grant awards with City funds, such matching funds are excluded in the accompanying Schedule of Expenditures of Federal Awards.

Federal grant programs which are administered through State agencies (pass-through awards) have been included in this report. These programs are operated according to Federal regulations promulgated by the Federal agency providing the funding.

The City did not utilize the 10% de minimis indirect cost rate.

CITY OF ROSWELL, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR
THE YEAR ENDED JUNE 30, 2024

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the
financial statements audited were prepared in
accordance with GAAP:

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

___ Yes X No

Significant deficiencies identified?

___ Yes X None reported

Noncompliance material to financial statements noted?

___ Yes X No

Federal Awards

Internal Control over major programs:
Material weakness(es) identified?

___ Yes X No

Significant deficiency(ies) identified?

___ Yes X None reported

Type of auditor's report issued on compliance for
Major federal programs

Unmodified

Any audit findings disclosed that are required to be
reported in accordance with
2 CFR 200.516(a)?

___ Yes X No

Identification of major federal programs:

Assistance Listing Number
21.027

Name of Federal Program or Cluster
State and Local Fiscal Recovery Funds
Department of Treasury

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

\$750,000

Auditee qualified as low-risk auditee?

___ Yes X No

**CITY OF ROSWELL, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None reported

THIS PAGE INTENTIONALLY LEFT BLANK.



APPENDIX B

FORM OF CONTINUING DISCLOSURE CERTIFICATE

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (this “Disclosure Certificate”) is executed and delivered by the City of Roswell, Georgia (the “City”) in connection with the issuance of \$93,400,000* in aggregate principal amount of City of Roswell, Georgia General Obligation Bonds, Series 2025. The Bonds are being issued pursuant to a resolution of the Council of City, adopted on June 30, 2025 (the “Bond Resolution”). The City hereby covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the City for the benefit of the Beneficial Owners (as herein defined) of the Bonds and in order to assist the Participating Underwriters (as herein defined) in complying with the Rule (as herein defined).

SECTION 2. Definitions. In addition to the definitions set forth in the Bond Resolution, which apply to any capitalized terms used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” shall mean any Annual Report provided by the City pursuant to the Rule and this Disclosure Certificate.

“Beneficial Owner” shall mean any person who (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any of the Bonds (including persons holding the Bonds through nominees, depositories or other intermediaries) or (b) is treated as the owner of any of the Bonds for federal income tax purposes.

“Dissemination Agent” shall mean any person(s) appointed from time to time by the City to assist in carrying out its obligations under this Disclosure Certificate.

“EMMA” means the MSRB’s Electronic Municipal Market Access System, as described in Securities Exchange Act of 1934, Act Release No. 34-59062, which receives electronic submissions of the Annual Report on the EMMA website at <http://www.emma.msrb.org>.

“Fiscal Year” shall mean any period of twelve consecutive months adopted by the City as its fiscal year for financial reporting purposes and shall initially mean the period beginning on January 1 of each calendar year and ending December 31 of the next calendar year.

“Listed Events” shall mean any of the events listed in Section 5 of this Disclosure Certificate.

“MSRB” shall mean the Municipal Securities Rulemaking Board, or any successor thereto. Currently, the MSRB’s address is:

MSRB
1900 Duke Street, Suite 600
Alexandria, VA 22314
Attn: Disclosure

“Participating Underwriters” shall mean the original purchasers of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

“Rule” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

SECTION 3. Provision of Annual Reports.

(a) Not later than the last day of the seventh month after the end of the Fiscal Year, commencing with Fiscal Year 2025, the City shall provide, or cause the Dissemination Agent (if other than the City)

to provide, an Annual Report electronically to EMMA. The Annual Report will be made to EMMA as PDF files configured to permit documents to be saved, viewed, printed and retransmitted by electronic means. In each case, the Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate. Notwithstanding the foregoing, the audited financial statements of the City may be submitted separately from the balance of the Annual Report when such audited financial statements are available. In the event that the audited financial statements are not included with the Annual Report and will be submitted at a later date, the City shall include unaudited financial statements in the Annual Report and shall indicate in the Annual Report the date on which the audited financial statements will be submitted. The audited financial statements when available will be provided to EMMA.

(b) Not later than 15 business days prior to the date specified in paragraph (a) of this Section 3 for providing the Annual Report to EMMA, the City shall provide the Annual Report to the Dissemination Agent (if other than the City). If the City is unable to provide an Annual Report by the date required in paragraph (a), the Dissemination Agent shall send a timely notice to EMMA in substantially the form attached as Exhibit A.

(c) The Dissemination Agent shall also:

(i) determine each year prior to the date for providing the Annual Report, the manner of filing with EMMA; and

(ii) (if the Dissemination Agent is other than the City) file a report with the City certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided to EMMA.

SECTION 4. Content of Annual Reports. The City's Annual Report shall contain or incorporate by reference the following:

(a) If audited financial statements are not yet available, the unaudited financial statements of the City, and when audited financial statements are available, the audited financial statements of the City, both such types of financial statements to be prepared in conformity with generally accepted accounting principles, as in effect from time to time.

(b) If the accounting principles changed from the previous fiscal year, a description of the impact of the change as required by Section 8 of this Disclosure Certificate.

(c) A statement indicating that the fiscal year has not changed, or, if the fiscal year has changed, a statement indicating the new fiscal year.

