

City of Moody, Alabama

Financial Statements

September 30, 2025

CITY OF MOODY, ALABAMA

Moody, Alabama

MAYOR

Nick Rutledge

CITY COUNCIL

Linda Crowe
Matt Morris
Wes Harrell
Ellis Key
Chad Williams

CITY CLERK

Tracy Patterson

CITY ATTORNEYS

Hill, Gossett, Kemp, P.C.

TABLE OF CONTENTS

Independent Auditors' Report	4
Required Supplementary Information	
Management's Discussion and Analysis.....	7
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	13
Statement of Activities.....	15
Fund Financial Statements	
Balance Sheet - Governmental Funds.....	16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	18
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes In Fund Balances to the Statement of Activities.....	19
Notes to Financial Statements	20
Required Supplementary Information	
Budgetary Comparison Schedule - General Fund	47
Schedule of Changes in the Net Pension Liability and Related Ratios	48
Schedule of Employer Contributions - Pension.....	49
Notes to Required Supplementary Information	50
Supplementary Information	
Combining Balance Sheets - Nonmajor Governmental Funds	52
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	53
Statement of Net Position – Discretely Presented Component Unit.....	54
Statement of Revenues, Expenses, and Changes in Net Position - Discretely Presented Component Unit	55
Statement of Cash Flows – Discretely Presented Component Unit.....	56
Schedule of Warrants Payable – General Obligation Warrants	57
Other Information	
Principal General Fund Revenue Sources (Unaudited)	59
Sales and Use Tax Collections by Year (Unaudited)	60



INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Moody, Alabama, as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Moody, Alabama's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Moody, Alabama as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America.. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Moody, Alabama's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Moody, Alabama's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of changes in the net pension liability, and the schedule of employer contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Moody, Alabama's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other information

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

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

Fruitt Fingle Paramore & Argent, LLC

Birmingham, Alabama

February 23, 2026

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

The City of Moody's Management's Discussion and Analysis is designed to assist the reader in focusing on significant financial issues, provide an overview of the City's financial activity, identify changes in the City's financial position, identify any material deviations from the financial plan, and identify individual fund issues or concerns.

Since the Management's Discussion and Analysis is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the City's financial statements.

HIGHLIGHTS

Financial Highlights

- The City's combined assets and deferred outflows of resources exceeded its combined liabilities and deferred inflows of resources by \$42,793,963 which will allow the City to continue to meet ongoing obligations to citizens and creditors.
- The Statement of Activities shows the Primary Government received taxes and other revenue of \$21,835,417 and had expenses of \$12,363,037 for a positive change in net position of \$9,472,380.
- The General Fund reported a fund balance of \$24,810,590, an increase of \$3,403,439. The General Fund's Excess of Revenues over Expenditures was \$10,444,795.
- The City retired \$1,871,436 of outstanding debt principal through scheduled and unscheduled debt payments. The amount spent on capital projects was \$7,342,285.
- Fund balance for all governmental funds was \$25,883,808 at year end. Unrestricted cash was \$18,158,475 at year end and amounts set aside for debt service, capital projects and various other restricted purposes totaled \$6,544,472 at year end.

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 13-15) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements begin on page 16. For governmental activities, these statements tell how services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail by providing information about the City's most significant funds.

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

Reporting the City as a Whole

Our analysis of the City as a whole begins on page 9. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used in most private sector companies. All the current year revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Position and the Statement of Activities report the City's net position and changes in net position. You can think of the City's net position - the difference between assets and liabilities – as one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net position, is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the City's property tax base and the condition of the City's infrastructure, to assess the overall health of the City.

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

- **Governmental Activities** – Most of the City's basic services are reported here, including general government, public safety, public works, street and sewer, and social services and recreation. Property taxes, sales taxes, program revenues, and transfers from other governments finance most of these activities.
- **Component Unit** – The City includes a separate legal entity in its report – the Governmental Utility Services Corporation of Moody, Alabama. Although legally separate, this "component unit" is important because the City is financially accountable for them. Complete financials are available by contacting the Governmental Utility Services Corporation of Moody, Alabama.

