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# **CITY OF LEEDS, ALABAMA**

## **FINANCE COMMITTEE MEETING AGENDA**

City Hall Annex - 1410 9th St, Leeds, AL 35094

**June 01, 2022 @ 5:00 PM**

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### **CALL TO ORDER**

### **ROLL CALL**

### **OLD BUSINESS**

### **NEW BUSINESS**

- [1.](#) Draft of 2020-21 Audit
- [2.](#) 2022-05-31 - General Fund Report
- [3.](#) 2022-05-31 - Debt Service
- [4.](#) 2022-05-31 - Gas Tax

### **ADJOURNMENT**

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In compliance with the Americans with Disabilities Act, those requiring accommodation for Council meetings should notify the City Clerk's Office at least 24 hours prior to the meeting at 205-699-2585.

**File Attachments for Item:**

1. Draft of 2020-21 Audit

**EMPLOYEES' RETIREMENT SYSTEM OF ALABAMA**  
**ACTUARIAL VALUATION AS OF SEPTEMBER 30, 2020**  
*Rates Effective for Period Beginning October 1, 2022*



**2368 LED Leads**

These valuation results reflect your agency's election made under Act 2019-132 to allow Tier 2 members to receive the same benefits as Tier 1 members.

Our records indicate that your agency has not elected to increase the employee contribution rate as provided by Act 2011-676. In the event that you do wish to adopt these provisions effective 10/1/2022, we have provided additional information related to your contribution rates under these provisions.

**Summary of Employee Census Data**

	<u>Tier 1</u>	<u>DROP</u>	<u>Tier 2</u>	<u>Total</u>
Number of active members:	37	0	56	93
Annual compensation:	\$2,089,887	\$ 0	\$2,121,270	\$4,211,157
	<u>Retirees</u>	<u>DROP</u>		<u>Total</u>
Number of retired members and beneficiaries:	57	0		57
Annual retirement allowances:	\$1,316,032	\$ 0		\$1,316,032
	<u>Vested</u>	<u>Non-vested</u>		<u>Total</u>
Number of inactive members:	5	31		36
Accumulated contributions with interest:	\$115,970	\$76,153		\$192,123

**Required Employer Contribution Rates**

**Tier 1 Employees**

**(applies to all members hired before January 1, 2013)**

<u>Retain Current Member Contribution Rates</u>	<u>Elect to Increase Member Contribution Rates Under Act 2011-676</u>
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Normal cost	3.79%	1.34%
Accrued liability	10.29	10.31
Pre-retirement death benefit	0.02	0.02
Administrative expense	<u>0.35</u>	<u>0.35</u>
Total Employer Contribution Rate	14.45%	12.02%
5% Employer contribution factor (14.45%/5%)	2.890000	
6% Employer contribution factor (14.45%/6%)	2.408333	
7.5% Employer contribution factor (12.02%/7.5%)		1.602667
8.5% Employer contribution factor (12.02%/8.5%)		1.414118

**Tier 2 Employees**

**(applies to all members hired on or after January 1, 2013)**

Normal cost	2.02%	2.02%
Accrued liability	10.29	10.31
Pre-retirement death benefit	0.02	0.02
Administrative expense	<u>0.35</u>	<u>0.35</u>
Total Employer Contribution Rate	12.68%	12.70%
7.5% Employer contribution factor (12.68%/7.5%)	1.690667	
8.5% Employer contribution factor (12.68%/8.5%)	1.491765	
7.5% Employer contribution factor (12.70%/7.5%)		1.693333
8.5% Employer contribution factor (12.70%/8.5%)		1.494118

(See other side for additional information)

**EMPLOYEES' RETIREMENT SYSTEM OF ALABAMA  
ACTUARIAL VALUATION AS OF SEPTEMBER 30, 2020**

**2368 LED Leeds**

(Continued)

**Schedule of Funding Progress**

Actuarial Valuation  <u>Date</u>	Actuarial Value of Assets*  <u>(a)</u>	Actuarial Accrued Liability (AAL) Entry Age  <u>(b)</u> <sup>1</sup>	Unfunded AAL (UAAL)  <u>(b - a)</u>	Funded Ratio  <u>(a / b)</u>	Covered Payroll  <u>(c)</u>	UAAL as a Percentage of Covered Payroll  <u>((b - a) / c)</u>
9/30/2015	\$10,050,287	\$16,112,154	\$6,061,867	62.4%	\$3,978,236	152.4%
9/30/2016 <sup>3</sup>	\$10,327,105	\$17,098,365	\$6,771,260	60.4%	\$4,285,923	158.0%
9/30/2017 <sup>3</sup>	\$10,598,391	\$17,087,551	\$6,489,160	62.0%	\$3,807,964	170.4%
9/30/2018 <sup>3</sup>	\$10,918,365	\$17,424,123	\$6,505,758	62.7%	\$4,134,846	157.3%
9/30/2019 <sup>4</sup>	\$10,753,410	\$17,177,496	\$6,424,086	62.6%	\$3,944,343	162.9%
9/30/2020 <sup>4</sup>	\$10,963,557	\$17,612,145	\$6,648,588	62.2%	\$4,211,157	157.9%
9/30/2020 <sup>2,4</sup>	\$10,963,557	\$17,627,875	\$6,664,318	62.2%	\$4,211,157	158.3%

<sup>1</sup> Reflects liability for cost of living benefit increases granted on or after October 1, 1978.  
<sup>2</sup> Reflects the impact of Act 2011-676, which increases the member contribution rates by 2.25% beginning October 1, 2011 and by an additional 0.25% beginning October 1, 2012.  
<sup>3</sup> Reflects changes in actuarial assumptions.  
<sup>4</sup> Reflects the impact of Act 2019-132, which provides Tier 1 benefits to Tier 2 members.

Market Value of Assets as of September 30, 2020: \$10,628,282

Valuation date	9/30/2020
Actuarial cost method	Entry Age
Amortization method	Level percent closed
Remaining amortization period	25.8 years
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return**	7.70%
Projected salary increases**	3.25 – 5.00%
**Includes inflation at	3.00%
Cost-of-living adjustments	None

Please see the "Report on the Actuarial Valuation of the Employees' Retirement System of Alabama Prepared as of September 30, 2020" found at <https://www.rsa-al.gov/employers/financial-reports/> for a detailed description of the benefits, assumptions and methods used to determine the results shown in this statement.

**THE CITY OF LEEDS, ALABAMA**  
**FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

DRAFT

**THE CITY OF LEEDS, ALABAMA  
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Cork, Hill & Company, L.L.C.

## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
Members of the City Council  
City of Leeds, Alabama

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

### Management's Responsibility for the Financial Statements

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

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Certified Public Accountants

2100 Southbridge Parkway  
Suite 530  
Birmingham, AL 35209

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the government activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Leeds, Alabama as of September 30, 2021, and the respective changes in net financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule, schedule of changes in the net pension liability, and the schedule of employer contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United State of America, which consisted of inquiries of management about the method 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.

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

### *Other Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Leeds's basic financial statements. The combining balance sheet – nonmajor governmental funds and combining statement of revenues, expenditures and changes in fund balance – nonmajor governmental funds is presented for purposes of additional analysis and are not required part of the basic financial statements. The combining balance sheet – nonmajor governmental funds and combining statement of revenues, expenditures and changes in fund balance – nonmajor governmental funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally

accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Cork, Hill & Company, L.L.C.*

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April 29, 2022

DRAFT



Cork, Hill & Company, L.L.C.

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

To the Honorable Mayor and Members of City Council  
City of Leeds, Alabama

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standard*, issued by the Comptroller General of the United States, the financial statements of The City of Leeds, Alabama (the City), which comprise the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of September 30, 2021, and the related notes to the financial statements and have issued our report thereon dated April 29, 2022.

**Internal Control Over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City'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.

Certified Public Accountants

2100 Southbridge Parkway  
Suite 530  
Birmingham, AL 35209

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

### **Compliance and Other Matters**

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

### **Purpose of this Report**

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

Birmingham, Alabama

April 29, 2022

DRAFT



Cork, Hill & Company, L.L.C.

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

To the Honorable Mayor and Members of City Council  
City of Leeds, Alabama

**Report on Compliance for Each Major Program**

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

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances.

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

Certified Public Accountants

2100 Southbridge Parkway  
Suite 530  
Birmingham, AL 35209

### Opinion on Each Major Program

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

### Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of our testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Birmingham, Alabama

April 29, 2022

**THE CITY OF LEEDS, ALABAMA  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2021**

	<u>Governmental Activities</u>	<u>Component Unit</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 24,085,309	\$ -
Restricted cash and cash equivalents	10,201,823	772,687
Receivables, net	2,110,499	-
Prepaid expenses	529,615	-
Capital assets:		
Land and construction in process, not being depreciated	14,525,326	2,459,408
Other capital assets, net of accumulated depreciation	<u>24,215,683</u>	<u>27,811,663</u>
	38,741,009	30,271,071
Total assets	<u>75,668,255</u>	<u>31,043,758</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	1,458,607	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 77,126,862</u>	<u>\$ 31,043,758</u>
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 1,541,403	\$ 808,035
Long-term Liabilities:		
Due within one year	1,273,006	1,550,000
Due in more than one year	73,439,688	34,237,598
Accrued interest	785,692	-
Compensated absences	391,589	-
Pension liability	6,833,245	-
Bond premium	<u>-</u>	<u>2,228,983</u>
Total liabilities	84,264,623	38,824,616
<b>DEFERRED INFLOWS OF RESOURCES</b>	742,298	-
<b>NET POSITION</b>		
Net investment in capital assets	38,741,009	30,271,071
Restricted for:		
Debt service	-	-
Capital projects	-	-
Infrastructure maintenance	-	-
Public safety	-	-
Unrestricted net (deficit) / position	<u>(46,621,068)</u>	<u>(38,051,929)</u>
Total net (deficit) / position	<u>(7,880,059)</u>	<u>(7,780,858)</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<u>\$ 77,126,862</u>	<u>\$ 31,043,758</u>

See Independent Auditors' Report and Notes to the Financial Statements.

**THE CITY OF LEEDS, ALABAMA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Function / Program	Expenses	Program Revenues			Net (Expense)/ Revenue and Change in Net Position	Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
Governmental Activities:						
Administrative services	\$ 4,147,001	\$ 16,864	\$ 774,953	\$ 1,429,643	\$ (1,925,541)	
Redevelopment expenses	432,066	-	-	-	(432,066)	
Public safety	7,032,472	316,330	47,006	198,522	(6,470,614)	
Streets and sanitation	2,512,965	272,773	-	-	(2,240,192)	
Parks and recreation	169,099	980	-	-	(168,119)	
Library	411,737	-	-	-	(411,737)	
Inspections	-	-	-	-	-	
Interest on long-term debt	2,601,134	-	-	-	(2,601,134)	
<b>Total governmental activities</b>	<b>\$ 17,306,474</b>	<b>\$ 606,947</b>	<b>\$ 821,959</b>	<b>\$ 1,628,165</b>	<b>(14,249,403)</b>	
Component Unit:						
Redevelopment Authority						\$ (2,418,323)
General Revenues:						
Taxes:						
Sales taxes					18,949,406	-
Advalorem taxes					1,566,518	-
Other taxes					4,085,453	-
Interest and investment earnings					33,988	6
Miscellaneous					150,733	-
<b>Total general revenues &amp; transfers</b>					<b>24,786,098</b>	<b>6</b>
Operating transfer between City and PEBA					(2,599,034)	2,599,034
Change in net position from activities					7,937,661	180,717
Net position - beginning					(15,817,720)	(7,961,575)
Net position - ending					<u>\$ (7,880,059)</u>	<u>\$ (7,780,858)</u>

See Independent Auditors' Report and Notes to the Financial Statements.

**THE CITY OF LEEDS, ALABAMA**  
**BALANCE SHEET – GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2021**

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>NONMAJOR GOVT. FUNDS</u>	<u>TOTALS - GOVT. FUNDS</u>
<b>Assets:</b>				
Cash and cash equivalents	\$ 19,528,141	\$ 4,447,253	\$ 109,915	\$ 24,085,309
Restricted cash and cash equivalents	3,838,929	5,061,466	1,301,428	10,201,823
Receivables, net	1,991,920	472	118,107	2,110,499
Prepaid expenses	529,615	-	-	529,615
<b>Total assets</b>	<u>\$ 25,888,605</u>	<u>\$ 9,509,191</u>	<u>\$ 1,529,450</u>	<u>\$ 36,927,246</u>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 1,541,111	\$ -	\$ 292	\$ 1,541,403
<b>Total liabilities</b>	1,541,111	-	292	1,541,403
<b>Fund balances:</b>				
Nonspendable	529,615	-	-	529,615
Restricted	-	9,509,191	1,529,158	11,038,349
Committed	-	-	-	-
Unassigned	23,817,879	-	-	23,817,879
<b>Total fund balance</b>	<u>24,347,494</u>	<u>9,509,191</u>	<u>1,529,158</u>	<u>35,385,843</u>
<b>Total liabilities and fund balances</b>	<u>\$ 25,888,605</u>	<u>\$ 9,509,191</u>	<u>\$ 1,529,450</u>	<u>\$ 36,927,246</u>

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO NET POSITION OF  
GOVERNMENTAL ACTIVITIES**

Total governmental fund balance	\$ 35,385,843
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	38,741,009
Bonds and other long-term liabilities are not due and payable in the current period and are not reported in the funds	<u>(82,006,911)</u>
<b>Net deficit of government position</b>	<u>\$ (7,880,059)</u>

See Independent Auditors' Report and Notes to the Financial Statements.

**THE CITY OF LEEDS, ALABAMA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	GENERAL FUND	DEBT SERVICE	NONMAJOR GOVT. FUNDS	TOTAL GOVT. FUNDS
<b>Revenues:</b>				
Taxes	\$ 20,714,435	\$ -	\$ -	\$ 20,714,435
Licenses and permits	1,051,732	-	-	1,051,732
Intergovernmental	2,306,475	-	638,632	2,945,107
Charges for services	302,250	-	-	302,250
Fines and forfeitures	984,704	-	-	984,704
Interest	33,117	4,167	871	38,155
Other	2,479,027	-	-	2,479,027
Total Revenues	27,871,740	4,167	639,503	28,515,410
<b>Expenditures:</b>				
Current operations:				
General government	2,840,653	-	-	2,840,653
Public safety:				
Fire and rescue	3,626,691	-	-	3,626,691
Police and court	3,841,335	-	-	3,841,335
Streets and sanitation	2,055,938	-	2,732	2,058,670
Parks and recreation	11,283	-	-	11,283
Library	398,183	-	-	398,183
Inspections	-	-	-	-
Redevelopment expenses	361,981	-	63,945	425,926
Total current operations	13,136,064	-	66,677	13,202,741
Capital outlays	1,813,698	-	-	1,813,698
Debt service:				
Principal	-	1,188,195	-	1,188,195
Interest and fiscal charges	-	3,781,022	-	3,781,022
Total expenditures	14,949,762	4,969,217	66,677	19,985,656
Revenues over / (under) expenditures	12,921,978	(4,965,050)	572,826	8,529,754
<b>Other financing sources / (uses):</b>				
Interfund transfers in	-	4,894,571	50,000	4,944,571
Interfund transfers out	(4,944,571)	-	-	(4,944,571)
Transfers to component unit	(2,599,034)	-	-	(2,599,034)
Transfers to refunding agent	-	(11,830,810)	-	(11,830,810)
Proceeds of debt	-	12,295,000	-	12,295,000
Total other financing sources / (uses)	(7,543,605)	5,358,761	50,000	(2,134,844)
Net change in fund balance	5,378,373	393,711	622,826	6,394,910
Fund balances, beginning	18,969,121	9,115,480	906,332	28,990,933
Fund balances, ending	\$ 24,347,494	\$ 9,509,191	\$ 1,529,158	\$ 35,385,843

See Independent Auditors' Report and Notes to the Financial Statements.