(d) Tabular information for the preceding Fiscal Year regarding the following categories of financial information and operating data of the City of the type and in the format set forth in the Official Statement under the following sections:

- (1) "CITY DEBT STRUCTURE - Summary of City Debt and Overlapping Debt by Category;"
- (2) "CITY DEBT STRUCTURE – Tax Supported Debt Ratios;"
- (3) "CITY DEBT STRUCTURE – Limitations of City Debt;"
- (4) "CITY AD VALOREM TAXATION – Tax Collection;"
- (5) "CITY AD VALOREM TAXATION – Tax Rates - Mills;"
- (6) "CITY AD VALOREM TAXATION – Principal Taxpayers;"
- (7) "CITY FINANCIAL INFORMATION - General Fund History;" and
- (8) "CITY FINANCIAL INFORMATION – Budgetary Process and Accounting Practices."

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues with respect to which the City is an "obligated person" (as defined by the Rule), which have been filed in accordance with the Rule and the other rules of the Securities and Exchange Commission. If the document incorporated by reference is a final official statement, it must be available from the MSRB. The City shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events.

(a) The City shall give, or cause to be given, notice to EMMA, in an electronic format as prescribed by the MSRB, of the occurrence of any of the following events with respect to the Bonds within ten business days of the occurrence of the event:

- (i) Principal and interest payment delinquencies.
- (ii) Non-payment related defaults, if material.
- (iii) Unscheduled draws on debt service reserves reflecting financial difficulties.
- (iv) Unscheduled draws on credit enhancements reflecting financial difficulties.
- (v) Substitution of credit or liquidity providers, or their failure to perform.
- (vi) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5071-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds.
- (vii) Modifications to rights of the Bondholders, if material.
- (viii) Bond calls, if material, and tender offers.
- (ix) Defeasances.
- (x) Release, substitution or sale of property securing repayment of the Bonds, if material.
- (xi) Rating changes.
- (xii) Bankruptcy, insolvency, receivership or similar event of the City.
- (xiii) The consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, other than in the ordinary course of business, or the entry into a definitive agreement relating to any such actions, other than pursuant to its terms, if material.
- (xiv) Appointment of a successor or additional trustee or the change of name of a trustee, if material.
- (xv) Incurrence of a financial obligation (defined in paragraph (b) below) of the City, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect security holders, if material, and
- (xvi) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the City, any of which reflect financial difficulties.

(b) For purposes of this Section 5, the term “financial obligation” means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term “financial obligation” shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

The content of any notice of the occurrence of a Listed Event shall be determined by the City and shall be in substantially the form attached as Exhibit B.

SECTION 6. Termination of Reporting Obligation. The City's obligations under this Disclosure Certificate shall terminate upon the defeasance (within the meaning of the Rule), prior redemption or payment in full of all of the Bonds. The City shall notify EMMA that the City's obligations under this Disclosure Certificate have terminated. If the City's obligations are assumed in full by some other entity, such person shall be responsible for compliance with this Disclosure Certificate in the same manner as if it were the City, and the original City shall have no further responsibility hereunder.

SECTION 7. Dissemination Agent. The City may, from time to time, appoint a dissemination agent to assist it in carrying out its obligations under this Disclosure Certificate, and the City may, from time to time, discharge the dissemination agent, with or without appointing a successor dissemination agent. If at any time there is not a designated dissemination agent, the City shall be the dissemination agent. The initial Dissemination Agent shall be the City.

SECTION 8. Amendment. This Disclosure Certificate may not be amended unless independent counsel experienced in securities law matters has rendered an opinion to the City to the effect that the amendment does not violate the provisions of the Rule.

In the event that this Disclosure Certificate is amended or any provision of the Disclosure Certificate is waived, the notice of a Listed Event pursuant to Section 5(vii) hereof shall explain, in narrative form, the reasons for the amendment or waiver and the impact of the change in the type of operating data or financial information being provided in the Annual Report. If an amendment or waiver is made in this Disclosure Certificate which allows for a change in the accounting principles to be used in preparing financial statements, the Annual Report for the year in which the change is made shall present a comparison between the financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles. The comparison shall include a qualitative discussion of the differences in the accounting principles and impact of the change in the accounting principles on the presentation of the financial information. A notice of the change in the accounting principles shall be deemed to be material and shall be sent to EMMA.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the City from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the City chooses to include any information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is specifically required by this Disclosure Certificate, the City shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the City to comply with any provision of this Disclosure Certificate, the Participating Underwriters or any Beneficial Owner may take such actions as may be necessary and appropriate, including seeking specific performance by court order, to cause the City to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an Event of Default under the Bond Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of any party to comply with this Disclosure Certificate shall be an action to compel performance. The cost to the City of performing its obligations under the provisions of this Disclosure Certificate shall be paid solely from funds lawfully available for such purpose.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the City agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which they may incur arising out of or in the exercise or performance of their powers and duties hereunder, including the costs and expenses (including attorneys fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's gross negligence or willful misconduct. The Dissemination Agent may consult with counsel (who may, but need not, be counsel for any party hereto or the City), and the opinion of such Counsel shall be full and complete authorization and protection in respect of any action taken or suffered by it

hereunder in good faith and in accordance with the opinion of such Counsel. The obligations of the City under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the City, the Participating Underwriters, and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 13. Intermediaries; Expenses. The Dissemination Agent is hereby authorized to employ intermediaries to carry out its obligations hereunder. The Dissemination Agent shall be reimbursed immediately for all such expenses and any other reasonable expense incurred hereunder (including, but not limited to, attorney's fees).