Reporting the City's Most Significant Fund

Our analysis of the City's major funds begins on page 11. The fund financial statements provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, the City Council established many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other monies. The City has one type of fund, governmental funds.

- **Governmental Funds** – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliations after the fund financial statements.

THE CITY AS A WHOLE

Financial Analysis of the City as a Whole

Net Position

The City's net position increased by \$9,472,380 from 2024 to 2025 and totaled \$42,793,963. This increase in resulted primarily from an increase in sales taxes and payments from other governments.

Statement of Net Position

The following table reflects the condensed Statement of Net Position at September 30:

	<u>2025</u>	<u>2024</u>
Current and other assets	\$28,005,267	\$25,684,545
Capital Assets	48,837,742	43,541,306
Total assets	<u>76,843,009</u>	<u>69,225,851</u>
Deferred outflows of resources	<u>1,726,658</u>	<u>2,234,260</u>
Other liabilities	3,185,520	3,123,788
Long-term liabilities	<u>30,756,818</u>	<u>33,810,540</u>
Total liabilities	<u>33,942,338</u>	<u>36,934,328</u>
Deferred inflows of resources	<u>1,833,366</u>	<u>1,204,200</u>
Net position		
Net investment in capital assets	18,261,144	11,180,582
Restricted	6,519,250	7,194,287
Unrestricted	<u>18,013,569</u>	<u>14,946,714</u>
Total net position	<u>\$42,793,963</u>	<u>\$33,321,583</u>

For more detailed information, see the Statement of Net Position on pages 13-14.

The City's combined net position increased to \$42,793,963 from \$33,321,583 or 28%. The City's unrestricted net position for governmental activities, the part of net position that can be used to finance day-to-day operations, was \$18,013,569 which is an increase of \$3,066,855 from the prior year, or 21%. This increase results from current year net income.

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

Changes in Net Position

The City's total revenues decreased by approximately 8% to \$21,835,417 due to receipt of one time grants as well as payments from other governments for capital projects in the prior year in excess of current year. For governmental activities, sales taxes account for approximately 40% of revenues. Other taxes account for approximately 13%. The majority of the remaining governmental activities revenues come from fees and charges for services, other taxes, payments from other governments, and capital grants and contributions. The total cost of all programs and services increased by \$393,832, or approximately 3%.

The following reflects the condensed Statement of Activities for the year ended September 30:

	<u>2025</u>	<u>2024</u>
REVENUES		
Program Revenues		
Fees, fines, and charges for services	\$ 2,637,987	\$ 2,419,482
Operating grants and contributions	510,897	2,365,728
Capital grants and contributions	996,215	-
General Revenues		
Sales taxes	8,732,149	8,289,828
Property taxes	937,510	928,934
Other taxes	1,952,296	1,859,650
Payments from other governments	5,183,658	6,792,773
Interest income	547,079	845,165
Other income	337,626	127,836
Total Revenues	<u>21,835,417</u>	<u>23,629,396</u>
EXPENSES		
General government	2,882,705	2,354,347
Public safety	5,051,630	4,849,077
Public works, street and sewer	1,589,422	1,895,093
Social services and recreation	1,841,122	1,829,739
Interest and fees	998,158	1,040,949
Total Expenses	<u>12,363,037</u>	<u>11,969,205</u>
Change in net position	9,472,380	11,660,191
Beginning net position	<u>33,321,583</u>	<u>21,661,392</u>
Ending net position	<u>\$ 42,793,963</u>	<u>\$ 33,321,583</u>

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

Governmental Funds

As of the year-end, the Governmental Funds reported a combined fund balance of \$25,883,808, which is \$2,296,944 more than the beginning of the year. The General Fund experienced a net increase of \$3,403,439, resulting primarily from revenues in excess of expenditures less transfers for debt service and capital projects. The Capital Projects Fund experienced a net decrease of (\$881,350), resulting primarily from capital outlay expenditures during the year. The Debt Service Fund experienced a net decrease of (\$225,761), resulting primarily from debt payments in excess of transfers from the general fund. All other Governmental Funds experienced a combined net increase of \$616 due to one-time revenues to fund capital projects as well as an annual debt payment.