THE CITY OF LEEDS, ALABAMA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net change in Fund Balances - Total Governmental Funds \$ 6,394,910

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

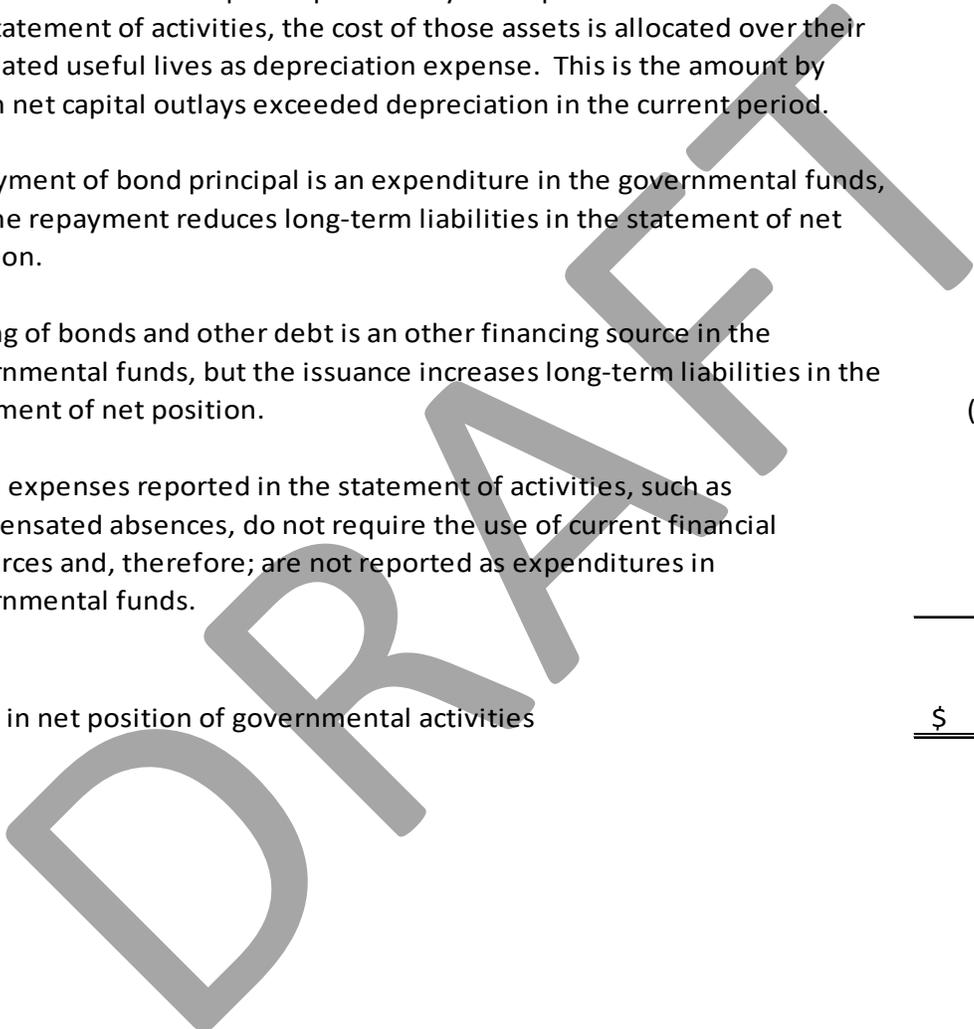
Governmental funds report capital outlays as expenditures. However in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which net capital outlays exceeded depreciation in the current period. (19,467)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 13,349,671

Issuing of bonds and other debt is an other financing source in the governmental funds, but the issuance increases long-term liabilities in the statement of net position. (12,295,000)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and, therefore; are not reported as expenditures in governmental funds. 507,547

Change in net position of governmental activities \$ 7,937,661



See Independent Auditors' Report and Notes to the Financial Statements.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Introduction**

The financial statements of the City of Leeds, Alabama (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies.

**Reporting Entity**

The City of Leeds, Alabama was incorporated in 1887 under the laws of Alabama and is governed by an elected Mayor and City Council. As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are in substance, part of the government's operations and so, data from these entities are combined with data from the City. Discretely presented component units are reported in a separate column of the financial statements to emphasize they are legally separate from the City and have the potential to impose a financial benefit or burden to the City.

**Blended Component Units:** There are two blended component units of the City of Leeds, Alabama: the Leeds Commercial Development Authority (CDA) and the Leeds Redevelopment Authority (LRA). The financial information of the CDA and LRA has been blended with that of the City because they provide services entirely for the City.

**Leeds Commercial Development Authority –** The Leeds Commercial Development Authority was formed for the purpose of promoting commercial development in the City. The members of the CDA are appointed by the Leeds City Council. The CDA is presented as governmental fund. Separate financial statements are not issued by the CDA. The City of Leeds, Alabama is responsible for the operations of the CDA.

**Leeds Redevelopment Authority –** The Leeds Redevelopment Authority was formed for the purpose of promoting and fostering redevelopment of a defined portion of the City. The members of the LRA are appointed by the Leeds Mayor. The LRA is presented as a governmental fund. Separated financial statements are not issued by the LRA. The City of Leeds is responsible for the operations of the LRA.

**Discretely Presented Component Unit –** There is one discretely presented component unit of the City of Leeds, Alabama, the Leeds Public Education Building Authority (PEBA).

**Leeds Public Education Building Authority –** The PEBA was formed for the purpose of managing the assets and revenue bonds used to build new schools for the City of Leeds Board of Education (Leeds BOE). The members of the board of directors of PEBA are appointed by the City of Leeds and a portion of the debt service on the 2008 Education Facilities Revenue Bonds is to be repaid by PEBA with certain pledged tax revenues it receives from the City of Leeds. The 2008 Education Facilities Revenue Bonds have been refunded and the terms of the agreement apply to the new bond issue. The City's obligation is limited to providing a portion of the City's supplemental sales and use tax revenues (with a general rate of one cent) and occupational tax (with a rate of one percent) to PEBA as a credit against the lease payments required to be paid to PEBA by the Leeds BOE. The lease payments required to be paid to PEBA by the Leeds BOE are equal to the debt service each year on the 2008 Educational Facilities Revenue Bonds. Leeds BOE is required to pay the difference in lease payments if the City's pledged tax revenues are not sufficient to cover the debt service on those bonds.

**THE CITY OF LEEDS, ALABAMA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies - Continued**

**Government-Wide Financial Statements**

Financial reporting requirements include a management's discussion and analysis, basic financial statements consisting of government-wide and fund financial statements, required supplementary information, and other supplementary information. The City has elected not to present the management's discussion and analysis.

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The government-wide statement of net position is presented on a consolidated basis which includes all funds and blended component units and on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reflects both the gross and net costs by functional category that are being supported by general revenues, primarily taxes. The statement of activities reduces gross expenses by directly related program revenues. 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 and (2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function or segment. Taxes and other items not included in program revenues are reported as general revenues. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

In the fund financial statements, financial transactions and accounts of the City are organized on the basis of funds. The operation of each fund is considered to be an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The fund statements are budgeted and presented on the *current financial resource measurement focus* and the *modified accrual* basis of accounting. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented which briefly explains the adjustments necessary to reconcile them.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due.

Property taxes, sales taxes, other miscellaneous taxes and interest associated with the current fiscal period are all considered susceptible to accrual and are recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when the cash is received by the government.

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

**Note 1 – Summary of Significant Accounting Policies - Continued**

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first and then unrestricted resources as they are needed.

All of the City’s funds fall under the broad classification of Governmental funds. Governmental funds focus on the determination of financial position and changes in financial position (sources, uses, and balances of financial resources) and not net income. The following is a description of the major governmental funds of the City:

General Fund - The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund - accounts for the accumulation of resources for and the payment of principal and interest on long-term general obligation debt of governmental funds.

Non-major funds are aggregated and presented in a single column. The City’s non-major funds are comprised of special revenue funds and blended component units. Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

**Property Tax Calendar**

Property values are assessed, and property taxes are collected by Jefferson County, St. Clair County and Shelby County. Property values are assessed, and property taxes attach as an enforceable lien on property as of October 1 of each fiscal year. The property taxes are due and payable on October 1 of the subsequent fiscal year and are delinquent after January 1.

**Cash and Cash Equivalents**

The City’s cash and cash equivalents are considered to be cash on hand, demand deposits and certificates of deposit with a duration of one year or less from the date of acquisition. Restricted cash represents amounts that have been placed into escrow for payment of bond principal and interest as it becomes due and amounts in special revenue accounts that are restricted by the revenue source.

**Receivables**

Receivables are reported net of an allowance for uncollectibles, which is based upon collection experience.

**Prepaid Items**

Payments to vendors for services that will benefit periods beyond year end are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Capital Assets and Depreciation**

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Fund accounting reports capital outlays as expenditures and does not recognize capital assets and

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies - Continued**

depreciation. Under the government-wide, accrual basis of reporting, general capital assets are long-lived assets of the City as a whole. When purchased, such assets are capitalized subject to a \$5,000 capitalization threshold. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement cost. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings and improvements – 15 to 60 years; improvements/infrastructure - 5 to 60 years; equipment - 5 to 15 years.

**Bond Premium**

On government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are shown as additional long-term liabilities on the statement of net position

On the governmental fund financial statements, bond premiums are recognized in the year the bonds are issued.

**Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources, which represent a consumption of net position that applies to a future period and therefore, will not be recognized as an outflow of resources (expense) until then. The City currently has three types of items that qualify for reporting in this category, the deferred loss on refunding debt, differences between expected and actual pension service costs and deferred pension expense. The deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the lesser of the life of the refunded or refunding debt. The differences between expected and actual pension service costs occur when actuarially projected amounts differ from actual results. These differences are amortized over seven years. Deferred pension expense results from contributions made after the liability measurement date. These contributions will be incorporated in the actuarial calculations of the next measurement date.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources, which represent an acquisition of net position that applies to a future period and as such, will not be recognized as an inflow of resources (revenue) until that time. The City currently has deferred inflows for differences in expected and actual pension experience that are being amortized over seven years, differences in projected and actual pension investment earnings that are being amortized over 5 years.

**Long-Term Obligations**

The government-wide financial statements present long-term debt and other long-term obligations as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In fund financial statements, bond premiums, discounts and issuance costs are recognized in the current period. The face amount of debt issued is reported as other financing sources, while premiums and discounts are reported as other financial sources and uses, respectively. Issuance costs are reported as debt service expenditures.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies – Continued**

**Net Position and Fund Balance**

In the government-wide financial statements, net position is classified in the following categories:

Net investment in capital assets - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt associated with the acquisition, construction, or improvement of these assets reduces this category.

Restricted Net Position - This category presents the net position restricted by external parties (creditors, grantors, contributors or laws and regulations).

Unrestricted - This category represents the net position of the City that is not restricted for any project or other purpose by third parties.

Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which a City is bound to honor constraints on the specific purposes for which amounts in those resources can be spent. Fund balances are classified as follows:

Non-spendable fund balance - Amounts that cannot be spent because they are either (a) not in spendable form - prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Amounts that can be spent only for specific purposes because of the City Charter, City Code, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed Fund Balance – Amounts that can be used only for the specific purposes determined by an Ordinance, the City’s highest level of decision-making authority (the City Council). The City Council must adopt an ordinance to modify or rescind committed fund balances.

Assigned Fund Balance - Amounts that are constrained by the City’s expressed intent to use resources for specific purposes but do not meet the criteria to be classified as restricted or committed. The City Council has the authority to assign amounts intended to be used for specific purposes.

Unassigned Fund Balance – All amounts not included in other spendable classifications. The general fund is the only fund that reports a positive unassigned fund balance amount. In all other funds, unassigned is limited to negative residual fund balance, if any.

**Compensated Absences**

The City accrues unused portions of vacation pay in the period the fund liability is incurred. The vesting method is used to accrue sick leave liability. The liability is based on the sick leave accumulated at year-end by those employees who are currently eligible to receive termination payments as well as other employees who are expected to become eligible to receive such payments.

**THE CITY OF LEEDS, ALABAMA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1 – Summary of Significant Accounting Policies – Continued**

**Pension Plan**

The Employees' Retirement System of Alabama (the Plan) financial statements are prepared using the economic resources measurement focus and accrual basis of accounting. Contributions are recognized as revenues when earned, pursuant to the plan requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Expenses are recognized when the corresponding liability is incurred, regardless of when the payment is made. Investments are reported at fair value. Financial statements are prepared in accordance with requirements of the Governmental Accounting Standards Board (GASB). Under these requirements, the Plan is considered a component unit of the State of Alabama and is included in the State's Comprehensive Annual Financial Report.

**Use of Estimates**

In preparing these financial statements, management is required to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE 2 – Discretely Presented Component Unit**

The Public Education Building Authority (PEBA) is included in the government-wide financial statements as a discretely presented component unit. The PEBA is comprised of a single fund and does not issue its own financial statements. The financial statements are presented on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred. The policies and disclosures related to the PEBA that are significant to the City of Leeds are summarized as follows:

**Nature of Operations**

The PEBA was formed for the purpose of managing the assets and revenue bonds used to build new schools for the Leeds Board of Education (BOE). The members of the board of directors of PEBA are appointed by the City of Leeds and a portion of the debt service on the 2008 Educational Facilities Revenue Bonds is to be repaid by PEBA with certain pledged tax revenues it receives from the City of Leeds. The 2008 Educational Facilities Revenue Bonds were refunded and the same terms apply to the new bond issue. The City's obligation is limited to providing a portion of the City's supplemental sales and use tax revenues and occupational tax both with tax rate of one cent to PEBA as a credit against the lease payments required to be paid to PEBA by the BOE. The lease payments required to be paid to PEBA by the BOE are equal to the debt service each year on the 2008 Educational Facilities Revenue Bonds. The BOE is required to pay the difference in lease payments if the City's pledged tax revenues are not sufficient to cover the debt service on the bonds. The City entered advance refunding of the original 2008 issue which was completed during the year ended September 30, 2018. All issues refunded are under the same requirements of City repayment as the original 2008 bond issue.

**Restricted Cash and Cash Equivalents**

Restricted assets include cash and cash equivalents restricted for debt service. The PEBA had \$772,687 on deposit with the trustee at September 30, 2021.

**Capital Assets**

Capital assets are accounted for by PEBA in the same manner as capital assets are accounted for by the City.