SECTION 14. Counterparts. This Disclosure Certificate may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

SECTION 15. Governing Law. This Disclosure Certificate shall be governed by and construed in accordance with the laws of the State.

SECTION 16. Severability. In case any one or more of the provisions of this Disclosure Certificate shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provision of this Disclosure Certificate, but this Disclosure Certificate shall be construed and enforced as if such illegal or invalid provision had not been contained herein.

Date: June ___, 2025

CITY OF ROSWELL, GEORGIA

(SEAL)

By: _____
Mayor

Attest:

By: _____
Clerk

EXHIBIT A

NOTICE OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: City of Roswell, Georgia

Name of Bond Issue: \$93,400,000* City of Roswell, Georgia General Obligation Bonds, Series 2025

CUSIP Number¹: _____

Date of Issuance: July 15, 2025

NOTICE IS HEREBY GIVEN that the City of Roswell, Georgia (the “City”) has not provided an Annual Report due with respect to the above-named Bonds as required by its Disclosure Certificate, dated June __, 2025. The City anticipates that the Annual Report will be filed by _____.

This notice is based on the best information available at the time of dissemination. Any questions regarding this notice should be directed to _____.

Dated: _____

CITY OF ROSWELL, GEORGIA

By: _____
Mayor

¹ No representation is made as to the correctness of the CUSIP number either as printed on the bonds or as contained herein, and reliance may only be placed on other bond identification contained herein.

EXHIBIT B

NOTICE OF THE OCCURRENCE
OF [INSERT THE LISTED EVENT]

Relating to

\$93,400,000* City of Roswell, Georgia General Obligation Bonds, Series 2025¹:

Notice is hereby given that [insert the Listed Event] has occurred. [Describe circumstances leading up to the event, action being taken and anticipated impact.]

This notice is based on the best information available at the time of dissemination and is not guaranteed as to accuracy or completeness. Any questions regarding this notice should be directed to [insert instructions for presenting securities, if applicable].

[Notice of the Listed Events described in Section 5(a)(10) shall include the following:

The City hereby expressly reserves the right to redeem such refunded or defeased bonds prior to their stated maturity date in accordance with the optional/extraordinary redemption provisions of said defeased bonds.

OR

The City hereby covenants not to exercise any optional or extraordinary redemption provisions under the Resolution; however, the sinking fund provision will survive the defeasance.

AND

The Bonds have been defeased to [maturity/the first call date, which is ____]. This notice does not constitute a notice of redemption and no bonds should be delivered to the City or the Paying Agent as a result of this mailing. A Notice of Redemption instructing you where to submit your bonds for payment will be mailed _____ to _____ days prior to the redemption date.]

Dated:_____

¹ No representation is made as to the correctness of the CUSIP number either as printed on the bonds or as contained herein, and reliance may only be placed on other bond identification contained herein.

APPENDIX C

FORM OF BOND COUNSEL OPINION

[FORM OF BOND COUNSEL OPINION]

July 15, 2025

Mayor and Council of the City of Roswell
Roswell, Georgia

U.S. Bank Trust Company National Association
Atlanta, Georgia

Re: \$_____ CITY OF ROSWELL GENERAL OBLIGATION BONDS, SERIES 2025

To the Addressee:

We have acted as bond counsel in connection with the issuance by the City of Roswell, Georgia (the “City”) of its GENERAL OBLIGATION BONDS, SERIES 2025, in the aggregate principal amount of \$_____, dated as of the date of issuance and delivery thereof (the “Series 2025 Bonds”). In this capacity we have examined (i) the Constitution and general laws of the State of Georgia; (ii) certified copies of proceedings of the Mayor and Council of City of Roswell (the “City Council”), the governing body of the City, including two resolutions adopted by the City Council on July 11, 2022, calling two elections on November 8, 2022 (the “Elections”); (iii) a certified copy of a bond resolution adopted by the City Council on June 30, 2025 (the “Bond Resolution”); (iv) a certified copy of the proceedings in and the judgment of the Superior Court of Fulton County, Georgia by which the Series 2025 Bonds were validated; and (v) other proofs authorizing and relating to the issuance of the Series 2025 Bonds, including a copy of the consolidated returns of the Elections.

As to questions of fact material to our opinion, we have relied upon representations of the City contained in the Bond Resolution and in the certified proceedings and other certifications of public officials and others furnished to us, without undertaking to verify the same by independent investigation.

Interest on each Series 2025 Bond is payable on February 1 and August 1 of each year, beginning February 1, 2026, in the manner and at the rate of interest stated in each Series 2025 Bond and the Bond Resolution until the obligation with respect to the payment of the principal of such Series 2025 Bond shall be discharged. The Series 2025 Bonds mature on February 1 in the years 2026 through 2053 in the amounts set forth in the Bond Resolution. The Series 2025 Bonds are subject to redemption prior to maturity. The Series 2025 Bonds are subject to transfer and exchange in the manner and on the terms specified in each Series 2025 Bond and the Bond Resolution. The Series 2025 Bonds are being issued pursuant to a book-entry system in fully registered form.