General Fund Budgetary Highlights

General Fund revenues exceeded budgeted revenues by \$2,382,691. Actual sales tax revenues, interest income and payments from other governments exceeded their respective budgeted revenues.

General Fund expenditures were more than budgeted amounts by \$288,055 due to a majority of capital outlay being unbudgeted.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2025, the City had \$48,837,742 invested in a broad range of capital assets, including the Sewer System, land, roadways, fire and police equipment and vehicles, buildings, and park facilities. This amount represents a net increase (including additions and deductions) of \$5,296,436 or approximately 12% over last year. The City's additions to capital assets included the police building, construction in progress on the sewer system, land, police equipment, fire equipment, vehicles, various other departmental equipment. These additions were offset by the retirements of assets no longer in service and by depreciation expense.

	2025	2024
Land	\$ 5,318,396	\$ 5,318,396
Construction in progress	11,317,037	6,424,058
Street and sewer improvements, net	10,071,883	9,649,328
Buildings and improvements, net	10,310,970	10,420,846
Culture and recreation, net	1,556,262	1,657,713
Civic center, net	5,520,488	5,259,339
Wastewater treatment plant, net	1,515,903	1,607,527
Equipment, net	3,226,803	3,204,099
Total capital assets, net	\$ 48,837,742	\$43,541,306

City of Moody, Alabama
Management's Discussion and Analysis
September 30, 2025

Debt

At September 30, 2025, the City had \$32,655,948 in warrants and notes payable outstanding versus \$33,184,646 at September 30, 2024, an decrease of 6%. This decrease results from normal principal payments made during the year plus extra payments on the notes payable.. Other obligations of the City include accrued vacation leave, unearned revenue, and the net pension liability.

	<u>2025</u>	<u>2024</u>
General obligation warrants	\$ 29,957,200	\$31,503,244
Notes payable	1,329,966	1,681,402
Unearned revenue	180,543	183,851
Net pension liability	1,096,912	2,193,185
Compensated absences	91,327	91,213
	<hr/>	<hr/>
Total long-term liabilities	<u>\$ 32,655,948</u>	<u>\$35,652,895</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's Mayor, City Clerk, and City Council considered many factors when setting the budget for the fiscal year ending September 30, 2025. Tax rates, anticipated sales tax collections, anticipated expenditures/expenses, prior year actual revenues/expenditures, and the overall economy were some of these factors. The budget is prepared in accordance with the City's budget management policies which are designed to ensure the City maintains a financial base sufficient to sustain a consistent level of municipal services, is able to withstand local and regional economic variations, and adjusts to changes in the service requirements of the community.

One of the City's major sources of income is sales tax revenue. The City has taken a conservative approach in projecting sales tax revenues when setting the budget.

Moody's local economy consists of commercial, retail, and industrial business. Some of Moody's largest businesses are Red Diamond, Publix, Love's, and various restaurants and retail shops. The City's sales tax revenue has increased in previous years due to recent commercial developments.

These indicators were taken into account when adopting the General Fund budget for fiscal year ending September 30, 2026. Projected revenues in the General Fund budget are \$13,428,900. The City expects the major sources of revenues and expenditures to remain stable in fiscal year 2026.

If these estimates are realized, the City's budgetary fund balance is expected to increase by the close of fiscal year 2026.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional information, contact the City Clerk of Moody, 670 Park Avenue, Moody, AL 35004.