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

NOTE 2 – Discretely Presented Component Unit – Continued

Deferred Outflows of Resources

The PEBA’s statement of net position report has a separate section for deferred outflows of resources. This separate financial statement element reflects a decrease in net position that applies to future periods. Deferred outflows of resources reported in the financial statements is the loss on refunding of warrants payable. The loss on refunding is being amortized over the remaining life of the refunded warrants as part of interest expense. As of September 30, 2021, the loss on refunding of warrants payable, net of accumulated amortization, totaled \$275,988.

Accrued Interest

Accrued expenses at September 30, 2021 include accrued interest which totaled \$808,035.

Bonds Payable

During the year ended September 30, 2016, PEBA partially refunded the 2008 bonds with two issues. The December 18, 2015 refunding bears interest from 1.65% to 4% and will mature April 1, 2032. The principal amount outstanding at September 30, 2019 totaled \$8,930,000. The March 15, 2016, refunding bears interest ranging from 1.75% to 4.00% and will mature April 1, 2035. The principal amount outstanding at September 30, 2019 totaled \$6,880,000. During the year ended September 30, 2017, PEBA partially refunded the 2008 bonds with one issue. The March 15, 2017 refunding bears interest ranging from 2.13% to 5.00% and will mature April 1, 2038. The principal amount outstanding at September 30, 2019 totaled \$24,430,000. Bonds payable are presented net of the premiums and premium accumulated amortization. As of September 30, 2021, the premium, net of accumulated amortization, totaled \$2,738,500.

Net Position

Net position is accounted for the PEBA in the same manner as it is accounted for the City.

NOTE 3 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental fund balance sheet includes a 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 “bonds and other long-term liabilities are not due and payable in the current period and are not reported in the funds.” The details of that difference are as follows:

Bonds and notes payable	\$ (74,712,694)
Unamortized loss on refunding	275,988
Deferred inflows and outflows related to pension	440,321
Accrued interest payable	(785,692)
Compensated absences	(391,589)
Pension liability	<u>(6,833,245)</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$ (82,006,911)</u>

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

**NOTE 3 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – continued**

The governmental fund statement of revenues, expenditures, and changes in fund balances include a reconciliation between 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 that difference are as follows:

Net capital outlay	\$ 1,813,698
Depreciation	<u>(1,833,165)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (19,467)</u>

**NOTE 4 - CASH DEPOSITS AND INVESTMENTS**

The City does not have a formal, written investment policy; however, state law limits the kinds of investments that Alabama municipalities can make to: (1) accounts and certificates of deposits with banks or savings associations that are qualified public depositories; (2) direct obligations of the U.S. Department of the Treasury and certain federal agencies (collectively referred in this note as "USTO"); (3) certain qualified obligations of any state and their agencies; and (4) common trust funds, collective investment funds maintained by qualified institutions, or any registered mutual funds, all of which must hold a prescribed amount of obligations meeting the requirements of 1-3 above.

**Investments**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes.

**Custodial Credit Risk - Deposits**

The City has a policy that all of its deposits be insured by federal depository insurance or the Security for Alabama Funds Enhancement, or SAFE program, which was the case for all bank deposits as of September 30, 2021. The SAFE program is administered by the State Treasurer according to State of Alabama statute, and any bank or financial institution in the State of Alabama accepting deposits of public funds is required to insure those funds by pledging eligible collateral to the State Treasurer for the SAFE collateral pool. The entire pool stands behind each deposit. Eligible collateral are those securities currently designated as acceptable collateral for state deposits as defined by State law.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 5 - RECEIVABLES**

Receivables consist of the following as of September 30, 2021:

	<u>ENTITY WIDE</u>	<u>GENERAL FUND</u>	<u>DEBT SERVICE</u>	<u>2018 CAPITAL PROJECTS</u>	<u>NON MAJOR SPEC REV</u>	<u>COMP. UNIT</u>
Taxes	\$ 1,969,004	\$ 1,850,897	\$ -	\$ -	\$ 118,107	\$ -
Other	141,495	141,023	472	-	-	-
	<u>2,110,499</u>	<u>1,991,920</u>	<u>472</u>	<u>-</u>	<u>118,107</u>	<u>-</u>
Less allowance for uncollectibles	-	-	-	-	-	-
	<u>\$ 2,110,499</u>	<u>\$ 1,991,920</u>	<u>\$ 472</u>	<u>\$ -</u>	<u>\$ 118,107</u>	<u>\$ -</u>

**NOTE 6 - INTERFUND TRANSFERS**

In general, transfers are used to (1) move revenues from the fund that collects the money to the fund that expends the money, (2) move receipts restricted or earmarked for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due. The composition of interfund balances as of September 30, 2021, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	
Debt Service Fund	General Fund	\$ 4,894,571
Redevelopment Authority	General Fund	<u>50,000</u>
		\$ 4,944,571
	<u>Entity-Wide</u>	
Public Education Building Authority (PEBA)	General Fund	<u>\$ 2,599,034</u>
		<u>\$ 7,543,605</u>

**THE CITY OF LEEDS, ALABAMA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 7 - CAPITAL ASSETS AND DEPRECIATION**

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

	BEGINNING BALANCE	ADDITIONS	RETIREMENTS	ENDING BALANCE
<b>GOVERNMENTAL ACTIVITIES:</b>				
Not being depreciated:				
Land	\$ 14,525,326	\$ -	\$ -	\$ 14,525,326
Construction in process	650,634	-	(650,634)	-
	15,175,960	-	(650,634)	14,525,326
Other capital assets:				
Buildings and improvements	7,835,970	403,519	-	8,239,489
Equipment, technology, and rolling equipment	5,924,814	343,137	-	6,267,951
Roads, sidewalks, bridges and drainage structures	22,734,084	256,580	-	22,990,664
Vehicles	3,255,392	1,461,096	-	4,716,488
	39,750,260	2,464,332	-	42,214,592
Accumulated depreciation:				
Buildings and improvements	(2,194,210)	(185,762)	-	(2,379,972)
Equipment, technology, and rolling equipment	(4,531,686)	(305,891)	-	(4,837,577)
Roads, sidewalks, bridges and drainage structures	(7,612,326)	(937,768)	-	(8,550,094)
Vehicles	(1,827,522)	(403,744)	-	(2,231,266)
	(16,165,744)	(1,833,165)	-	(17,998,909)
Net other capital assets	23,584,516	631,167	-	24,215,683
Net capital assets	\$ 38,760,476	\$ 631,167	\$ (650,634)	\$ 38,741,009
<b>COMPONENT UNIT:</b>				
Not being depreciated:				
Land	\$ 2,459,408	\$ -	\$ -	\$ 2,459,408
	2,459,408	-	-	2,459,408
Other capital assets:				
Buildings and improvements	32,699,982	-	-	32,699,982
Furniture and equipment	2,795,467	-	-	2,795,467
Streets, sidewalks and infrastructure	1,743,452	-	-	1,743,452
	37,238,901	-	-	37,238,901
Accumulated depreciation				
	(8,666,816)	(760,422)	-	(9,427,238)
Net other capital assets	68,270,394	(760,422)	-	27,811,663
Net capital assets	\$ 70,729,802	\$ (760,422)	\$ -	\$ 30,271,071

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 7 - CAPITAL ASSETS AND DEPRECIATION – Continued**

Depreciation was charged to functions as follows:

	<b>CITY</b>
Streets and sanitation	\$ 694,677
Parks and recreation	161,014
Public safety	576,590
Administrative services	400,884
	<u>\$ 1,833,165</u>
Component unit	<u>\$ 760,422</u>

**NOTE 8 - BONDS, NOTES AND OTHER LONG-TERM LIABILITIES**

General Obligation Warrants

The City issues general obligation (“G.O.”) warrants, which are a direct obligation and pledge of the full faith and credit of the City, for the acquisition and construction of major capital facilities or to refund other G.O. warrants.

Long-term liability activity for the year ended September 30, 2021 is as follows:

<u>Description</u>	<u>Interest Rate</u>	<u>Balance 9/30/2020</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 9/30/2021</u>	<u>Amounts Due Within One Year</u>
General Obligation Warrants:						
2017 Series	2.0 - 3.8	\$ 13,735,000	\$ -	\$ 405,000	\$ 13,330,000	\$ 420,000
2017 A Series	2.0 - 3.8	5,370,000	-	4,565,000	805,000	265,000
2017 B Series	2.0 - 3.8	2,685,000	-	2,140,000	545,000	135,000
2018 Series	2.9 - 4.25	6,250,000	-	5,535,000	715,000	-
2020A Series	1.63 - 3.09	3,990,000	-	-	3,990,000	-
2020B Series	1.63 - 3.07	47,535,000	-	350,000	47,185,000	355,000
2020C Series	3.275	2,700,000	-	24,005	2,675,995	98,006
2021A Series	1.06 - 2.36	-	2,215,000	-	2,215,000	-
2021B Series	.31 - 2.36	-	10,080,000	-	10,080,000	-
Subtotal General Obligation Warrants		82,265,000	12,295,000	13,019,005	81,540,995	1,273,006
Total General Obligation Warrants		\$ 82,265,000	\$ 12,295,000	\$ 13,019,005	\$ 81,540,995	\$ 1,273,006
Less:						
Funding agreements from Leeds Board of Education for Series 2017					(6,665,000)	
Unamortized discounts					(163,301)	
Net general obligation warrants payable					\$ 74,712,694	

**Capitalized Lease**

Sutphen Fire Truck	2.39	\$ 330,666	\$ -	\$ 330,666	\$ -
Total Capitalized Leases		\$ 330,666	\$ -	\$ 330,666	\$ -

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 8 - BONDS, NOTES AND OTHER LONG-TERM LIABILITIES – continued**

**Component Unit**

Description	Interest Rate	Balance 9/30/2020	Issued	Retired	Balance 9/30/2021	Amounts Due Within One Year
<b>Series 2015</b>						
Revenue Bonds dated May 1, 2015 due in semi-annual payments on May 1 and November 1 through November 1, 2032 Principally due annually on November 1	2.0 - 3.8	\$ 8,865,000	\$ -	\$ 70,000	\$ 8,795,000	70,000
<b>Series 2016</b>						
Revenue Bonds dated May 1, 2015 due in semi-annual payments on May 1 and November 1 through November 1, 2035 Principally due annually on November 1	2.0 - 3.8	\$ 6,830,000		50,000	\$ 6,780,000	50,000
<b>Series 2017</b>						
Revenue Bonds dated October 12, 201 in semi-annual payments on June 1 and December 1 through December 1, 2038 Principally due annually on December 1	2.0 - 3.8	\$ 23,135,000		1,365,000	\$ 21,770,000	1,430,000
<b>Total long-term liabilities</b>		<u>\$ 38,830,000</u>	<u>\$ -</u>	<u>\$ 1,485,000</u>	<u>\$ 37,345,000</u>	<u>\$ 1,550,000</u>
Less:						
Unamortized discounts					(1,557,402)	
Net general obligation warrants payable					<u>\$ 35,787,598</u>	

Funding Agreement

The City issued the Series 2013 and 2014 General Obligation School Warrants while simultaneously entering into a funding agreement with the Leeds Board of Education (BOE). The funding agreement sets forth that the BOE agrees to pay the City such amounts as shall be required so that for each calendar year during the term, the City's net debt service payments will equal the lesser of 50% of all principal and interest maturities on the warrants or \$450,000. The Series 2013 and 2014 General Obligation School Warrants were refunded through the issuance of the Series 2017 General Obligation School Warrants in October 2017. The funding agreement transferred to the new Series 2017 General Obligation School Warrants with the same terms.

Source of Repayment of Long-Term Liabilities

The City's long-term debt is generally repaid from the Debt Service fund with resources provided by the General Fund. Compensated absences are generally paid with General Fund resources since most of the activities affecting the liability occur within General Fund departments.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 8 - BONDS, NOTES AND OTHER LONG-TERM LIABILITIES – continued**

Principal maturities of G.O. warrants and notes payable are as follows for the fiscal years ended:

September 30,	CITY		COMPONENT UNIT	
	Principal	Interest	Principal	Interest
2022	\$ 1,273,006	\$ 2,023,257	\$ 1,550,000	\$ 1,545,370
2023	2,951,264	2,070,839	1,580,000	1,512,533
2024	2,274,631	2,037,145	1,655,000	1,436,957
2025	2,323,110	2,002,188	1,735,000	1,357,633
2026	2,341,704	1,969,761	1,825,000	1,274,070
2027-2031	12,321,757	9,244,045	10,410,000	5,021,700
2032-2036	13,806,329	7,767,180	12,745,000	2,729,730
2037-2041	16,824,194	5,663,711	5,845,000	353,000
2042-2046	18,980,000	2,924,946		
2047-2048	8,445,000	338,901		
	<u>\$81,540,995</u>	<u>\$36,041,973</u>	<u>\$37,345,000</u>	<u>\$15,230,993</u>

On September 9, 2021, the City issued \$2,215,000 of Taxable General Obligation Warrants (Series 2021-A) and \$10,080,000 of Taxable General Obligation School Warrants (Series 2021-B) with interest rates ranging between .31% and 2.36%. The City issued the bonds to advance refund \$11.160 million of the outstanding Series 2017-A, 2017-B, and 2018 General Obligation Warrants with interest rates ranging between 2% and 3.8%. As a result, that portion of the 2017-A, 2017-B and 2018 series bonds is considered defeased, and the City has removed the liability from its accounts. The remaining principal of the 2017-A series bonds, that was not refunded as of September 30, 2021, was \$805,000, the Series 2017-B remaining unpaid was \$545,000 and the Series 2018 not refunded was \$718,000.

The advance refunding reduced total debt service payments over the next 17 years by nearly \$1,557,110. This results in an economic gain (difference between present values of the debt service payments on the old and new debt) of \$1,521,940.

**NOTE 9 - LEASE OBLIGATIONS**

The City leases certain parking lots under noncancelable operating lease agreements. Rent expense paid under the lease agreements during the year ended September 30, 2021 totaled \$38,517. Future minimum lease payments due under noncancelable leases in excess of one year for each of the next five years and thereafter consist of the following:

September 30,	Remaining
	Principal
2022	\$ 38,517
2023	38,517
2024	38,517
2025	38,517
2026	38,517
2027-2031	192,585
2032-2036	192,585
2037-2041	104,542
	<u>\$ 682,297</u>

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 10 - RISK MANAGEMENT**

The City maintains commercial insurance policies to mitigate risk of significant losses. Management believes the amount of insurance maintained to be adequate. There have been no significant reductions in insurance coverage. Insurance settlements have not exceeded insurance coverage for the current year or the three prior years.

**NOTE 11 - COMMITMENTS AND CONTINGENT LIABILITIES**

The City is involved in various lawsuits at September 30, 2021, substantially all of which will be covered by insurance in the event of a settlement or judgement against the City.

The City, in order to foster economic growth, has entered into the following agreements:

The City has entered into tax abatement agreements with local businesses under the Tax Incentive Reform Act of 1992 to promote economic development. Under the Act, cities, counties and public industrial authorities have the ability to abate sales and use taxes and property taxes for various time periods depending on the type of business. The total amount rebated under these agreements for the year ended September 30, 2021 was \$965,742. The balances remaining to be paid under these agreements as of September 30, 2021 cannot be determined since the total to be paid is dependent upon future sales tax, rental tax and business license revenue from each development.