The legal opinions expressed herein are based upon existing law, are subject to judicial discretion regarding usual equity principles and do not relate to compliance by the City, the initial purchasers of the Series 2025 Bonds, or any other party with any statute, regulation or ruling of the State of Georgia or the United States of America regarding the sale (other than the initial sale by the City) or distribution of the Series 2025 Bonds.

The Internal Revenue Code of 1986, as amended (the “Code”) sets forth certain requirements which must be met subsequent to the issuance and delivery of the Series 2025 Bonds for interest thereon to be and remain excluded from gross income for purposes of federal income taxation. Noncompliance with such requirements may cause interest on the Series 2025 Bonds to be included in gross income

retroactively to the date of issue thereof. The City has covenanted in the Bond Resolution to comply with the requirements of the Code in order to maintain the exclusion from federal gross income of interest on the Series 2025 Bonds.

In reliance upon and subject to the foregoing, we are of the opinion that:

1. The Series 2025 Bonds have been duly authorized and issued by the City, with the assent of a majority of the qualified voters of the City voting in the Elections held for that purpose and in accordance with the Constitution and laws of the State of Georgia.

2. The payment of the Series 2025 Bonds is a general obligation debt of the City and constitutes a pledge of the full faith, credit, and taxing power of the City. The City, as required by law, will levy an ad valorem tax on all taxable property within the City subject to taxation for bond purposes in an amount sufficient to pay the principal of and interest on the Series 2025 Bonds as the same becomes due and payable.

3. The Series 2025 Bonds were duly confirmed and validated by two judgments of the Superior Court of Fulton County, Georgia entered on February 15, 2023, and no valid appeal may be taken from said judgments of validation.

4. Assuming compliance with the aforementioned covenant by the City to maintain the exclusion from federal gross income of interest on the Series 2025 Bonds, interest on the Series 2025 Bonds is excludable from gross income for federal income tax purposes and is not a specific preference item for purposes of the federal alternative minimum tax imposed on individuals and corporations; however interest on the Series 2025 Bonds is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on certain corporations. We express no opinion with respect to any other federal income tax consequences arising with respect to the Series 2025 Bonds. Interest on the Series 2025 Bonds is exempt from taxation by the State of Georgia and any of its political subdivisions.

Although we have rendered an opinion that interest on the Series 2025 Bonds is excluded from gross income for federal income tax purposes, a bondholder's federal tax liability may otherwise be affected by the ownership or disposition of the Series 2025 Bonds. The nature and extent of these other tax consequences will depend upon the bondholder's other items of income or deduction. We express no opinion regarding any such other tax consequences.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Yours very truly,

GRAY PANNELL & WOODWARD LLP

By: _____
A Partner

APPENDIX D

OFFICIAL NOTICE OF SALE

OFFICIAL NOTICE OF SALE

\$93,400,000*
CITY OF ROSWELL, GEORGIA
GENERAL OBLIGATION BONDS,
SERIES 2025
(the “Series 2025 Bonds”)

Electronic bids for the purchase of the above Series 2025 Bonds will be received by the City of Roswell, Georgia (the “City”) until 12:00 p.m. (Eastern Standard Time) on June 30, 2025.

THE SERIES 2025 BONDS

PURPOSE: The proceeds of the Series 2025 Bonds will be used for the purpose of: (a) financing the acquisition, construction, and equipping of (1) public safety (police and fire) capital projects for the City and (2) recreation, parks, bicycle and pedestrian paths, and sidewalks for the City, (b) paying all or a portion of the capitalized interest due on the Series 2025 Bonds through August 1, 2026, and (c) paying the cost of issuing the Series 2025 Bonds.

Please see “PLAN OF FINANCING” in the Preliminary Official Statement dated June 23, 2025.

BOND DETAILS: The Series 2025 Bonds will be issued in book-entry only form registered in the name of Cede & Co., the nominee of The Depository Trust Company, New York, New York (“DTC”), in the denomination of \$5,000 or any integral multiple thereof. The Series 2025 Bonds will be dated as of the date of issuance and delivery, which is expected to be July 15, 2025. Interest on the Series 2025 Bonds will be payable semiannually on February 1 and August 1, commencing February 1, 2026.

RATINGS: Moody’s Investors Service, Inc. and S&P Global Ratings, a Standard & Poor’s Financial Services LLC Business, have assigned ratings of “Aaa” and “AAA,” respectively, to the Series 2025 Bonds. The Series 2025 Bonds are not insured.

SECURITY: The Series 2025 Bonds are direct and general obligations of the City. The principal and interest on the Series 2025 Bonds are payable from an ad valorem tax, unlimited as to rate or amount, which may be levied upon all taxable property within the territorial limits of the City and subject to taxation for bond purposes. The City Council of the City is authorized and required, by law, to levy taxes which will produce funds sufficient in amount to pay the principal of and interest on the Series 2025 Bonds as the same become due and payable.

AUTHORIZATION: The Series 2025 Bonds are being issued in accordance with the Constitution of the State of Georgia and laws of the State of Georgia and a resolution of the City Council of the City, adopted July 11, 2022, calling elections to authorize the issuance of the Series 2025 Bonds, elections of the qualified voters of the City on November 8, 2022, and a resolution authorizing the issuance of the Series 2025 Bonds to be adopted on or about June 30, 2025 (the “Bond Resolution”). The Series 2025 Bonds were validated by order of the Superior Court of Fulton County on February 16, 2023.