City of Moody, Alabama
Statement of Net Position
September 30, 2025

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Governmental Utility Service Corporation</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 18,158,475	\$ 630,932
Accounts receivable	1,008,048	156,598
Property taxes receivable	1,014,481	-
Prepaid expenses	-	-
Due from component unit	564,185	-
Notes receivable - current portion	100,000	-
Cash and cash equivalents - restricted	6,544,472	-
	<u>27,389,661</u>	<u>787,530</u>
Non-current assets		
Notes receivable	600,000	-
Deposit	15,606	-
Depreciable capital assets, net	32,202,309	141,404
Non-depreciable capital assets	16,635,433	-
	<u>49,453,348</u>	<u>141,404</u>
Total assets	<u>76,843,009</u>	<u>928,934</u>
Deferred outflows of resources		
Pension	1,041,312	70,733
Deferred charge on refunding	685,346	-
Total deferred outflows of resources	<u>1,726,658</u>	<u>70,733</u>
Liabilities		
Current liabilities		
Accounts payable	929,922	582,489
Accrued expenses	131,259	82,903
Unearned revenue	45,797	-
Accrued interest	179,412	-
Current maturities of long-term liabilities		
Unearned revenue	3,308	-
Warrants payable, net	1,597,900	-
Notes payable	252,258	-
Compensated absences	45,664	-
	<u>3,185,520</u>	<u>665,392</u>

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

City of Moody, Alabama
Statement of Net Position - Continued
September 30, 2025

	Primary Government	Component Unit
	Governmental Activities	Governmental Utility Service Corporation
Noncurrent liabilities		
Warrants payable, net	28,359,300	-
Notes payable	1,077,708	-
Compensated absences	45,663	-
Unearned revenue	177,235	-
Net pension liability	1,096,912	129,997
	30,756,818	129,997
Total liabilities	33,942,338	795,389
Deferred inflows of resources		
Property taxes levied for subsequent years	1,014,481	-
Deferred inflows related to pension	818,885	115,192
	1,833,366	115,192
Net position		
Net investment in capital assets	18,261,144	141,404
Restricted for:		
Property development	63,397	-
Street maintenance	263,589	-
Debt service	815,669	-
Capital projects	5,297,880	-
Public safety	25,192	-
Municipal court	53,523	-
Unrestricted	18,013,569	(52,318)
Total net position	\$ 42,793,963	\$ 89,086

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

City of Moody, Alabama
Statement of Activities
For the Year Ended September 30, 2025

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions	Primary Governmental Activities	Component Unit Governmental Utility Service Corporation
Primary government						
Governmental activities						
General government	\$ 2,882,705	\$ 1,825,258	\$ 322,252	\$ -	\$ (735,195)	
Public safety	5,051,630	364,604	-	-	(4,687,026)	
Public works	1,589,422	64,962	188,645	996,215	(339,600)	
Culture and recreation	1,841,122	383,163	-	-	(1,457,959)	
Interest and fees	998,158	-	-	-	(998,158)	
Total primary government	<u>\$ 12,363,037</u>	<u>\$ 2,637,987</u>	<u>\$ 510,897</u>	<u>\$ 996,215</u>	<u>(8,217,938)</u>	
Component unit						
Governmental Utility Service Corporation	\$ 6,253,928	\$ 2,653,825	\$ -	\$ -		\$ (3,600,103)
General revenues and other items						
Taxes						
Sales					8,732,149	-
Property					937,510	-
Other					1,952,296	-
Gain on disposal of capital assets					54,874	-
Interest					547,079	57,214
Other					282,752	2,275
Payments from other governments for debt service and capital improvements					5,183,658	-
Total general revenues and other items					<u>17,690,318</u>	<u>59,489</u>
Change in net position					9,472,380	(3,540,614)
Net position - beginning of year					<u>33,321,583</u>	<u>3,629,700</u>
Net position - end of year					<u>\$ 42,793,963</u>	<u>\$ 89,086</u>