As of September 30, 2021, the City has entered into a lease/purchase agreement to purchase for \$1,500,000. Annual lease payments of \$124,851 are to begin on December 6, 2022 and will end on December 6, 2036.

**NOTE 13 - PENSION PLAN**

*Employee's Retirement System of Alabama (ERS)*

**Plan Description.** The ERS, an agent multiple-employer public employee retirement plan, was established as of October 1, 1945, pursuant to the *Code of Alabama 1975, Title 36, Chapter 27 (Act 515 of the Legislature of 1945)*. The purpose of the ERS is to provide retirement allowances and other specified benefits for state employees, state police, and on an elective basis, to all cities, counties, towns and quasi-public organizations. Assets of the ERS are pooled for investment purposes. However, separate accounts are maintained for each individual employer so that each employer's share of the pooled assets is legally available to pay the benefits of its employees only. The responsibility for the general administration and operation of ERS is vested in its Board of Control. The ERS Board of Control consists of 13 trustees. The Plan had approximately 90,999 participants from approximately 909 local participating employers as of September 30, 2018 and is administered by the Retirement Systems of Alabama (RSA). Title 36-Chapter 27 of the Code of Alabama grants the authority to establish and amend the benefit terms to the ERS Board of Control. The Plan issues a publicly available financial report that can be obtained at [www.rsa-al.gov](http://www.rsa-al.gov).

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 13 - PENSION PLAN – Continued**

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

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

**Benefits provided.** State law establishes retirement benefits as well as death and disability benefits and any ad hoc increase in postretirement benefits for the ERS. Benefits for ERS members vest after 10 years of creditable service. The Legislature of Alabama has authority to amend the plan and grants the City authority to accept or reject cost-of-living adjustments to retirees. During its 2012 Session, the legislature created a Tier 2 plan for all employees hired on or after January 1, 2013, with all employees hired before that date being referred to as Tier 1 members. Membership is mandatory for covered or eligible City employees and substantially all employees are members of ERS.

Tier 1 employees who retire after age 60 with 10 or more years of creditable service or with 25 years of service (regardless of age) are entitled to an annual retirement benefit payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, Tier 1 retirees are allowed 2.0125 percent of their average final compensation (highest 3 of the last 10 years) for each year of service.

Tier 2 employees are eligible for retirement after age 62 with 10 years or more of creditable service and are entitled to an annual retirement benefit payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, Tier 2 retirees are allowed 1.65 percent of their average final compensation (highest 5 of the last 10 years) for each year of service.

Members are eligible for disability retirement if they have 10 years of credible service, are currently in-service, and determined by the RSA Medical Board to be permanently incapacitated from further performance of duty. Preretirement death benefits are calculated and paid to the beneficiary based on the member's age, service credit, employment status and eligibility for retirement.

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

NOTE 13 - PENSION PLAN – Continued

As of September 30, 2018, membership consisted of:

Retirees and beneficiaries currently receiving benefits	57
Vested inactive members	3
Non-vested inactive members	33
Active members	93
Post-DROP participants who are still in active service	-
Total	<u>186</u>

**Contributions.** Tier 1 covered members of the ERS contribute 5 percent of earnable compensation with the exception of certified law enforcement, correctional officers and firefighters who contribute 6 percent. Tier 2 covered members contribute 6 percent of earnable compensation with the exception of law enforcement, correctional officers, and firefighters who contribute 7 percent of earnable compensation. The ERS establishes employer rates based on an actuarial determined rate recommended by an independent actuary. The actuarial determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with additional amounts to finance any unfunded accrued liability, the pre-retirement death benefit and administrative expenses of the Plan. For the year ended September 30, 2021, the City's covered payroll was \$14,123,140. The City's active employee contribution rate was 8.25 percent of covered payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 8.25 percent of covered payroll.

The City's contractually required contribution rate for the year ended September 30, 2021 was XXXX% of pensionable pay for Tier 1 employees, and XXXX% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2017, a percent of annual pensionable payroll, and an actuarially determined amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the System were \$644,405 for the year ended September 30, 2021

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 13 - PENSION PLAN - Continued**

**Net Pension Liability**

The City’s net pension liability was measured as of September 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2018 rolled forward to September 30, 2019 using standard roll-forward techniques as shown in the following table:

	<u>Expected</u>	<u>Actual Before Act 2019-132</u>	<u>Actual After Act 2019-132</u>
(a) Total Pension Liability as of September 30, 2019	\$ 17,439,406	\$ 16,945,054	\$ 17,177,496
(b) Discount rate	7.70%	7.70%	7.70%
(c) Entry Age Normal Cost for the period October 1, 2019 - September 30, 2020	342,404	342,404	407,166
(d) Transfers Among Employers:	-	(34,231)	(34,231)
(e) Actual Benefit Payments and Refunds for the period October 1, 2019 - September 30, 2020	<u>(1,359,241)</u>	<u>(1,359,241)</u>	<u>(1,359,241)</u>
(f) Total Pension Liability as of September 30, 2020 = [(a) x (1+(b))] + (c) + (d) + [(e) x (1+0.5*(b))]	<u>\$ 17,713,072</u>	<u>\$ 17,146,424</u>	<u>\$ 17,461,527</u>
(g) Difference between Expected and Actual		\$ (566,648)	
(h) Less Liability Transferred for Immediate Recognition		<u>(34,231)</u>	
(i) Difference between Expected and Actual - Experience (Gain)/Loss = (g) - (h)		<u>\$ (532,417)</u>	
(j) Difference between Actual TPL Before and After Act 2019-132 - Benefit Change (Gain)/Loss			<u>\$ 315,103</u>

**Actuarial assumptions.** The total pension liability in the September 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increases	3.25% - 5.00%
Investment rate of return*	7.70%

\*Net of pension plan investment expense

Mortality rates for ERS were based on the sex distinct RP-2000 Blue Collar Mortality Table Projected with Scale BB to 2021 with an adjustment of 125% at all ages for males and 120% for females age 78 and older. The rates of mortality for the period after disability retirement are according to the sex distinct RP-2000 Disabled Retiree Mortality Table Projected with a Scale BB to 2021 with an adjustment of 130% at all ages for females.

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

NOTE 13 - PENSION PLAN - Continued

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Fixed Income	17%	4.4%
US Large Stocks	32%	8.0%
US Mid Stocks	9%	10.0%
US Small Stocks	4%	11.0%
Int'l Developed Market Stocks	12%	9.5%
Int'l Emerging Market Stocks	3%	11.0%
Alternatives	10%	10.1%
Real Estate	10%	7.5%
Cash Equivalents	3%	1.5%
Total	100%	

**Discount rate.** The discount rate used to measure the total pension liability at September 30, 2020 was the long-term rate of return, 7.70%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were projected to be available to make all projected future benefit payments of current pan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability and a municipal bond rate was not used in determining the discount rate.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 13 - PENSION PLAN - Continued**

**Changes in Net Pension Liability:**

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (Asset) (a) - (b)</b>
<b>Balances at September 30, 2019</b>	\$ 17,439,406	\$ 10,643,908	\$ 6,795,498
Changes for the year:			
Service cost	342,404	-	342,404
Interest	1,290,503	-	1,290,503
Changes of benefit terms	315,103	-	315,103
Changes of assumptions	-	-	-
Differences between expected and actual experience	(532,417)	-	(532,417)
Contributions - employer	-	523,802	(523,802)
Contributions - employee	-	263,152	(263,152)
Net investment income	-	590,892	(590,892)
Benefit payments, including refunds of employee contributions	(1,359,241)	(1,359,241)	-
Administrative expense	-	-	-
Transfers among employers	(34,231)	(34,231)	-
Net changes	<u>22,121</u>	<u>(15,626)</u>	<u>37,747</u>
<b>Balances at September 30, 2020</b>	<u>\$ 17,461,527</u>	<u>\$ 10,628,282</u>	<u>\$ 6,833,245</u>

**Sensitivity of the net pension liability to changes in the discount rate.** The following table presents the City's net pension liability calculated using the discount rate of 7.70%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.7%) or 1-percentage-point higher (8.7%) than the current rate:

	<b>1% Decrease (6.70%)</b>	<b>Current Discount Rate (7.70%)</b>	<b>1% Increase (8.70%)</b>
Plan's Net Pension Liability (Asset)	\$ 8,721,159	\$ 6,833,245	\$ 5,243,958

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in the separately issued RSA Comprehensive Annual Report for the fiscal year ended September 30, 2020. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2020. The auditor's report dated June 17, 2021 on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes is also available. The additional financial and actuarial information is available at [www.rsa-al.gov](http://www.rsa-al.gov).

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 13 - PENSION PLAN - Continued**

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

For the year ended September 30, 2021, the City recognized pension expense of \$882,085. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 43,435	\$ 742,298
Changes of assumptions	181,048	-
Net difference between projected and actual earnings on plan investments	332,775	-
Employer contributions subsequent to the Measurement Date	625,361	-
Total	\$ 1,182,619	\$ 742,298

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

Amortization of Deferred Inflows / Outflows:	
Year ended September 30,	
2022	\$ 620,379
2023	(22,320)
2024	(17,078)
2025	(103,469)
2026	(37,191)
Thereafter	-
	\$ 440,321

**NOTE 14 - ECONOMIC DEPENDENCY**

Sales and use tax revenue accounted for 76 percent of total governmental fund-type revenues for the year ended September 30, 2021.

**THE CITY OF LEEDS, ALABAMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**NOTE 15 – FUTURE ACCOUNTING PRONOUNCEMENTS**

The Governmental Accounting Standards Board has issued statements that will become effective in subsequent fiscal years. The statements address:

- Statement No. 87, *Leases* – This statement changes the recognition requirements for certain lease assets and liabilities for leases that are currently classified as operating leases. This statement will become effective for the City in fiscal year 2022.
- Statement No. 91, *Conduit Debt Obligations* – This statement will become effective for the city in fiscal year 2022.
- Statement No. 92, *Omnibus 2020* – This statement will become effective for the City in fiscal year 2022.
- Statement No. 93, *Replacement of Interbank Offered Rates* – This statement will become effective for the City in fiscal year 2022.
- Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* – This statement will become effective for the City in Fiscal year 2023

The City is currently evaluating the effects that these statements will have on its financial statements for subsequent years.

The City has implemented GASB Statement No. 84, *Fiduciary Activities*. The implementation of this statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity, and (2) the beneficiaries with whom a fiduciary relationship exists. The City has evaluated these criteria and determined that activities related to its collections and payments of personal property ad valorem taxes related to sales of car tags by the City should be reported as a fiduciary fund in accordance with GASB Statement No. 84. The implementation of GASB Statement No. 84 had no impact on prior period balance of fiduciary net position in the Fiduciary custodial fund.

**NOTE 16 - SUBSEQUENT EVENTS**

In December 2019, an outbreak of a novel strain of coronavirus (COVID-19) originated in Wuhan, China and has since spread to other countries, including the U.S. On March 11, 2021, the World Health Organization characterized COVID-19 as a pandemic. Multiple jurisdictions in the U.S., including the state of Alabama, have declared a state of emergency. It is anticipated that these impacts will continue for some time. While there have been no immediate, significant impacts to the City's operations and finances, the potential exists for future disruptions or restrictions on City services due to the outbreak. The financial impact of the outbreak, if any, cannot be estimated at this time.

In preparing these financial statements, the City has evaluated events and transactions for potential recognition or disclosure through April 29, 2022, the date the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY INFORMATION**

DRAFT

**THE CITY OF LEEDS, ALABAMA**  
**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY – RETIREMENT SYSTEMS OF ALABAMA**  
**FOR THE YEAR ENDED SEPTEMBER 30,**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total pension liability</b>							
Service cost	\$ 342,404	\$ 375,585	\$ 348,488	\$ 399,675	\$ 367,882	\$ 358,605	\$ 381,946
Interest	1,290,503	1,289,420	1,306,503	1,287,757	1,234,560	1,185,534	1,156,691
Changes of benefit terms	315,103	-	-	-	-	-	-
Differences between expected and actual experience	(532,417)	-	(473,971)	(25,982)	224,420	330,754	-
Changes of assumptions	-	(59,956)	86,107	-	692,767	-	-
Benefit payments, including refunds of employee contributions	(1,359,241)	(1,468,161)	(1,338,653)	(1,353,226)	(1,330,876)	(1,193,260)	(1,162,956)
Transfers among employers	(34,231)	(177,274)	23,887	(73,621)	6,641	-	-
<b>Net change in total pension liability</b>	<u>22,121</u>	<u>(40,386)</u>	<u>(47,639)</u>	<u>234,603</u>	<u>1,195,394</u>	<u>681,633</u>	<u>375,681</u>
<b>Total pension liability - beginning</b>	<u>17,439,406</u>	<u>17,479,792</u>	<u>17,527,431</u>	<u>17,292,828</u>	<u>16,097,434</u>	<u>15,415,801</u>	<u>15,040,120</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 17,461,527</u>	<u>\$ 17,439,406</u>	<u>\$ 17,479,792</u>	<u>\$ 17,527,431</u>	<u>\$ 17,292,828</u>	<u>\$ 16,097,434</u>	<u>\$ 15,415,801</u>
<b>Plan fiduciary net position</b>							
Contributions - employer	\$ 523,802	\$ 477,559	\$ 461,968	\$ 482,623	\$ 486,514	\$ 468,873	\$ 439,609
Contributions - member	263,152	245,917	239,059	237,767	249,717	230,745	237,993
Net investment income	590,892	278,013	982,163	1,279,525	983,470	120,289	1,151,891
Benefit payments, including refunds of employee contributions	(1,359,241)	(1,468,161)	(1,338,653)	(1,353,226)	(1,330,876)	(1,193,260)	(1,162,956)
Transfers among employers	(34,231)	(177,274)	23,887	(73,621)	6,641	(123,502)	(123,408)
<b>Net change in plan fiduciary net position</b>	<u>(15,626)</u>	<u>(643,946)</u>	<u>368,424</u>	<u>573,068</u>	<u>395,466</u>	<u>(496,855)</u>	<u>543,129</u>
<b>Plan net position - beginning</b>	<u>10,643,908</u>	<u>11,287,854</u>	<u>10,919,430</u>	<u>10,346,362</u>	<u>9,950,896</u>	<u>10,447,751</u>	<u>9,904,622</u>
<b>Plan net position - ending (b)</b>	<u>\$ 10,628,282</u>	<u>\$ 10,643,908</u>	<u>\$ 11,287,854</u>	<u>\$ 10,919,430</u>	<u>\$ 10,346,362</u>	<u>\$ 9,950,896</u>	<u>\$ 10,447,751</u>
<b>Net pension liability (asset) - ending (a) - (b)</b>	<u>\$ 6,833,245</u>	<u>\$ 6,795,498</u>	<u>\$ 6,191,938</u>	<u>\$ 6,608,001</u>	<u>\$ 6,946,466</u>	<u>\$ 6,146,538</u>	<u>\$ 4,968,050</u>
Plan fiduciary net position as a percentage of the total pension liability	60.87%	61.03%	64.58%	62.30%	59.83%	61.82%	67.77%
Covered-employee payroll	\$ 4,019,877	\$ 3,995,600	\$ 3,916,606	\$ 3,973,863	\$ 4,227,319	\$ 4,128,559	\$ 4,076,199
Net pension liability (asset) as a percentage of covered-employee payroll	169.99%	170.07%	158.09%	166.29%	164.32%	148.88%	121.88%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See notes to the required supplemental information.