INTEREST AND PRINCIPAL PAYMENTS: Payments of the principal of and interest on the Series 2025 Bonds will be made by U.S. Bank Trust Company, National Association, as paying agent, directly to Cede & Co., as the registered owner of the Series 2025 Bonds and nominee for DTC.

DELIVERY AND PAYMENT: Delivery of the properly executed Series 2025 Bonds is expected to be made through DTC or its agent, on or about July 15, 2025. Payment for the Series 2025 Bonds shall be made in federal funds. The successful bidder shall pay for the Series 2025 Bonds on the date of delivery in Atlanta, Georgia in immediately available federal funds. Any expense of providing federal funds shall be borne by the bidder. Payment on the delivery date shall be made in an amount equal to the bid price for the respective Series 2025 Bonds.

MATURITY SCHEDULE: The principal of the Series 2025 Bonds shall be payable on each February 1st in the years and principal amounts as follows (the “Maturity Schedule”):

<u>Year</u>	<u>Principal Amount*</u>
2026	\$1,730,000
2027	1,810,000
2028	1,905,000
2029	2,000,000
2030	2,095,000
2031	2,205,000
2032	2,315,000
2033	2,430,000
2034	2,555,000
2035	2,680,000
2036	2,810,000
2037	2,955,000
2038	3,060,000
2039	3,160,000
2040	3,265,000
2041	3,395,000
2042	3,530,000
2043	3,670,000
2044	3,815,000
2045	3,970,000
2046	4,135,000
2047	4,290,000
2048	4,465,000
2049	4,645,000
2050	4,830,000
2051	5,020,000
2052	5,225,000
2053	5,435,000

ADJUSTMENT OF MATURITY SCHEDULE PRIOR TO BID: The City reserves the right to change the amortization schedules, principal amounts of the Series 2025 Bonds. **ANY SUCH REVISIONS TO THE AMORTIZATION SCHEDULES, PRINCIPAL AMOUNTS AND REQUIRED BID PREMIUM, IF ANY, OF THE SERIES 2025 BONDS WILL BE PUBLISHED AS AN AMENDMENT TO THE NOTICE OF SALE AND DISTRIBUTED ON BIDCOMP/PARITY NO LATER THAN 2:00 P.M., EASTERN TIME, ON FRIDAY, JUNE 27, 2025.** In the event that no such revisions are made, the original amortization schedule and principal amounts will constitute the revised amounts. **BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS, if any.**

* Preliminary, subject to change.

ADJUSTMENT OF MATURITY SCHEDULE AFTER BID: After selecting the winning bid, the City reserves the right to adjust the aggregate principal amount and the annual principal amount for each maturity of the Series 2025 Bonds.

In determining the final aggregate principal amount of the Series 2025 Bonds and each final annual principal amount for each maturity, the City will not increase or reduce the aggregate principal amount of such Bonds by more than 20% of such amount (all calculations to be rounded to the nearest \$5,000).

THE SUCCESSFUL BIDDER MAY NOT WITHDRAW ITS BID OR CHANGE THE INTEREST RATES BID OR THE INITIAL REOFFERING PRICES AS A RESULT OF ANY CHANGES MADE TO THE REVISED AMOUNTS WITHIN THESE LIMITS. The dollar amount bid by the successful bidder will be adjusted to reflect changes in the aggregate principal amounts of the Series 2025 Bonds. Such adjusted bid price will reflect changes in the dollar amount of the underwriter's discount and the original issue discount/premium, if any, but will not change the selling compensation per \$1,000 of par amount of Series 2025 Bonds from the selling compensation that would have been received based on the purchase price in the winning bid and the initial reoffering prices. The interest rate specified by the successful bidder for each maturity at the initial reoffering prices will not change. The final principal amounts and the adjusted bid price will be communicated to the successful bidder within four hours after the receipt of the initial reoffering prices from the successful bidder.

REDEMPTION PROVISIONS: The Series 2025 Bonds maturing on or after February 1, 2036 are redeemable at the option of the City, in whole or in part at any time on or after February 1, 2035, at a redemption price equal to 100% of the principal amount of Series 2025 Bonds being redeemed plus accrued interest to the redemption date.

BID REQUIREMENTS AND BASIS OF AWARD

BID SUBMISSION: Bids must be submitted electronically via PARITY in accordance with its rules of participation and the provisions of this Notice of Sale, which shall control in the case of any conflicting provisions. The City is not responsible for any failure, misdirection, delay or error in the transmission of any bid. Each bid must be unconditional and irrevocable. By submitting a bid for the Series 2025 Bonds, each bidder acknowledges that it has received and reviewed the Preliminary Official Statement and is not relying on this Notice of Sale for a description of any matters more fully described in the Preliminary Official Statement. Each bid must be in accordance with the terms and conditions set forth in this Official Notice of Sale.

GOOD FAITH DEPOSIT: No good faith deposit is required.

INTEREST RATES: Bidders must specify the fixed rate of interest each maturity of the Series 2025 Bonds shall bear to maturity. Bidders are requested to name the interest rate or rates in multiples of 1/8 or 1/10 of 1%. The stated interest rate for any Series 2025 Bonds shall not be less than three percent (3.00%) nor exceed five and one-half percent (5.50%) per annum.

PURCHASE PRICE: Any aggregate bid price of less than 100 percent of the aggregate principal amount of the Series 2025 Bonds will be rejected.