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

City of Moody, Alabama
Balance Sheet - Governmental Funds
September 30, 2025

	General	Debt Service Fund	Capital Projects Fund	Commercial Development Authority	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Current assets						
Cash and cash equivalents	\$ 18,158,475	\$ -	\$ -	\$ -	\$ -	\$ 18,158,475
Accounts receivable	1,008,048	-	-	-	-	1,008,048
Property taxes receivable	1,014,481	-	-	-	-	1,014,481
Cash and cash equivalents - restricted	5,188,499	815,669	213,318	63,397	263,589	6,544,472
Due from other funds	304,870	-	-	-	-	304,870
Due from component unit	564,185	-	-	-	-	564,185
Note receivable	-	-	-	700,000	-	700,000
Deposit	15,606	-	-	-	-	15,606
Total assets	\$ 26,254,164	\$ 815,669	\$ 213,318	\$ 763,397	\$ 263,589	\$ 28,310,137
Liabilities						
Accounts payable	\$ 252,037	\$ -	\$ 677,885	\$ -	\$ -	\$ 929,922
Accrued expenses	131,259	-	-	-	-	131,259
Unearned revenue	45,797	-	-	-	-	45,797
Due to other funds	-	-	-	-	304,870	304,870
Total liabilities	429,093	-	677,885	-	304,870	1,411,848
Deferred inflows of resources						
Property taxes levied for subsequent year	1,014,481	-	-	-	-	1,014,481
Total deferred inflows of resources	1,014,481	-	-	-	-	1,014,481
Fund balance (deficit)						
Restricted for						
Property development	-	-	-	63,397	-	63,397
Street maintenance	-	-	-	-	263,589	263,589
Debt service	-	815,669	-	-	-	815,669
Capital projects	5,109,784	-	213,318	-	-	5,323,102
Public safety	25,192	-	-	-	-	25,192
Municipal court	53,523	-	-	-	-	53,523
Nonspendable						
Note receivable	-	-	-	700,000	-	700,000
Deposit	15,606	-	-	-	-	15,606
Unassigned	19,606,485	-	(677,885)	-	(304,870)	18,623,730
	24,810,590	815,669	(464,567)	763,397	(41,281)	25,883,808
Total liabilities and fund balance	\$ 26,254,164	\$ 815,669	\$ 213,318	\$ 763,397	\$ 263,589	\$ 28,310,137

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

City of Moody, Alabama
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position
 September 30, 2025

Total fund balances - governmental funds \$ 25,883,808

Amounts reported for governmental activities in the statement of net position are different due to the following:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Governmental capital assets	72,502,440	
Less accumulated depreciation	<u>(23,664,698)</u>	48,837,742

Long-term liabilities, including warrants payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Warrants payable	(29,957,200)	
Notes payable	(1,329,966)	
Compensated absences	(91,327)	
Deferred outflows of resources	1,726,658	
Deferred inflows of resources	(818,885)	
Net pension liability	(1,096,912)	
Unearned rental income	<u>(180,543)</u>	(31,748,175)

Interest payable is not recognized as an expenditure in governmental funds, but rather is recognized when an expenditure is paid.

(179,412)

Total net position - governmental activities

\$ 42,793,963

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

City of Moody, Alabama
Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
For the Year Ended September 30, 2025