**THE CITY OF LEEDS, ALABAMA**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS – RETIREMENT SYSTEMS OF ALABAMA**  
**FOR THE YEAR ENDED SEPTEMBER 30,**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,164,747	\$ 1,059,803	\$ 1,000,397	\$ 891,797	\$ 851,471	\$ 821,552	\$ 764,120
Contribution in relation to the actuarially determined contribution	<u>1,164,747</u>	<u>1,059,803</u>	<u>1,000,397</u>	<u>891,797</u>	<u>851,471</u>	<u>821,552</u>	<u>764,120</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 14,123,140	\$ 13,242,966	\$ 12,698,966	\$ 12,071,533	\$ 10,990,780	\$ 10,452,502	\$ 9,801,065
Contributions as a percentage of covered-employee payroll	8.25%	8.00%	7.88%	7.39%	7.75%	7.86%	7.80%

Actuarial cost method:	Entry Age
Amortization Method:	Level percent closed
Remaining amortization period:	17.1 years
Asset valuation method:	Five-year smoothed market
Inflation:	3.00%
Salary increases:	3.25 – 5.00%, including inflation
Investment rate of return:	7.70%, net of pension plan investment expense, including inflation

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See notes to the required supplemental information.

**THE CITY OF LEEDS, ALABAMA**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL**  
**– GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>Revenues:</b>				
Taxes	\$ 14,407,960		\$ 20,714,435	
Licenses and permits	1,506,610		1,051,732	
Intergovernmental	201,220		2,306,475	
Charges for services	119,318		302,250	
Fines and forfeitures	967,311		984,704	
Interest	20,000		33,117	
Other	114,669		2,479,027	
Total Revenues	<u>17,337,088</u>	-	<u>27,871,740</u>	-
<b>Expenditures:</b>				
Current operations:				
General government	2,691,430		4,618,372	
Public safety:				
Fire and rescue	2,715,599		3,626,691	
Police and court	3,603,551		3,841,335	
Streets and sanitation	1,695,400		2,055,938	
Parks and recreation	322,100		11,283	
Library	207,425		398,183	
Engineering and inspection				
Redevelopmnt Expenses	554,100		361,981	
Total current operations	<u>11,789,605</u>	-	<u>14,913,783</u>	-
Capital outlays			35,979	
Debt service	5,500,000			
Total expenditures	<u>17,289,605</u>	-	<u>14,949,762</u>	-
Revenues over / (under) expenditures		-	12,921,978	-
<b>Other financing sources / (uses):</b>				
Transfers to component unit	-		(2,599,034)	
Interfund transfers out	-		(4,944,571)	
Total other financing sources / (uses)	<u>-</u>	-	<u>(7,543,605)</u>	-
Net change in fund balance	<u>\$ 47,483</u>	<u>\$ -</u>	<u>5,378,373</u>	<u>\$ -</u>
Fund balances, beginning			<u>18,969,121</u>	
Fund balances, ending			<u>\$ 24,347,494</u>	

See notes to the required supplemental information.

THE CITY OF LEEDS, ALABAMA  
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

**NOTE 1 - COMPLIANCE AND ACCOUNTABILITY**

**Budget Requirements, Accounting, and Reporting**

**Requirements:**

A budget is adopted for the City’s general fund. The budget is based on expected expenditures by program and estimated resources by source.

With the exception of construction in progress, appropriations lapse at the end of each fiscal year.

Appropriation control (City Council appropriated budget) is by department within a fund. The budget may be amended to transfer amounts between departments. Budgetary comparison schedules are presented in the Supplemental Section as Required Supplemental information. The budgetary basis is the modified accrual basis of accounting with encumbrances included as actual.

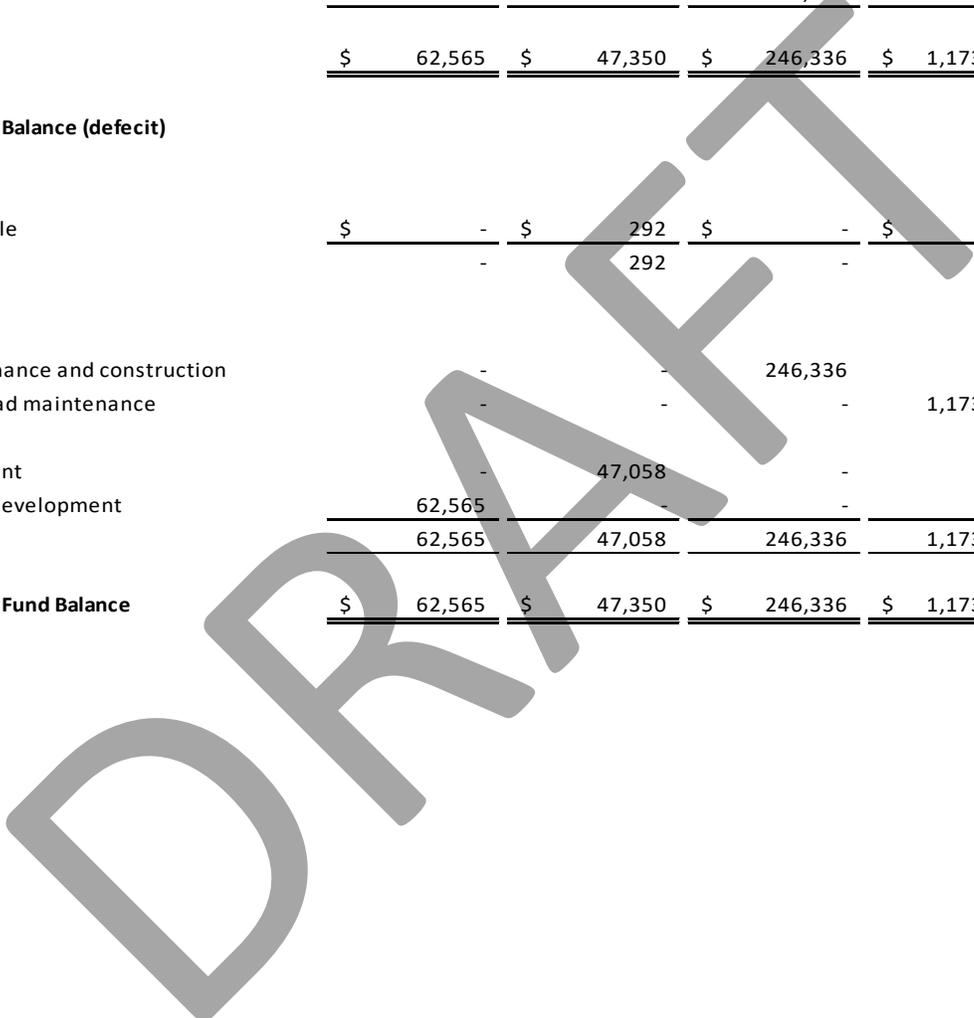
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**SUPPLEMENTARY INFORMATION**

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**SUPPLEMENTARY INFORMATION  
THE CITY OF LEEDS, ALABAMA  
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Commercial Development Authority	Redevelopment Authority	Special Revenue Funds		Nonmajor Governmental Funds
			State 4 Cent Gas Tax	State 7 Cent Gas Tax	
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ 62,565	\$ 47,350	\$ 190,803	\$ 1,110,625	\$ 1,411,343
Accounts receivable	-	-	55,533	62,574	118,107
<b>Total Assets</b>	<b>\$ 62,565</b>	<b>\$ 47,350</b>	<b>\$ 246,336</b>	<b>\$ 1,173,199</b>	<b>\$ 1,529,450</b>
<b>Liabilities and Fund Balance (defecit)</b>					
Current liabilities					
Accounts payable	\$ -	\$ 292	\$ -	\$ -	\$ 292
	-	292	-	-	292
<b>Fund Balance</b>					
Restricted for:					
Road maintenance and construction	-	-	246,336	-	246,336
Street and road maintenance	-	-	-	1,173,199	1,173,199
Assigned for:					
Redevelopment	-	47,058	-	-	47,058
Commercial development	62,565	-	-	-	62,565
	62,565	47,058	246,336	1,173,199	1,529,158
<b>Total Liabilities and Fund Balance</b>	<b>\$ 62,565</b>	<b>\$ 47,350</b>	<b>\$ 246,336</b>	<b>\$ 1,173,199</b>	<b>\$ 1,529,450</b>



**SUPPLEMENTARY INFORMATION  
THE CITY OF LEEDS, ALABAMA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE IN NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Commercial Development Authority	Redevelopment Authority	Special Revenue Funds		Nonmajor Governmental Funds
			State 4 Cent Gas Tax	State 7 Cent Gas Tax	
<b>Revenue</b>					
Taxes	\$ -	\$ -	\$ 148,233	\$ 490,399	\$ 638,632
Services	-	-	-	-	-
Interest	162	-	-	709	871
	<u>162</u>	<u>-</u>	<u>148,233</u>	<u>491,108</u>	<u>639,503</u>
<b>Expenditures</b>					
Redevelopment	-	63,945	-	-	63,945
Streets and Infrastructure	-	-	2,732	-	2,732
	<u>-</u>	<u>63,945</u>	<u>2,732</u>	<u>-</u>	<u>66,677</u>
<b>Capital Outlay</b>					
<b>Other Financing Sources/(Uses)</b>					
Transfers In/(Out)	-	50,000	-	-	50,000
	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
<b>Net Change in Fund Balance</b>	162	(13,945)	145,501	491,108	622,826
<b>Fund Balance (Defecit) - Beginning of Year</b>	<u>62,403</u>	<u>61,003</u>	<u>100,835</u>	<u>682,091</u>	<u>906,332</u>
<b>Fund Balance (Defecit) - End of Year</b>	<u>\$ 62,565</u>	<u>\$ 47,058</u>	<u>\$ 246,336</u>	<u>\$ 1,173,199</u>	<u>\$ 1,529,158</u>

**THE CITY OF LEEDS, ALABAMA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

<u>Federal Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
Direct Programs:			
U.S. Department of Treasury Passed through the Alabama Department of Finance Coronavirus State and Local Fiscal Recovery Funds Total: U.S. Department of Treasury	21.027	ARPM210239	\$ 1,429,643 <u>1,429,643</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u>\$ 1,429,643</u>

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of The City of Leeds and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**NOTE 3 – De MINIMIS INDIRECT COST RATE**

The City of Leeds has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

THE CITY OF LEEDS, ALABAMA  
SCHEDULE OF PRIOR AND CURRENT YEAR FINDINGS  
SEPTEMBER 30, 2021

**PRIOR YEAR – FINDINGS, RECOMMENDATIONS, AND REPLIES**

There are no prior year audit findings.

**CURRENT YEAR – FINDINGS, RECOMMENDATIONS, AND REPLIES**

There are no current year audit findings.

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THE CITY OF LEEDS, ALABAMA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

**PART I: SUMMARY OF AUDITORS' RESULTS:**

**FINANCIAL STATEMENTS**

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

Are material weaknesses identified?                      Yes           X           No

Are significant deficiencies that are not considered to be material weaknesses identified?                      Yes           X           None reported

Is noncompliance which could have a material effect on the financial statements identified?                      Yes           X           No

**FEDERAL AWARDS**

Internal control over major programs:

Are material weaknesses identified?                      Yes           X           No

Are significant deficiencies that are not considered to be material weaknesses identified?                      Yes           X           None reported

Type of report issued on compliance with requirements applicable to each major program? Unmodified

Are there and audit findings that are required to be reported in accordance with section 2 CFR 200.516(a)?                      Yes           X           No

Identification of major programs:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
Coronavirus State and Local Fiscal Recovery Plan	21.027

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Is the auditee identified as a low-risk auditee?           X           Yes                      No

THE CITY OF LEEDS, ALABAMA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

**PART II. FINANCIAL STATEMENT FINDING**

None.

**PART III. FEDERAL AWARD FINDING AND QUESTIONED COST**

None.

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**File Attachments for Item:**

2. 2022-05-31 - General Fund Report

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
<b>Income</b>				
01-3000 Admin				
01-3001 Sales Tax	9,875,487.60	14,057,371.80	-4,181,884.20	70.25 %
01-3002 Sellers Use Tax	787,513.38	876,651.57	-89,138.19	89.83 %
01-3003 Simplified Sellers Use Tx	490,020.77	578,243.73	-88,222.96	84.74 %
01-3004 Consumer Use Tax	298,889.92	478,051.93	-179,162.01	62.52 %
01-3006 Audit Revenues		373.34	-373.34	
01-3010 Business License	1,829,109.08	1,680,000.00	149,109.08	108.88 %
01-3012 Excise Tax	35,126.33		35,126.33	
01-3014 Production Privilege	271.86	7,839.43	-7,567.57	3.47 %
01-3020 Tobacco Tax	68,183.38	89,019.34	-20,835.96	76.59 %
01-3030 Ad Valorem	1,186,789.82	1,245,455.82	-58,666.00	95.29 %
01-3038 Road Tax Distribution	114,226.30	12,309.49	101,916.81	927.95 %
01-3040 Auto & Boat Sales/Use Tax	50,283.90	73,577.02	-23,293.12	68.34 %
01-3050 Manuf Homes Tax - St Clair	277.25	307.25	-30.00	90.24 %
01-3070 Wine & Beer Tax	44,248.41	62,965.89	-18,717.48	70.27 %
01-3078 Liquor Tax	61,028.64	86,449.55	-25,420.91	70.59 %
01-3080 Rental Lease Tax	169,324.16	209,000.00	-39,675.84	81.02 %
01-3090 Lodging Tax	187,323.98	209,027.75	-21,703.77	89.62 %
01-3099 Lockbox Occ 01-3099 Lockbox Occ	1,367,744.48		1,367,744.48	
01-3104 Alabama Trust Fund Rev	114,681.53	102,220.00	12,461.53	112.19 %
01-3112 Franchise Fee - Utility	240,938.38	145,188.95	95,749.43	165.95 %
01-3116 Payments In Lieu Tax		5,634.00	-5,634.00	
01-3120 Recycling Center Proceeds	4,440.51	737.00	3,703.51	602.51 %
01-3506 Restitution (Rec'd From Court)		140.00	-140.00	
01-3508 Magistrate Training Rev - Rec'd From Court	651.50	1,905.00	-1,253.50	34.20 %
01-3512 Court Monthly Report Fees	150,659.80	250,000.00	-99,340.20	60.26 %
01-3900 Retiree Insurance Premiums	16,926.72	35,000.00	-18,073.28	48.36 %
01-3904 Interest Earned	17,371.11	28,000.00	-10,628.89	62.04 %
01-3906 COVID relief revenue	1,478.98		1,478.98	
01-3997 Misc Fees	172,356.38		172,356.38	
<b>Total 01-3000 Admin</b>	<b>17,285,354.17</b>	<b>20,235,468.86</b>	<b>-2,950,114.69</b>	<b>85.42 %</b>
11-3000 Court				
11-3504 Court Fines & Forfeitures	312,102.68	622,378.00	-310,275.32	50.15 %
<b>Total 11-3000 Court</b>	<b>312,102.68</b>	<b>622,378.00</b>	<b>-310,275.32</b>	<b>50.15 %</b>
12-3000 Cemetery				
12-3300 Cemetery Lot Sales	1,266.00		1,266.00	
12-3302 Cemetery-Gen Fund Open/Close	15,232.75	19,000.00	-3,767.25	80.17 %
12-3304 Cemetery Monuments		700.00	-700.00	
12-3904 Cemetery-Interest Earned	609.42		609.42	
<b>Total 12-3000 Cemetery</b>	<b>17,108.17</b>	<b>19,700.00</b>	<b>-2,591.83</b>	<b>86.84 %</b>
14-3000 TIF District				