TERM BONDS OPTION: Bidders for the Series 2025 Bonds have the option of specifying that the principal amount of the Series 2025 Bonds in any two or more consecutive years set forth in the maturity schedule may, in lieu of maturing in each of such years, be considered to comprise one maturity of a term bond scheduled to mature in the latest of such years and be subject to mandatory redemption by lot at par

* Preliminary, subject to change.

in each of the years and in the principal amounts set forth in the maturity schedule (subject to adjustment as provided in the paragraph above).

BASIS OF AWARD: The Series 2025 Bonds will be awarded to the responsible bidder whose bid results in the lowest **TRUE INTEREST COST** (“TIC”) to the City. The TIC will be the nominal interest rate which, when compounded semiannually and used to discount all debt service payments on the Series 2025 Bonds (computed at the interest rates specified in the bid and on the basis of a 360-day year comprised of twelve 30-day months) to the dated date of the Series 2025 Bonds, results in an amount equal to the price bid for the Series 2025 Bonds. If two or more bids provide for the same lowest TIC, the City shall determine which bid shall be accepted, and such determination shall be final and conclusive.

In the event of any adjustment of the maturity schedules of the Series 2025 Bonds as described under “ADJUSTMENT OF MATURITY SCHEDULE” hereinabove, no rebidding or recalculation of the bids submitted will be required or permitted. The total purchase price of the Series 2025 Bonds will be increased or decreased as specified herein, and the Series 2025 Bonds of each maturity, as adjusted, will bear interest at the same rate and must have the same reoffering yield as is specified by the successful bidder for the Series 2025 Bonds of that maturity. Nevertheless, the award of the Series 2025 Bonds will be made to the bidders whose bids produce the lowest TIC for the Series 2025 Bonds, calculated as specified above, solely on the basis of the Series 2025 Bonds offered, without taking into account any adjustment in the principal amount of the Series 2025 Bonds pursuant hereto.

The Series 2025 Bonds will be awarded or all bids will be rejected by no later than 10:00 p.m. (Eastern Standard Time) on the bid date by the Mayor of the City, which award will be final and conclusive.

CUSIP NUMBERS AND DTC ELIGIBILITY: The City’s Financial Advisor, First Tryon Advisors, LLC, shall apply for CUSIP numbers for the Series 2025 Bonds. The CUSIPs assigned will be provided to the City and the successful bidder upon receipt. All expenses related to the CUSIP identification numbers shall be paid by the purchaser.

RIGHT TO REJECT BIDS AND WAIVE IRREGULARITIES: The City reserves the right to reject any and all bids and, to the extent permitted by law, to waive any irregularity or informality in any bid.

OTHER INFORMATION

PURCHASER RESPONSIBILITIES: By submitting a bid for the purchase of the Series 2025 Bonds, the purchaser agrees to provide, immediately upon award of the Series 2025 Bonds, the expected reoffering price to the public of each maturity of the Series 2025 Bonds. Payment for the Series 2025 Bonds shall be made delivery versus payment in immediately available funds on the date of issuance.

PRELIMINARY AND FINAL OFFICIAL STATEMENT: The Preliminary Official Statement, dated June 23, 2025, has been deemed final by the City for purposes of Rule 15c2-12 of the Securities and Exchange Commission (the “Rule”), but is subject to revision, amendment and completion in a final Official Statement as provided in the Rule. Within seven business days of the bid opening date, the City will deliver to the successful bidder a final official statement in an electronic format.

CONTINUING DISCLOSURE: The City has covenanted for the benefit of the owners of the Series 2025 Bonds in a Disclosure Certificate to provide (a) certain financial information and operating data relating to the City (the “Operating and Financial Data”) by not later than the last day of the seventh month after the end of each fiscal year of the City, commencing with fiscal year 2025, and to provide notices of the occurrence of certain enumerated events within ten (10) business days of the occurrence of

* Preliminary, subject to change.

the event (the “Events Notices”), to the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access System (“EMMA”). The City’s undertaking to provide Operating and Financial Data and Events Notices is described in the Disclosure Certificate, a form of which is attached as Appendix B to the Preliminary Official Statement. The covenant has been made in order to assist the successful bidder in complying with the Rule.

The City has previously entered into undertakings similar to the Disclosure Certificate in connection with the issuance of other obligations (the “Prior Undertakings”). See “INTRODUCTION – Continuing Disclosure” in the Preliminary Official Statement for a description of the City’s compliance with its Prior Undertakings.

LEGAL OPINION AND CLOSING CERTIFICATES: Upon delivery of the Series 2025 Bonds, the City will furnish a certified copy of the transcript of the record of the validation proceedings, a Rule 15c2-12 Certificate, a Continuing Disclosure Certificate, a Receipt for the Bond Proceeds, an Execution, Signature and No-Litigation Certificate, the approving opinion of Gray Pannell & Woodward LLP, Athens, Georgia, as Bond Counsel, a Non-Arbitrage Certificate and, if applicable, a certificate of First Tryon Advisors, LLC, financial advisor to the City (the “Financial Advisor”) with respect to meeting the competitive sale requirements specified in the provisions of Treasury Regulation Section 1.148-1(f)(3)(i), as further described in “ESTABLISHMENT OF ISSUE PRICE” below, all without cost to the purchaser. With respect to the approving opinion of Bond Counsel, see Appendix C to the Preliminary Official Statement.