	General	Debt Service Fund	Capital Projects Fund	Commercial Development Authority	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes						
Sales and use	\$ 8,732,149	\$ -	\$ -	\$ -	\$ -	\$ 8,732,149
Property	937,510	-	-	-	-	937,510
Other	1,623,939	-	123,602	-	204,755	1,952,296
Licenses and permits	1,716,495	-	-	-	-	1,716,495
Parks and recreation	379,626	-	-	-	-	379,626
Charges for services	314,952	-	-	-	-	314,952
Fines and forfeits	226,914	-	-	-	-	226,914
Grants and contributions	510,897	-	-	996,215	-	1,507,112
Interest	511,643	34,807	576	53	-	547,079
Other	279,444	-	-	-	-	279,444
Payments from other governments for debt service and capital improvements	5,183,658	-	-	-	-	5,183,658
	<u>20,417,227</u>	<u>34,807</u>	<u>124,178</u>	<u>996,268</u>	<u>204,755</u>	<u>21,777,235</u>
Expenditures						
General government	2,507,387	-	-	553	-	2,507,940
Public safety	4,612,566	-	-	-	-	4,612,566
Public works	734,393	-	-	-	93,724	828,117
Culture and recreation	1,451,268	-	-	-	-	1,451,268
Capital outlay	666,818	-	5,670,202	1,005,265	-	7,342,285
Debt service						
Principal retirement	-	1,871,436	-	-	-	1,871,436
Interest and fees	-	928,878	-	-	-	928,878
	<u>9,972,432</u>	<u>2,800,314</u>	<u>5,670,202</u>	<u>1,005,818</u>	<u>93,724</u>	<u>19,542,490</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,444,795</u>	<u>(2,765,507)</u>	<u>(5,546,024)</u>	<u>(9,550)</u>	<u>111,031</u>	<u>2,234,745</u>
Other financing sources (uses)						
Proceeds from sale of capital assets	62,199	-	-	-	-	62,199
Transfers in	100,865	2,539,746	4,664,674	-	-	7,305,285
Transfers out	(7,204,420)	-	-	(100,000)	(865)	(7,305,285)
	<u>(7,041,356)</u>	<u>2,539,746</u>	<u>4,664,674</u>	<u>(100,000)</u>	<u>(865)</u>	<u>62,199</u>
Net change in fund balance	3,403,439	(225,761)	(881,350)	(109,550)	110,166	2,296,944
Fund balance (deficit) - beginning of year	<u>21,407,151</u>	<u>1,041,430</u>	<u>416,783</u>	<u>872,947</u>	<u>(151,447)</u>	<u>23,586,864</u>
Fund balance (deficit) - end of year	<u>\$ 24,810,590</u>	<u>\$ 815,669</u>	<u>\$ (464,567)</u>	<u>\$ 763,397</u>	<u>\$ (41,281)</u>	<u>\$ 25,883,808</u>

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

City of Moody, Alabama
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Statement of Activities
For the year ended September 30, 2025

Net changes in fund balances - governmental funds	\$	2,296,944
Amounts reported for governmental activities in the statement of activities are different due to the following:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlay	7,342,285	
Less depreciation expense	<u>(2,038,524)</u>	5,303,761
The proceeds from the sale of capital assets (\$62,199) are reported as other financing sources in the governmental funds. However, the net book value of the capital assets (\$7,325) is removed from the capital assets account in the Statement of Net Position and offsets against the sales proceeds resulting in a gain in the Statement of Activities of \$54,874		
		(7,325)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal retirement	1,871,436	
Warrant premiums, discounts and deferred amounts on refunding amortization expense	<u>(80,126)</u>	1,791,310
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Increase in accrued compensated absences	(114)	
Decrease in pension expense	73,650	
Decrease in unearned rental income	3,308	
Decrease in accrued interest	<u>10,846</u>	87,690
Change in net position - governmental activities	\$	<u>9,472,380</u>

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

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Moody, Alabama (the City) was incorporated on January 29, 1962. The City operates under a Mayor-Council form of government as provided by Act No. 425 of the 1955 Alabama Legislature (The Mayor-Council Act).

The financial statements of the City are prepared in accordance with generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The City's reporting entity applies all relevant GASB pronouncements.

As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its component units, entities for which the government 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 units is combined with the data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize that it is legally separate from the government.

Blended Component Unit

Commercial Development Authority (CDA) - The CDA was formed for the purpose of promoting commercial development in the City. The members of the CDA are appointed by the City Council. The CDA is presented as a governmental fund. Separate financial statements are not issued by the CDA. The City is responsible for operations of the CDA.

Discretely Presented Component Unit

The Governmental Utility Services Corporation of Moody, Alabama (GUSC) - The GUSC was formed for the purpose of managing the utility service facilities in the City and surrounding communities. The members of the GUSC are appointed by the City Council. The facilities under management as well as the debt used to acquire the utility service are recorded on the City's books and all capital purchases and debt service payments are made by the GUSC revenues.