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
14-3106 DO NOT USE- TIF District Revenue	456,487.54	371,234.00	85,253.54	122.96 %
<b>Total 14-3000 TIF District</b>	<b>456,487.54</b>	<b>371,234.00</b>	<b>85,253.54</b>	<b>122.96 %</b>
16-3000 Social Services Revenues				
16-3112 Social Services-Revenue	16,900.56	12,000.00	4,900.56	140.84 %
<b>Total 16-3000 Social Services Revenues</b>	<b>16,900.56</b>	<b>12,000.00</b>	<b>4,900.56</b>	<b>140.84 %</b>
19-3000 City Projects/Grants				
19-3126 Grant Funds Received	66,879.00		66,879.00	
<b>Total 19-3000 City Projects/Grants</b>	<b>66,879.00</b>		<b>66,879.00</b>	
22-3000 Police				
22-3550 Police Report Fees	6,729.43	12,400.00	-5,670.57	54.27 %
22-3552 Police Confiscated Funds	187,000.00		187,000.00	
22-3998 Police-Misc Revenues	21,290.95	3,500.00	17,790.95	608.31 %
<b>Total 22-3000 Police</b>	<b>215,020.38</b>	<b>15,900.00</b>	<b>199,120.38</b>	<b>1,352.33 %</b>
26-3000 Fire				
26-3998 Fire - St Clair Fire Co Fire Tax	42,450.94	65,000.00	-22,549.06	65.31 %
26-3999 Fire-Misc Fees	13,442.25		13,442.25	
<b>Total 26-3000 Fire</b>	<b>55,893.19</b>	<b>65,000.00</b>	<b>-9,106.81</b>	<b>85.99 %</b>
40-3000 Parks				
40-3400 Parks-Rental	4,080.00	840.00	3,240.00	485.71 %
<b>Total 40-3000 Parks</b>	<b>4,080.00</b>	<b>840.00</b>	<b>3,240.00</b>	<b>485.71 %</b>
50-3000 Development				
50-3202 Development-Building Permits	229,532.94	175,000.00	54,532.94	131.16 %
50-3204 Development-Electrical Permits	45,257.81	15,000.00	30,257.81	301.72 %
50-3206 Development-Plumbing Permits	18,491.01	7,500.00	10,991.01	246.55 %
50-3207 Development-Gas Permit	4,019.29	860.00	3,159.29	467.36 %
50-3208 Development-Mechanical Permits	25,785.22	15,000.00	10,785.22	171.90 %
50-3209 Development-Sign Permit	509.72	500.00	9.72	101.94 %
50-3210 Development-Yard Sale Permits	1,054.88	450.00	604.88	234.42 %
50-3211 Development-Demolition Permit	361.59	200.00	161.59	180.80 %
50-3212 Development-Land Disturbance Permits	7,436.29	1,500.00	5,936.29	495.75 %
50-3214 Development-Zoning Fee	219.91	3,000.00	-2,780.09	7.33 %
50-3215 Development- Roof Permit	2,323.73	1,000.00	1,323.73	232.37 %
50-3216 Development-Variance Fee	1,039.65	1,500.00	-460.35	69.31 %
50-3220 Development-Assessment Letter Fee	6,365.57	9,000.00	-2,634.43	70.73 %
50-3222 Development-Street Cut - Utilities	694.42	100.00	594.42	694.42 %
50-3299 Development-Misc Permit Fee	14,654.66	8,000.00	6,654.66	183.18 %
50-3999 Development-Misc Revenues	39.97	2.00	37.97	1,998.50 %
<b>Total 50-3000 Development</b>	<b>357,786.66</b>	<b>238,612.00</b>	<b>119,174.66</b>	<b>149.94 %</b>
51-3000 Storm Water				
51-3218 Jeff Co - Storm Water Revenue	21,244.55	89,000.00	-67,755.45	23.87 %
51-3219 St. Clair Storm Water Revenue	26,424.19	21,500.00	4,924.19	122.90 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
<b>Total 51-3000 Storm Water</b>	<b>47,668.74</b>	<b>110,500.00</b>	<b>-62,831.26</b>	<b>43.14 %</b>
83-3000 Solid Waste				
83-3855 Solid Waste Franchise Fee	9,933.00	173,000.00	-163,067.00	5.74 %
83-3856 Solid Waste-Trash And Limb Fee Revenue	165,405.80	59,221.00	106,184.80	279.30 %
83-3999 Solid Waste-Misc & Other Revenue	-1,522.80		-1,522.80	
<b>Total 83-3000 Solid Waste</b>	<b>173,816.00</b>	<b>232,221.00</b>	<b>-58,405.00</b>	<b>74.85 %</b>
DO NOT USE-Sales	453,763.66		453,763.66	
<b>Total Income</b>	<b>\$19,462,860.75</b>	<b>\$21,923,853.86</b>	<b>\$ -2,460,993.11</b>	<b>88.77 %</b>
<b>GROSS PROFIT</b>	<b>\$19,462,860.75</b>	<b>\$21,923,853.86</b>	<b>\$ -2,460,993.11</b>	<b>88.77 %</b>
Expenses				
01-4000 Admin Exp	27,766.63		27,766.63	
01-4001 Salaries & Wages	189,208.18	310,800.00	-121,591.82	60.88 %
01-4002 Payroll Taxes	14,976.04	22,200.00	-7,223.96	67.46 %
01-4004 Admin Health Insurance	22,884.00	30,000.00	-7,116.00	76.28 %
01-4005 Retiree Health Insurance Prem.	13,552.50	40,000.00	-26,447.50	33.88 %
01-4006 Retirement	6,639.09	27,750.00	-21,110.91	23.92 %
01-4014 Other Benefits	3,929.65		3,929.65	
01-4015 Admin-Admin-EE Life & Disability Ins	-2,153.65	3,000.00	-5,153.65	-71.79 %
01-4018 Employment Expense	6,823.67	3,000.00	3,823.67	227.46 %
01-4100 Insurance - General	108,170.00	493,000.00	-384,830.00	21.94 %
01-4110 Workers Comp Insurance	162,052.20	175,000.00	-12,947.80	92.60 %
01-4112 Jeff Co Personnel Board	93,026.00	90,000.00	3,026.00	103.36 %
01-4200 Electrical Utilities	9,929.11	20,000.00	-10,070.89	49.65 %
01-4201 Internet	71,548.13	80,000.00	-8,451.87	89.44 %
01-4202 Telephone	1,326.46	3,500.00	-2,173.54	37.90 %
01-4203 Cell / Wireless Services	2,456.73	2,500.00	-43.27	98.27 %
01-4204 Gas Utilities	1,120.82	1,500.00	-379.18	74.72 %
01-4206 Water Utilities	793.57	1,500.00	-706.43	52.90 %
01-4208 Sewer Utilities	859.28	950.00	-90.72	90.45 %
01-4212 Storm Water Fee	15.19	1,500.00	-1,484.81	1.01 %
01-4300 Office Supplies	1,605.73	2,500.00	-894.27	64.23 %
01-4302 Over Under Cash Account		8,800.00	-8,800.00	
01-4304 Copier & Printer Mtc		1,500.00	-1,500.00	
01-4306 Department Supplies	5,760.11	5,000.00	760.11	115.20 %
01-4308 PR Advertising		500.00	-500.00	
01-4310 Legal Notices	536.25	1,500.00	-963.75	35.75 %
01-4312 Printing	201.68	575.00	-373.32	35.07 %
01-4314 Subscriptions	24,321.27	40,000.00	-15,678.73	60.80 %
01-4316 Dues & Fees	55,480.48	92,000.00	-36,519.52	60.30 %
01-4320 Postage	1,371.80	6,000.00	-4,628.20	22.86 %
01-4322 Computer Support		6,250.00	-6,250.00	
01-4324 Computer Software	7,464.03	20,000.00	-12,535.97	37.32 %

## City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&amp;L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
01-4326 Computer Hardware	1,221.57	50,000.00	-48,778.43	2.44 %
01-4328 Server Support	141,355.33	90,000.00	51,355.33	157.06 %
01-4330 Education & Training	787.80	10,000.00	-9,212.20	7.88 %
01-4332 Travel	216.65	2,000.00	-1,783.35	10.83 %
01-4400 Contract Services	137,228.51	165,000.00	-27,771.49	83.17 %
01-4402 Attorney/Legal	163,340.00	233,870.00	-70,530.00	69.84 %
01-4404 Auditing/Accounting	41,000.00	50,000.00	-9,000.00	82.00 %
01-4406 Engineering Services	1,980.00	15,000.00	-13,020.00	13.20 %
01-4500 Repair & Maint Auto	943.51	2,000.00	-1,056.49	47.18 %
01-4508 Repair & MTC - General	15,061.38	35,000.00	-19,938.62	43.03 %
01-4520 Fuel Expense - Auto	744.43	1,000.00	-255.57	74.44 %
01-4600 CARES Act Expenditures	85,520.87		85,520.87	
01-4702 Economic Redevelopment	21,700.00	27,125.00	-5,425.00	80.00 %
01-4710 Misc Refund	-241.52	30,120.00	-30,361.52	-0.80 %
01-4716 Sales Tax Rebates	923,911.04	850,000.00	73,911.04	108.70 %
01-4999 Transfer Out - Debt Service	5,500,000.00	5,500,000.00	0.00	100.00 %
01-5011 City Prosecutor	29,666.64	43,000.00	-13,333.36	68.99 %
01-5012 Appeals	16,000.00	24,000.00	-8,000.00	66.67 %
01-6004 Service Charges		1,800.00	-1,800.00	
01-7720 772 Grant Agreement	73,000.00		73,000.00	
01-8000 Budget Amendments		99,068.52	-99,068.52	
<b>Total 01-4000 Admin Exp</b>	<b>7,985,101.16</b>	<b>8,719,808.52</b>	<b>-734,707.36</b>	<b>91.57 %</b>
10-4000 Mayor				
10-4100 Mayoral Discretionary Funds- Non-Budgeted	500.00		500.00	
10-4203 Mayor-Cell/Wireless Services	1,423.47	2,500.00	-1,076.53	56.94 %
10-4300 Mayor-Office Supplies	943.82	750.00	193.82	125.84 %
10-4326 Mayor-Computer Hardware		500.00	-500.00	
10-4332 Mayor-Travel		1,000.00	-1,000.00	
10-4412 Mayor-Public Relations	659.14	37,000.00	-36,340.86	1.78 %
10-4444 Rep Drake	19,200.00		19,200.00	
10-6702 Mayor-City Projects		8,000.00	-8,000.00	
<b>Total 10-4000 Mayor</b>	<b>22,726.43</b>	<b>49,750.00</b>	<b>-27,023.57</b>	<b>45.68 %</b>
11-4000 Court Exp	24,323.88		24,323.88	
11-4001 Court-Salaries & Wages	126,462.15	194,250.00	-67,787.85	65.10 %
11-4002 Court-Payroll Taxes	9,024.51	16,800.00	-7,775.49	53.72 %
11-4004 Court-Health Insurance	18,863.86	20,000.00	-1,136.14	94.32 %
11-4006 Court-Retirement	4,245.69	31,080.00	-26,834.31	13.66 %
11-4015 Court-EE Life & Disability Ins	-1,370.86	1,000.00	-2,370.86	-137.09 %
11-4200 Court-Electrical Utilities	5,929.56	11,000.00	-5,070.44	53.91 %
11-4202 Court-Telephone Expense	1,146.06	1,500.00	-353.94	76.40 %
11-4203 Court-Cell / Wireless Services	1,277.31	1,600.00	-322.69	79.83 %
11-4204 Court-Gas Utilities	393.08	750.00	-356.92	52.41 %