ESTABLISHMENT OF PURCHASE PRICE (Hold-the-Offering Price Rule May Apply if Competitive Sale Requirements are Not Satisfied):

(a) *Competitive Sale Requirements Satisfied.* If the competitive sale requirements specified in the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining “competitive sale” for purposes of establishing the issue price of the Series 2025 Bonds) have been satisfied, the City will furnish to the successful bidder at the closing of the purchase of the Series 2025 Bonds a certificate of the Financial Advisor, which will certify each of the following conditions, if true:

- 1) the City has disseminated this Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- 2) all bidders had an equal opportunity to bid;
- 3) the City received bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- 4) the City awarded the sale of the Series 2025 Bonds to the bidder who submitted a firm offer to purchase the Series 2025 Bonds at the highest price (or lowest interest cost), as set forth in this Notice of Sale.

Any bid submitted pursuant to this Notice of Sale shall be considered a firm offer for the purchase of the Series 2025 Bonds, as specified in the bid.

The successful bidder shall assist the City in establishing the issue price of the Series 2025 Bonds and shall execute and deliver to the City on or prior to the date of delivery of the Series 2025 Bonds an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Series 2025 Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Exhibit A, with such

* Preliminary, subject to change.

modifications as may be appropriate or necessary, in the reasonable judgment of the successful bidder, the City and Bond Counsel.

(b) *Competitive Sale Requirements Not Satisfied.* In the event that the competitive sale requirements are not satisfied, the City shall so advise the successful bidder. The City will treat the initial offering price to the public as of the sale date of any maturity of the Series 2025 Bonds as the issued price of that maturity (the “hold-the-offering-price rule”). The successful bidder will not be permitted to cancel or withdraw its bid in the event that the City determines to apply the hold-the-offering-price rule to any maturity of the Series 2025 Bonds. **Any bid submitted pursuant to this Notice of Sale shall be considered a firm bid for the purchase of the Series 2025 Bonds.** As specified in “BID SUBMISSION” above, by submitting a bid for the Series 2025 Bonds, a bidder represents and warrants to the City that the bidder has an established industry reputation for underwriting new issuances of municipal bonds and such bidder’s bid is submitted for and on behalf of such bidder by an officer or agent who is duly authorized to bind the bidder to a legal, valid and enforceable contract for the purchase of the Series 2025 Bonds. Once the bids are communicated electronically via PARITY® to the City, each bid will constitute an irrevocable offer to purchase the Series 2025 Bonds on the terms herein and therein provided.

The successful bidder shall assist the City in establishing the issue price of the Series 2025 Bonds and shall execute and deliver to the City on or prior to the date of delivery of the Series 2025 Bonds an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Series 2025 Bonds, substantially in the form attached hereto as Exhibit B, with such modifications as may be appropriate or necessary, in the reasonable judgment of the successful bidder, the City and Bond Counsel.

By submitting a bid, the successful bidder shall (i) confirm that the it has offered or will offer the Series 2025 Bonds to the public on or before the date of award at the reasonably expected offering price or prices (the “initial offering price”), and (ii) agree that the underwriter will neither offer nor sell unsold Series 2025 Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date (as defined in “BASIS OF AWARD” above) and ending on the earlier of the following:

- 1) the close of the fifth (5th) business day after the sale date; or
- 2) the date on which the underwriters have sold at least 10% of that maturity of the Series 2025 Bonds to the public at a price that is no higher than the initial offering price to the public.

The successful bidder shall promptly advise the City when it has sold 10% of that maturity of the Series 2025 Bonds to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date and shall provide documentation satisfactory to the bond counsel and the City.

The City acknowledges if the “hold-the-offering-price” applies, the successful bidder, if applicable, will rely on (i) the agreement of each underwriter to comply with the hold-the-offering-price rule, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Series 2025 Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter is a party to a retail distribution agreement that was employed in connection with the initial sale of the Series 2025 Bonds to the public, the agreement of each broker-dealer that is a party to

* Preliminary, subject to change.

such agreement to comply with the hold-the-offering-price rule, as set forth in the retail distribution agreement and the related pricing wires. The City further acknowledges, as stated in the Summary of Comments and Explanation of Provisions accompanying the Final Regulations regarding Issue Price Definition for Tax-Exempt Bonds, December 9, 2016, that “each underwriter is individually or severally responsible for its agreement (rather than jointly responsible with other underwriters).”

By submitting a bid and if the competitive sale requirements are not met, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Series 2025 Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to comply with the hold-the-offering-price rule for so long as directed by the successful bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Series 2025 Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Series 2025 Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to comply with the hold-the-offering-price rule or so long as directed by the successful bidder or such underwriter and as set forth in the related pricing wires.

(c) Sales of any Series 2025 Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Official Notice of Sale. Further, for purposes of this Official Notice of Sale:

- 1) “*public*” means any person other than an underwriter or a related party,
- 2) “*underwriter*” means (A) any person that agrees pursuant to a written contract (i.e. this Official Notice of Sale) with the City (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Series 2025 Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Series 2025 Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Series 2025 Bonds to the public),
- 3) a purchaser of any of the Series 2025 Bonds is a “*related party*” to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- 4) “*sale date*” means the date that the Series 2025 Bonds are awarded by the City to the successful bidder. See “*BASIS OF AWARD*” above.