Government-Wide and Fund Financial Statements

The basic financial statements are presented at both the government-wide (based on the City as a whole) and fund financial level. Both levels of statements categorize primary activities as either governmental or business type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. The City does not have any business-type activities and all of its activities are classified as governmental.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Government-Wide and Fund Financial Statements Continued

Government-Wide Financial Statements display information about the City as a whole. The effect of interfund activity has been removed from these statements. These aggregate statements consist of the statement of net position and the statement of activities.

The *Statement of Net Position* measurement focus is full accrual basis of accounting and economic resource measurement and the statement presents information on all of the City's assets, deferred outflows, and liabilities (including long-term assets and receivables as well as long-term debt and obligations), with the difference being reported as net position.

The *Statement of Activities* demonstrates the degree to which direct expenses of a given function, or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items (property, sales and use taxes, certain intergovernmental revenues, etc.) not attributable to a specific program are reported as general revenues. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed. The City does not employ an indirect cost allocation system.

Fund Financial Statements display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary. Currently, the City has only governmental type funds in the basic financial statements. Major individual governmental funds are reported in separate columns in the basic financial statements. Nonmajor funds (by category or fund type) are consolidated into a single column of the basic financial statements and are detailed in the combining financial statements located in the supplementary information section of the financial statements.

Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe which transactions are recorded within the various financial statements. Basis of accounting refers to when transactions are recorded. The government-wide financial statements are presented on a full accrual basis of accounting with an economic resource measurement focus. An economic resource focus concentrates on an entity or fund's net position.

All transactions and events that affect the total economic resources (net position) during the period are reported. Economic resources measurement focus is connected with the full accrual basis of accounting. Under the full accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash inflows and outflows.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Measurement Focus and Basis of Accounting - Continued

Governmental fund financial statements are presented on a modified accrual basis of accounting with a current financial resource measurement focus. The measurement focus concentrates on the fund's resources available for spending currently or in the near future. Only transactions and events affecting the fund's current financial resources during the period are reported. Current resources measurement is connected with the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). Measurable means the amount of the transaction can be determined and revenues are considered available when they are collected within the current period or expected to be collected soon enough thereafter to be used 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 year. Revenues considered susceptible to accrual are property taxes, state, county and local shared revenues, franchise taxes and intergovernmental revenues. Expenditures are recognized when the related liability is incurred, with the exception of principal and interest on general obligation long-term debt, compensated absences, and claims and judgments, which are recognized as expenditures to the extent that they have matured.

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 on the page following each statement, which briefly explains the adjustment necessary to transform the fund-based financial statements into the governmental activities column of the government-wide presentation.

Basis of Presentation - Fund-Level Financial Statements

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section located in the supplementary information section of the financial statements. The City reports the following major governmental funds:

General Fund - To account for all revenues and expenditures applicable to the general operations of government that are not properly accounted for in another fund. All general operating revenues, which are not restricted or designated as to use by outside sources, are recorded in the General Fund.

Debt Service Fund - To account for the accumulation of resources for and the payment of interest and principal on general long-term debt.

Capital Projects Fund - To account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, specifically the acquisition or construction of capital facilities and other capital assets.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Basis of Presentation - Fund-Level Financial Statements - Continued

CDA - To account for financial resources to be used for the purpose of promoting commercial development in the City. The CDA was created in 2006 to purchase commercial development land in the City. Transfers from the City are used to pay CDA expenses.

Additionally, the City reports the following non-major governmental funds:

Special Revenue Fund - To account for the proceeds of specific revenue resources that are legally restricted or designated for expenditures with specified purposes.

Use of Estimates

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

Cash and Cash Equivalents

The City considers all instruments with an original maturity of three months or less to be cash and cash equivalents. Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits. These amounts represent actual account balances held by financial institutions at the end of the period, and unlike the balances reported in the financial statements, the account balances do not reflect timing delays inherent in reconciling items such as outstanding checks and deposits in transit. The City has never experienced any losses related to these balances.