## City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&amp;L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
11-4206 Court-Water Utilities	284.18	700.00	-415.82	40.60 %
11-4208 Court-Sewer Utilities	547.68	900.00	-352.32	60.85 %
11-4300 Court-Office Supplies	205.38	1,400.00	-1,194.62	14.67 %
11-4304 Court-Copier & Printer Mtc	527.33	5,000.00	-4,472.67	10.55 %
11-4306 Court-Department Supplies	1,537.54	1,000.00	537.54	153.75 %
11-4312 Court-Printing	956.00	1,300.00	-344.00	73.54 %
11-4314 Court-Subscriptions	1,800.00	2,000.00	-200.00	90.00 %
11-4316 Court-Dues & Fees	2,441.20	3,300.00	-858.80	73.98 %
11-4324 Court-Computer Software	2,400.00	2,500.00	-100.00	96.00 %
11-4326 Court-Computer Hardware	1,449.00	3,000.00	-1,551.00	48.30 %
11-4330 Court-Education & Training	1,184.55	8,500.00	-7,315.45	13.94 %
11-4332 Court-Travel	863.77	1,000.00	-136.23	86.38 %
11-4400 Court-Contract Services	3,480.00	3,100.00	380.00	112.26 %
11-4500 Court-Repair & Maint Auto	43.99	750.00	-706.01	5.87 %
11-4508 Court-Repair & MTC - Buildings		2,000.00	-2,000.00	
11-4520 Court-Fuel Expense - Auto	395.85	500.00	-104.15	79.17 %
11-5000 Court-Govt Agencies Monthly Report Fees	94,951.68	165,000.00	-70,048.32	57.55 %
11-5002 Court-Restitution	4,618.91	1,000.00	3,618.91	461.89 %
11-5004 Court-Court Bond Disposition		3,500.00	-3,500.00	
11-5008 Court-Magistrate Training		2,000.00	-2,000.00	
11-5010 Court-Municipal Judge	25,666.64	32,000.00	-6,333.36	80.21 %
11-5060 Court-Driving School Expenses	2,052.03	6,000.00	-3,947.97	34.20 %
11-6998 Court to Court Transfer	63,767.82	115,000.00	-51,232.18	55.45 %
11-6999 Court to GF Transfer	84,870.47	190,000.00	-105,129.53	44.67 %
11-8000 Budget Amendments		250,000.00	-250,000.00	
<b>Total 11-4000 Court Exp</b>	<b>484,339.26</b>	<b>1,079,430.00</b>	<b>-595,090.74</b>	<b>44.87 %</b>
12-4000 Cemetery Exp				
12-4206 Cemetery-Water Utilities	457.85	1,200.00	-742.15	38.15 %
12-4306 Cemetery-Department Supplies	88.50	1,000.00	-911.50	8.85 %
12-4400 Cemetery-Contract Services	19,130.00	45,000.00	-25,870.00	42.51 %
<b>Total 12-4000 Cemetery Exp</b>	<b>19,676.35</b>	<b>47,200.00</b>	<b>-27,523.65</b>	<b>41.69 %</b>
13-4000 Council				
13-4001 Council-Salaries & Wages	24,200.00	55,000.00	-30,800.00	44.00 %
13-4002 Council-Payroll Taxes	3,741.93	8,000.00	-4,258.07	46.77 %
13-4203 Cell / Wireless Services-Council	2,575.39	4,000.00	-1,424.61	64.38 %
13-4316 Council-Dues & Fees		500.00	-500.00	
13-4412 Council-Community Programs		3,000.00	-3,000.00	
<b>Total 13-4000 Council</b>	<b>30,517.32</b>	<b>70,500.00</b>	<b>-39,982.68</b>	<b>43.29 %</b>
16-4000 Social Services	5,563.22		5,563.22	
16-4001 Social Services-Salaries & Wages	42,794.63	74,200.00	-31,405.37	57.67 %
16-4002 Payroll Taxes	3,125.69		3,125.69	
16-4004 Social Services-Health Insurance	4,050.50	9,000.00	-4,949.50	45.01 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
16-4006 Social Services Retirement	1,335.00	6,000.00	-4,665.00	22.25 %
16-4015 Social Services-EE Life & Disability Ins	-281.90	2,000.00	-2,281.90	-14.10 %
16-4202 Telephone	219.95		219.95	
16-4203 Cell / Wireless Services	304.88	800.00	-495.12	38.11 %
16-4306 Social Services-Department Supplies	4,695.65	5,000.00	-304.35	93.91 %
16-4400 Social Services-Contract Services	30,727.62	20,000.00	10,727.62	153.64 %
<b>Total 16-4000 Social Services</b>	<b>92,535.24</b>	<b>117,000.00</b>	<b>-24,464.76</b>	<b>79.09 %</b>
19-4000 City Projects				
19-4400 RDA -Contract Services	55.94	50,000.00	-49,944.06	0.11 %
19-6102 Parks & Paving-City Projects		1,000,000.00	-1,000,000.00	
19-6304 Hwy 78/Pres St-Engineering	39,749.45		39,749.45	
19-6305 Hwy 78/Pres St-Construction Match		350,000.00	-350,000.00	
19-6701 Downtown Revitalization	14,100.00		14,100.00	
19-6702 City Projects	100,000.00	100,000.00	0.00	100.00 %
<b>Total 19-4000 City Projects</b>	<b>153,905.39</b>	<b>1,500,000.00</b>	<b>-1,346,094.61</b>	<b>10.26 %</b>
22-4000 Police Exp	127,061.75		127,061.75	
22-4001 Police-Salaries & Wages	1,310,270.35	2,246,625.07	-936,354.72	58.32 %
22-4002 Police-Payroll Taxes	100,584.29	147,630.00	-47,045.71	68.13 %
22-4004 Police-Health Insurance	158,472.37	190,000.00	-31,527.63	83.41 %
22-4006 Police-Retirement	55,352.29	233,100.00	-177,747.71	23.75 %
22-4012 Police-Uniforms	13,395.54	22,000.00	-8,604.46	60.89 %
22-4014 Police-Other Benefits	6,120.00	11,520.00	-5,400.00	53.13 %
22-4015 Police-EE Life & Disability Ins	-9,825.61	10,000.00	-19,825.61	-98.26 %
22-4018 Police-Employment Expense	953.43	1,000.00	-46.57	95.34 %
22-4101 Police-Insurance - Deductible		10,000.00	-10,000.00	
22-4200 Police-Electrical Utilities	9,918.79	13,000.00	-3,081.21	76.30 %
22-4202 Police-Telephone	4,099.10	7,000.00	-2,900.90	58.56 %
22-4203 Police-Cell / Wireless Services	14,627.16	17,000.00	-2,372.84	86.04 %
22-4204 Police-Gas Utilities	447.80	1,000.00	-552.20	44.78 %
22-4206 Police-Water Utilities	284.19	500.00	-215.81	56.84 %
22-4208 Police-Sewer Utilities	610.01	900.00	-289.99	67.78 %
22-4300 Police-Office Supplies	3,775.54	3,000.00	775.54	125.85 %
22-4304 Police-Copier & Printer Mtc	504.80	750.00	-245.20	67.31 %
22-4306 Police-Department Supplies	4,062.56	2,000.00	2,062.56	203.13 %
22-4312 Police-Printing	230.30		230.30	
22-4314 Police-Subscriptions	13,540.45	24,000.00	-10,459.55	56.42 %
22-4316 Police-Dues & Fees	295.50	130.00	165.50	227.31 %
22-4324 Police-Computer Software	4,311.85	5,000.00	-688.15	86.24 %
22-4326 Police-Computer Hardware	83.16	5,000.00	-4,916.84	1.66 %
22-4330 Police-Education & Training	10,594.24	15,000.00	-4,405.76	70.63 %
22-4332 Police-Travel	1,626.41	1,500.00	126.41	108.43 %
22-4400 Police-Contract Services	23,955.43	57,000.00	-33,044.57	42.03 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
22-4412 Police-Community Program	-190.69	5,000.00	-5,190.69	-3.81 %
22-4420 Police-Jail Expense	28,266.60	50,000.00	-21,733.40	56.53 %
22-4422 Police-Juvenile Detention Service		20,000.00	-20,000.00	
22-4500 Police-Repair & Maint Auto	130,753.19	30,000.00	100,753.19	435.84 %
22-4508 Police-Repair & MTC - Buildings	8,757.70	15,000.00	-6,242.30	58.38 %
22-4509 Police-Canine	351.72	500.00	-148.28	70.34 %
22-4514 Police-Firing Range	5,906.18	7,500.00	-1,593.82	78.75 %
22-4520 Police-Fuel Expense - Auto	66,850.66	70,000.00	-3,149.34	95.50 %
22-4600 Police-Purchases from Confiscated Funds	72,084.93	32,063.46	40,021.47	224.82 %
22-4601 Police-Investigations Expense	2,000.00		2,000.00	
22-6702 Police-City Projects		10,000.00	-10,000.00	
22-6704 Police-Asset Purchase	214,343.63	72,000.00	142,343.63	297.70 %
22-8000 Budget Amendments		1,316,808.07	-1,316,808.07	
<b>Total 22-4000 Police Exp</b>	<b>2,384,475.62</b>	<b>4,653,526.60</b>	<b>-2,269,050.98</b>	<b>51.24 %</b>
26-4000 Fire Exp	209,381.36		209,381.36	
26-4001 Fire-Salaries & Wages	1,292,060.26	1,938,980.19	-646,919.93	66.64 %
26-4002 Fire-Payroll Taxes	104,385.05	152,998.00	-48,612.95	68.23 %
26-4004 Fire-Health Insurance	168,441.25	260,000.00	-91,558.75	64.79 %
26-4006 Fire-Retirement	68,686.21	239,782.20	-171,095.99	28.65 %
26-4012 Fire-Uniforms	5,559.07	50,000.00	-44,440.93	11.12 %
26-4015 Fire-EE Life & Disability Ins	-4,407.30	15,000.00	-19,407.30	-29.38 %
26-4018 Fire-Employment Expense	2,781.54	500.00	2,281.54	556.31 %
26-4200 Fire-Electrical Utilities	14,625.89	21,000.00	-6,374.11	69.65 %
26-4202 Fire-Cell / Wireless Services	5,425.48	9,000.00	-3,574.52	60.28 %
26-4203 Fire-Telephone	1,152.59	1,750.00	-597.41	65.86 %
26-4204 Fire-Gas Utilities	11,735.05	15,000.00	-3,264.95	78.23 %
26-4206 Fire-Water Utilities	1,179.58	2,000.00	-820.42	58.98 %
26-4208 Fire-Sewer Utilites	838.42	1,500.00	-661.58	55.89 %
26-4300 Fire-Office Supplies	187.77	600.00	-412.23	31.30 %
26-4306 Fire-Department Supplies	7,307.26	12,000.00	-4,692.74	60.89 %
26-4312 Fire-Printing		500.00	-500.00	
26-4316 Fire-Dues & Fees	2,066.77	7,100.00	-5,033.23	29.11 %
26-4324 Fire-Computer Software	18,552.22	19,000.00	-447.78	97.64 %
26-4326 Fire-Computer Hardware	336.52	2,000.00	-1,663.48	16.83 %
26-4330 Fire-Education & Training	27,057.49	43,900.00	-16,842.51	61.63 %
26-4332 Fire-Travel	720.52	1,000.00	-279.48	72.05 %
26-4400 Fire-Contract Services	3,001.56	8,150.00	-5,148.44	36.83 %
26-4412 Fire-Community Programs	571.43	1,200.00	-628.57	47.62 %
26-4500 Fire-Repair & Maint Auto	34,798.89	55,000.00	-20,201.11	63.27 %
26-4508 Fire-Repair & MTC - Building	5,174.09	4,500.00	674.09	114.98 %
26-4512 Fire-Repair & MTC - Comm Radio	25.94		25.94	
26-4514 Fire-Repair & MTC-General	1,591.19	3,100.00	-1,508.81	51.33 %
26-4520 Fire-Fuel Expense - Auto	20,725.93	21,000.00	-274.07	98.69 %

## City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&amp;L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
26-4530 Fire-Department Tools	5,481.26	6,000.00	-518.74	91.35 %
26-4540 Fire-Medical Supplies	24,512.49	30,000.00	-5,487.51	81.71 %
26-4602 Fire-Rent - Fire Hydrants	16,670.06	24,000.00	-7,329.94	69.46 %
26-4700 Fire-Council approval	17,085.81		17,085.81	
26-6704 Fire-Asset Purchase	21,710.10		21,710.10	
26-8000 Budget Amendments		10,250.00	-10,250.00	
<b>Total 26-4000 Fire Exp</b>	<b>2,089,421.75</b>	<b>2,956,810.39</b>	<b>-867,388.64</b>	<b>70.66 %</b>
33-4000 Depot				
33-4200 Depot-Electrical Utilities	2,377.47	3,100.00	-722.53	76.69 %
33-4206 Depot-Water Utilities	152.72	250.00	-97.28	61.09 %
33-4508 Depot-Repair & MTC - Building	1,123.31	80,500.00	-79,376.69	1.40 %
<b>Total 33-4000 Depot</b>	<b>3,653.50</b>	<b>83,850.00</b>	<b>-80,196.50</b>	<b>4.36 %</b>
34-4000 Visitor's Center				
34-4200 Visitor's Center-Electrical Utilities	820.77	1,500.00	-679.23	54.72 %
34-4202 Visitor's Center-Internet	889.76	1,200.00	-310.24	74.15 %
34-4204 Visitor's Center-Gas Utilities	1,224.95	1,400.00	-175.05	87.50 %
34-4206 Visitor's Center-Water Utilities	152.72	250.00	-97.28	61.09 %
34-4208 Visitor's Center-Sewer Utilities	295.37	500.00	-204.63	59.07 %
34-4400 Visitor's Center-Contract Services		1,000.00	-1,000.00	
34-4508 Visitor's Center-Repair & MTC - Building	2,076.37	2,500.00	-423.63	83.05 %
<b>Total 34-4000 Visitor's Center</b>	<b>5,459.94</b>	<b>8,350.00</b>	<b>-2,890.06</b>	<b>65.39 %</b>
40-4000 Parks Exp				
40-4200 Parks-Electrical Utilities	49,767.25	70,000.00	-20,232.75	71.10 %
40-4202 Parks-Cell / Wireless Services	413.86	1,500.00	-1,086.14	27.59 %
40-4204 Parks-Gas Utilities	3,246.26	3,000.00	246.26	108.21 %
40-4206 Parks-Water Utilites	6,120.11	8,000.00	-1,879.89	76.50 %
40-4208 Parks-Sewer Utilites	829.33	1,500.00	-670.67	55.29 %
40-4306 Parks-Department Supplies	1,192.20	6,000.00	-4,807.80	19.87 %
40-4400 Parks-Contract Services	11,807.84	13,000.00	-1,192.16	90.83 %
40-4412 Parks-Community Programs	1,783.53	50,000.00	-48,216.47	3.57 %
40-4414 Parks-Downtown Beautification	5,156.17	15,000.00	-9,843.83	34.37 %
40-4416 Parks-Tree Commission		2,000.00	-2,000.00	
40-4508 Parks-Repair & MTC - Building	9,214.90	25,000.00	-15,785.10	36.86 %
40-4514 Parks-Repair & MTC - General	46.02	8,000.00	-7,953.98	0.58 %
40-4516 Parks-Repair & MTC - Grounds	1,240.86	30,000.00	-28,759.14	4.14 %
40-6710 Parks - Emergency / Disaster		149,006.16	-149,006.16	
40-8000 Budget Amendments		19,006.16	-19,006.16	
<b>Total 40-4000 Parks Exp</b>	<b>90,818.33</b>	<b>401,012.32</b>	<b>-310,193.99</b>	<b>22.65 %</b>
50-4000 Development Exp	35,475.60		35,475.60	
50-4001 Development-Salaries & Wages	166,875.93	238,500.00	-71,624.07	69.97 %
50-4002 Development-Payroll Taxes	13,482.65	33,000.00	-19,517.35	40.86 %
50-4004 Development-Health Insurance	16,348.00	33,000.00	-16,652.00	49.54 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
50-4006 Development-Retirement	5,343.08	33,000.00	-27,656.92	16.19 %
50-4012 Development-Uniforms	30.74	3,000.00	-2,969.26	1.02 %
50-4015 Development-Ee Life & Disability Ins	-1,051.83	3,000.00	-4,051.83	-35.06 %
50-4018 Development-Employment Expense	69.88	100.00	-30.12	69.88 %
50-4101 Development-Insurance - Deductible		5,000.00	-5,000.00	
50-4131 Development-Const. Ind. Craft Train	697.00	1,500.00	-803.00	46.47 %
50-4200 Development-Electrical Utilities	1,397.44	2,500.00	-1,102.56	55.90 %
50-4202 Development-Telephone	1,217.11	2,000.00	-782.89	60.86 %
50-4203 Development-Cell / Wireless Services	1,860.51	4,000.00	-2,139.49	46.51 %
50-4206 Development-Water Utilities	133.63	300.00	-166.37	44.54 %
50-4208 Development-Sewer Utilities	255.83	500.00	-244.17	51.17 %
50-4300 Development-Office Supplies	1,389.82	4,000.00	-2,610.18	34.75 %
50-4303 Development-Copier & Printer Mtc		1,000.00	-1,000.00	
50-4306 Development-Department Supplies	727.50	4,500.00	-3,772.50	16.17 %
50-4316 Development-Dues & Fees	716.93	1,000.00	-283.07	71.69 %
50-4324 Development-Computer Software	5,123.65	13,500.00	-8,376.35	37.95 %
50-4326 Development-Computer Hardware	12,279.99	15,000.00	-2,720.01	81.87 %
50-4330 Development-Education & Training	624.75	10,000.00	-9,375.25	6.25 %
50-4332 Development-Travel		1,500.00	-1,500.00	
50-4400 Development-Contract Services	112.50	1,000.00	-887.50	11.25 %
50-4406 Development-Engineer Services	8,902.50	85,000.00	-76,097.50	10.47 %
50-4412 Development-Community Programs		50,000.00	-50,000.00	
50-4500 Development-Repair & Maint Auto	5,016.43	40,000.00	-34,983.57	12.54 %
50-4520 Development-Fuel Expense - Auto	2,652.58	3,500.00	-847.42	75.79 %
50-6500 Development-Taxes & Recording Fees	645.56	2,700.00	-2,054.44	23.91 %
<b>Total 50-4000 Development Exp</b>	<b>280,327.78</b>	<b>592,100.00</b>	<b>-311,772.22</b>	<b>47.34 %</b>
51-4000 Storm Water Exp				
51-4318 Storm Water - Dues & Fees-Govt		3,000.00	-3,000.00	
51-4330 Storm Water - Educ & Training	72.00		72.00	
51-4400 Storm Water - Contract Svcs	6,035.50		6,035.50	
51-4412 Storm Water - Community Programs	71,260.52	110,000.00	-38,739.48	64.78 %
51-4530 Storm Water - Dept Tools	43.98		43.98	
<b>Total 51-4000 Storm Water Exp</b>	<b>77,412.00</b>	<b>113,000.00</b>	<b>-35,588.00</b>	<b>68.51 %</b>
70-4000 Library	25,966.55		25,966.55	
70-4001 Library-Salaries & Wages	144,389.65	119,000.00	25,389.65	121.34 %
70-4002 Library-Payroll Taxes	11,983.67	1,800.00	10,183.67	665.76 %
70-4004 Library-Health Insurance	17,939.00	3,000.00	14,939.00	597.97 %
70-4006 Library-Retirement	4,704.91	4,480.00	224.91	105.02 %
70-4015 Library-Ee Life & Disability Ins	-41.30	200.00	-241.30	-20.65 %
70-4200 Library-Electrical Utilities	4,881.47	8,450.00	-3,568.53	57.77 %
70-4202 Library-Telephone	2,738.13	5,500.00	-2,761.87	49.78 %
70-4203 Library-Cell / Wireless Services	319.74	850.00	-530.26	37.62 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
70-4204 Library-Gas Utilities	612.35	1,000.00	-387.65	61.24 %
70-4206 Library-Water Utilities	133.63	275.00	-141.37	48.59 %
70-4208 Library-Sewer Utilities	448.21	700.00	-251.79	64.03 %
70-4300 Library-Office Supplies	127.60	700.00	-572.40	18.23 %
70-4306 Library-Department Supplies	356.78	750.00	-393.22	47.57 %
70-4308 Library-Pr Advertising		7,500.00	-7,500.00	
70-4314 Library-Subscriptions		1,000.00	-1,000.00	
70-4316 Library-Dues & Fees		1,400.00	-1,400.00	
70-4326 Library-Computer Hardware		350.00	-350.00	
70-4330 Library-Education & Training		1,500.00	-1,500.00	
70-4332 Library-Travel		550.00	-550.00	
70-4350 Library-Books - Juvenile	318.00	3,500.00	-3,182.00	9.09 %
70-4352 Library-Books - Adult	1,768.83	5,800.00	-4,031.17	30.50 %
70-4354 Library-Audio/Video	1,953.70	4,000.00	-2,046.30	48.84 %
70-4356 Library-Jeff Co Library System	25,711.77	38,000.00	-12,288.23	67.66 %
70-4400 Library-Contract Services	73.52	700.00	-626.48	10.50 %
70-4508 Library-Repair & MTC	239.94	2,200.00	-1,960.06	10.91 %
70-4600 Library-Rent - Building	8,000.00	12,000.00	-4,000.00	66.67 %
70-8000 Budget Amendments		150,000.00	-150,000.00	
<b>Total 70-4000 Library</b>	<b>252,626.15</b>	<b>375,205.00</b>	<b>-122,578.85</b>	<b>67.33 %</b>
80-4000 Streets	56,680.79		56,680.79	
80-4001 Streets-Salaries & Wages	353,322.27	550,000.00	-196,677.73	64.24 %
80-4002 Streets-Payroll Taxes	30,080.34	46,620.00	-16,539.66	64.52 %
80-4004 Streets-Health Insurance	57,129.75	88,800.00	-31,670.25	64.34 %
80-4006 Streets-Retirement	16,530.19	43,210.00	-26,679.81	38.26 %
80-4012 Streets-Uniforms	424.00	5,000.00	-4,576.00	8.48 %
80-4015 Streets-Ee Life & Disability Ins	-3,611.11	4,000.00	-7,611.11	-90.28 %
80-4018 Streets-Employment Expense	1,293.17	1,000.00	293.17	129.32 %
80-4101 Streets-Insurance Deductible		5,000.00	-5,000.00	
80-4200 Streets-Electrical Utilities	115,497.56	165,000.00	-49,502.44	70.00 %
80-4202 Streets-Telephone	456.67	2,000.00	-1,543.33	22.83 %
80-4203 Streets-Cell / Wireless Services	1,156.24	1,300.00	-143.76	88.94 %
80-4204 Streets-Gas Utilities	3,060.01	5,000.00	-1,939.99	61.20 %
80-4206 Streets-Water Utilities	785.08	1,250.00	-464.92	62.81 %
80-4208 Streets-Sewer Utilities	971.55	1,000.00	-28.45	97.16 %
80-4304 Streets-Copier & Printer Mtc	228.75	250.00	-21.25	91.50 %
80-4306 Streets-Department Supplies	17,393.42	21,000.00	-3,606.58	82.83 %
80-4314 Streets-Subscriptions	83.20		83.20	
80-4400 Streets-Contract Services	2,763.26	11,000.00	-8,236.74	25.12 %
80-4406 Streets-Engineering Services	33,057.50	15,000.00	18,057.50	220.38 %
80-4500 Streets-Repair & Maint Auto	8,072.80	15,000.00	-6,927.20	53.82 %
80-4502 Streets-Repair & MTC - Road Heavy	160.38	550.00	-389.62	29.16 %
80-4508 Streets-Repair & MTC - Building	1,959.57	10,000.00	-8,040.43	19.60 %