RIGHT TO MODIFY, CHANGE OR CANCEL: The City reserves the right to modify this Notice of Sale or to change or cancel the date and time for the receipt of bids in its sole discretion, for any reason

* Preliminary, subject to change.

and at any time prior to the receipt of bids. Any such modification, change or cancelation will be provided to PARITY for communication to potential bidders.

ADDITIONAL INFORMATION: Copies of the Preliminary Official Statement and this Notice of Sale are available electronically at www.i-dealprospectus.com. Additional copies of such information are available upon request from the City's Financial Advisor, First Tryon Advisors, LLC, Attention: David Cheatwood, telephone (704) 926-2447.

June 23, 2025

* Preliminary, subject to change.

EXHIBIT A

\$93,400,000*

CITY OF ROSWELL, GEORGIA GENERAL OBLIGATION BONDS, SERIES 2025

ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] (the “[SHORT NAME OF UNDERWRITER]”), hereby certifies as set forth below with respect to the sale of the above-captioned obligation (the “Series 2025 Bonds”).

1. *Reasonably Expected Initial Offering Price.*

(a) As of the Sale Date, the reasonably expected initial offering prices of the Series 2025 Bonds to the Public by the “[SHORT NAME OF UNDERWRITER]” are the prices listed in Schedule A (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Series 2025 Bonds used by the “[SHORT NAME OF UNDERWRITER]” in formulating its bid to purchase the Series 2025 Bonds. Attached as Schedule B is a true and correct copy of the bid provided by the “[SHORT NAME OF UNDERWRITER]” to purchase the Series 2025 Bonds.

(b) The “[SHORT NAME OF UNDERWRITER]” was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by the “[SHORT NAME OF UNDERWRITER]” constituted a firm bid to purchase the Series 2025 Bonds.

2. *Defined Terms.*

(a) “*Maturity*” means Series 2025 Bonds with the same credit and payment terms and maturity date. Bonds with different maturity dates, or Series 2025 Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) “*Public*” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this Certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(c) “*Sale Date*” means the first day on which there is a binding contract in writing for the sale or exchange the Series 2025 Bonds. The Sale Date of the Series 2025 Bonds is [DATE].

(d) “*Underwriter*” means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Series 2025 Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Series 2025 Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Series 2025 Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]’s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury

Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax and Non-Arbitrage Certificate and agreement dated [Issue Date] relating to the Series 2025 Bonds and with respect to compliance with the federal income tax rules affecting the Series 2025 Bonds, and by Gray, Pannell & Woodward LLP in connection with rendering its opinion that the interest on the Series 2025 Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Series 2025 Bonds.

[NAME OF UNDERWRITER]

By: _____

Dated: [ISSUE DATE]

Name: _____

Title: _____

SCHEDULE A
EXPECTED OFFERING PRICES
(Attached)

SCHEDULE B
COPY OF UNDERWRITER'S BID
(Attached)

EXHIBIT B

\$93,400,000*

**CITY OF ROSWELL, GEORGIA
GENERAL OBLIGATION BONDS, SERIES 2025**

ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] (the “[SHORT NAME OF UNDERWRITER]”) hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the “Bonds”).

1. Initial Offering Price of the Series 2025 Bonds.

(a) The [SHORT NAME OF THE UNDERWRITER] offered each Maturity of the Series 2025 Bonds to the Public for purchase at the respective initial offering prices listed in Schedule A (the Initial Offering Prices”) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Series 2025 Bonds is attached to this Certificate as Schedule B.

(b) As set forth in the Official Notice of Sale and bid award, the [SHORT NAME OF UNDERWRITER] has agreed in writing that, (i) for each Maturity of the Series 2025 Bonds, it would neither offer nor sell any of the Series 2025 Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity, and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is the party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) has offered or sold any Maturity of the Series 2025 Bonds during the Holding Period.

2. Defined Terms

(a) “*Holding Period*” means, for each Maturity of the Series 2025 Bonds., the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date ([DATE]), or (ii) the date on which [SHORT NAME OF UNDERWRITER] has sold at least 10% of such Maturity of the Series 2025 Bonds to the Public at prices that are no higher than the Initial Offering Price for such Maturity.

(b) “*Issuer*” means the City of Roswell, Georgia acting and through the Mayor and City Council of the City of Roswell, Georgia.

(c) “*Maturity*” means Bonds with the same credit and payment terms and maturity date. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(d) “*Public*” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this Certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(e) “*Sale Date*” means the first day on which there is a binding contract in writing for the sale or exchange the Series 2025 Bonds. The Sales Date of the Series 2025 Bonds is [DATE].

(f) “*Underwriter*” means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Series 2025 Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Series 2025 Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Series 2025 Bonds to the Public).

The representation set forth in this certificate are limited to the factual matters only. Nothing in this certificate represents [NAME OF UNDERWRITING FIRM] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax and Non-Arbitrage Certificate and Agreement dated [Issue Date] relating to the Series 2025 Bonds, and by Gray, Pannell, & Woodward LLP in connection with rendering its opinion that the interest on the Series 2025 Bonds is excluded from the gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Series 2025 Bonds.

[NAME OF UNDERWRITER]

By:_____

Name:_____

Title:_____

Dated: [ISSUE DATE]

SCHEDULE A

INITIAL OFFERING PRICES OF THE SERIES 2025 BONDS

(Attached.)

SCHEDULE B

PRICING WIRE OR EQUIVALENT COMMUNICATION

(Attached.)