# City of Leeds - General Fund

Budget vs. Actuals: FY2022 - Oct 21 - Sept 22 - Correct (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
80-4510 Streets-Repair & MTC - Streets	149,375.40	24,000.00	125,375.40	622.40 %
80-4516 Streets-Repair & MTC - Grounds	1,305.04	1,500.00	-194.96	87.00 %
80-4520 Streets-Fuel Expense - Auto	12,233.12	15,000.00	-2,766.88	81.55 %
80-4530 Streets-Department Tools	1,505.20	5,000.00	-3,494.80	30.10 %
80-4604 Streets-Equipment Rent/Lease	2,080.88	2,100.00	-19.12	99.09 %
80-6702 Streets-City Projects	11,584.32	50,000.00	-38,415.68	23.17 %
80-6704 Streets-Asset Purchase	10.00	75,000.00	-74,990.00	0.01 %
<b>Total 80-4000 Streets</b>	<b>875,589.35</b>	<b>1,164,580.00</b>	<b>-288,990.65</b>	<b>75.18 %</b>
83-4000 Solid Waste Exp				
83-4210 Solid Waste-Disposal Fee	34,588.78	85,000.00	-50,411.22	40.69 %
83-4300 Solid Waste-Department Supplies	569.88	500.00	69.88	113.98 %
83-4502 Solid Waste-Repair & MTC -Auto	4,686.24	18,000.00	-13,313.76	26.03 %
83-4520 Solid Waste-Fuel Expense-Solid Waste	14,692.05	16,000.00	-1,307.95	91.83 %
83-4522 Solid Waste-Fuel Expense		20,000.00	-20,000.00	
<b>Total 83-4000 Solid Waste Exp</b>	<b>54,536.95</b>	<b>139,500.00</b>	<b>-84,963.05</b>	<b>39.09 %</b>
<b>Total Expenses</b>	<b>\$14,903,122.52</b>	<b>\$22,071,622.83</b>	<b>\$ -7,168,500.31</b>	<b>67.52 %</b>
<b>NET OPERATING INCOME</b>	<b>\$4,559,738.23</b>	<b>\$ -147,768.97</b>	<b>\$4,707,507.20</b>	<b>-3,085.72 %</b>
Other Expenses				
01-6000 Transfers				
01-6996 SW to GF Transfers	0.00		0.00	
01-6997 GF to Gas Tax Transfers	114,869.48	75,000.00	39,869.48	153.16 %
01-6999 General Funds Transfers	-274,176.22	141,000.00	-415,176.22	-194.45 %
<b>Total 01-6000 Transfers</b>	<b>-159,306.74</b>	<b>216,000.00</b>	<b>-375,306.74</b>	<b>-73.75 %</b>
<b>Total Other Expenses</b>	<b>\$ -159,306.74</b>	<b>\$216,000.00</b>	<b>\$ -375,306.74</b>	<b>-73.75 %</b>
<b>NET OTHER INCOME</b>	<b>\$159,306.74</b>	<b>\$ -216,000.00</b>	<b>\$375,306.74</b>	<b>-73.75 %</b>
<b>NET INCOME</b>	<b>\$4,719,044.97</b>	<b>\$ -363,768.97</b>	<b>\$5,082,813.94</b>	<b>-1,297.26 %</b>

**File Attachments for Item:**

3. 2022-05-31 - Debt Service

# City of Leeds-Debt Service

Budget vs. Actuals: FY 2022 - OCT 21 - SEPT 22 (Copy) - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
<b>Income</b>				
09-3008 OCCUPATIONAL TAX	260,573.48	1,275,000.00	-1,014,426.52	20.44 %
09-3398 Lockbox to Debit Service Transfer	891,273.44		891,273.44	
09-3399 GF to Debit Service Transfer	5,295,409.93	5,500,000.00	-204,590.07	96.28 %
09-3904 INTEREST EARNED	3,028.42	10,000.00	-6,971.58	30.28 %
09-3906 PEBA reimbursement		450,000.00	-450,000.00	
09-3906 PEBA REIMBURSEMENT (SCHOOL)	310,382.82		310,382.82	
14-3106 TIF District Revenue		187,000.00	-187,000.00	
<b>Total Income</b>	<b>\$6,760,668.09</b>	<b>\$7,422,000.00</b>	<b>\$ -661,331.91</b>	<b>91.09 %</b>
<b>GROSS PROFIT</b>	<b>\$6,760,668.09</b>	<b>\$7,422,000.00</b>	<b>\$ -661,331.91</b>	<b>91.09 %</b>
<b>Expenses</b>				
09-1392 2015 PEBA	245,149.67	1,150,000.00	-904,850.33	21.32 %
09-1393 2016 PEBA	183,604.75	315,000.00	-131,395.25	58.29 %
09-1394 2017 PEBA	1,903,004.10	2,336,000.00	-432,995.90	81.46 %
09-4710 REFUND		10,000.00	-10,000.00	
09-4716 2018 GENERAL OBLIGATION SERIES	364,933.28	1,900,000.00	-1,535,066.72	19.21 %
09-4800 Service Charge	274.78		274.78	
09-6100 BOND FEES	2,075.00	21,000.00	-18,925.00	9.88 %
09-6200 2017-A GENERAL OBLIGATION SERIES	185,673.64	405,000.00	-219,326.36	45.85 %
09-6400 2020A GO WARRANTS	93,419.76	11,300.00	82,119.76	826.72 %
09-6401 2020B GO WARRANTS	1,704,302.18	128,000.00	1,576,302.18	1,331.49 %
09-6402 2020C GO WARRANTS	122,788.40	67,000.00	55,788.40	183.27 %
09-6500 2021A GO Warrants	24,182.46		24,182.46	
09-6501 2021B GO Warrants	75,452.52		75,452.52	
19-6507 2017 GO SCHOOL SERIES	308,525.90	814,500.00	-505,974.10	37.88 %
40-6300 2017-B PARKS (MEMORIAL)	97,178.45	202,000.00	-104,821.55	48.11 %
<b>Total Expenses</b>	<b>\$5,310,564.89</b>	<b>\$7,359,800.00</b>	<b>\$ -2,049,235.11</b>	<b>72.16 %</b>
<b>NET OPERATING INCOME</b>	<b>\$1,450,103.20</b>	<b>\$62,200.00</b>	<b>\$1,387,903.20</b>	<b>2,331.36 %</b>
<b>NET INCOME</b>	<b>\$1,450,103.20</b>	<b>\$62,200.00</b>	<b>\$1,387,903.20</b>	<b>2,331.36 %</b>

**File Attachments for Item:**

4. 2022-05-31 - Gas Tax

# City of Leeds - Gas Tax

Budget vs. Actuals: FY 2022 - OCT 21 -SEPT 22 - FY22 P&L

October 2021 - September 2022

	TOTAL			
	ACTUAL	BUDGET	OVER BUDGET	% OF BUDGET
<b>Income</b>				
04-3000 Four Cent Revenue				
04-3800 GAS TAX	58,117.97	77,000.00	-18,882.03	75.48 %
04-3904 INTEREST EARNED	173.51	40.00	133.51	433.78 %
<b>Total 04-3000 Four Cent Revenue</b>	<b>58,291.48</b>	<b>77,040.00</b>	<b>-18,748.52</b>	<b>75.66 %</b>
07-3000 Seven Cent Revenue				
07-3800 7 CENT GAS TAX	135,745.18	131,000.00	4,745.18	103.62 %
07-3801 JEFF CO ROAD TAX	159,824.79	93,400.00	66,424.79	171.12 %
07-3850 Rebuild Alabama		51,000.00	-51,000.00	
07-3904 7 CT INTEREST EARNED	621.01	250.00	371.01	248.40 %
<b>Total 07-3000 Seven Cent Revenue</b>	<b>296,190.98</b>	<b>275,650.00</b>	<b>20,540.98</b>	<b>107.45 %</b>
<b>Total Income</b>	<b>\$354,482.46</b>	<b>\$352,690.00</b>	<b>\$1,792.46</b>	<b>100.51 %</b>
<b>GROSS PROFIT</b>	<b>\$354,482.46</b>	<b>\$352,690.00</b>	<b>\$1,792.46</b>	<b>100.51 %</b>
<b>Expenses</b>				
04-4000 Four Cent Expenses	0.00		0.00	
04-6702 CITY PROJECTS		200,000.00	-200,000.00	
<b>Total 04-4000 Four Cent Expenses</b>	<b>0.00</b>	<b>200,000.00</b>	<b>-200,000.00</b>	<b>0.00 %</b>
07-4000 Seven Cent Expenses	0.00		0.00	
07-4200 ELECTRICAL UTILITIES		95,000.00	-95,000.00	
07-4510 7 CT RPR & MTC - STREETS		50,000.00	-50,000.00	
07-4514 RPR & MTC - GENERAL		6,000.00	-6,000.00	
<b>Total 07-4000 Seven Cent Expenses</b>	<b>0.00</b>	<b>151,000.00</b>	<b>-151,000.00</b>	<b>0.00 %</b>
<b>Total Expenses</b>	<b>\$0.00</b>	<b>\$351,000.00</b>	<b>\$ -351,000.00</b>	<b>0.00 %</b>
<b>NET OPERATING INCOME</b>	<b>\$354,482.46</b>	<b>\$1,690.00</b>	<b>\$352,792.46</b>	<b>20,975.29 %</b>
<b>NET INCOME</b>	<b>\$354,482.46</b>	<b>\$1,690.00</b>	<b>\$352,792.46</b>	<b>20,975.29 %</b>