The City also participates in the Alabama State Treasury's Security for Alabama Funds Enhancement (SAFE) program. The bank holding the City's deposits is a certified participant in the SAFE program. Through the SAFE program, all public funds are protected through a collateral pool administered by the Alabama State Treasury.

Restricted Cash and Cash Equivalents

Restricted assets include cash and cash equivalents restricted for repayment of debt service, future capital projects, street maintenance and property development. These funds are held in escrow accounts deposited with trustees and in several cash accounts. At September 30, 2025, the escrow accounts totaled \$840,891 and the cash accounts totaled \$5,703,581.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of five years. Capital assets purchased or acquired are carried at historical cost or estimated historical cost.

Donated or contributed capital assets are recorded at their estimated fair value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' useful lives are charged to operations as incurred. Improvements that materially extend the useful life of an asset are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation of capital assets is computed using the straight-line method over the following estimated useful lives: building and improvements, 5 to 40 years; civic center, 3 to 40 years; community ballpark, 10 years; equipment, 5 to 20 years; street improvements and sewer, 5 to 40 years; and wastewater treatment plant, 15 to 50 years.

Deferred Outflows of Resources

The City's statements of net position report 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 are amounts of pension contributions through the end of the City's fiscal year to be recognized by the pension plan on the accrual basis of accounting in the next measurement period, as well as deferred amounts arising from the refunding of warrants payable. The deferred refunding amounts are being amortized over the remaining lives of the refunded warrants as part of interest expense.

Unearned Grant Revenue

The statement of net position and balance sheet – governmental funds reports unearned grant revenue in connection with resources that have been received but are not yet recognizable because they have not yet been expended in accordance with grant requirements.

Unearned Rental Income

The statement of net position reports unearned rental income in connection with resources that have been received but are not yet recognizable since the lease income is to be recognized over future years.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column of the statement of net position. Warrant premiums and discounts are deferred and amortized over the life of the warrants using the straight-line method. Warrants payable are reported net of the applicable warrant premium or discount. Issuance costs are expensed as incurred.

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

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation pay benefits. A maximum of 160 vacation hours may be carried forward until March 31 of the next year. Compensated absences are not recorded as a liability in the governmental funds because expenditures related to compensated absences are recorded only when payment is due.

Other Postemployment Benefit Obligations

In accordance with GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (OPEB), the City is required to report the City's actuarially determined net OPEB obligation as a long-term liability in the government-wide financial statements. However, the City does not offer these benefits to employees or former employees of the City, therefore, no liability has been accrued in the government-wide financial statements.

Pensions

The Employees' Retirement Systems of Alabama (the Plan or ERS) 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 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. The last year for which actuarial information is available is for the fiscal year ended September 30, 2024 and, therefore, this actuarial information is reported in the 2025 financial statements.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Deferred Inflows of Resources

The City's statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund balance that applies to a future period. Deferred inflows of resources reported in the financial statements are for differences between projected and actual earnings on pension plan investments and property taxes levied for subsequent years.

Net Position

The City reports information regarding its financial position and activities according to three classes of net position in the government-wide financial statements: net investment in capital assets, restricted net position, and unrestricted net position.

Net Investment in Capital Assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any warrants, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position is reported as restricted when constraints placed on net position use are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions.

Unrestricted Net Position is the residual component of net position. It consists of net position that does not meet the definition of restricted or net investment in capital assets.

Fund Equity

The City is required, as applicable, to present fund balances in five categories. The fund balance categories are:

Non-spendable - Includes items that are not in a spendable form because they are either legally or contractually required to be maintained intact.

Restricted - Includes items that are restricted by external creditors, grantors or contributors, or restricted by legal constitutional provisions.

Committed - Includes items committed by the City Council, by resolution of the Council. Commitments may be modified or rescinded by similar resolution.

Assigned - Includes items assigned by specific uses, authorized by the City Council.

Unassigned - This is the residual classification used for those balances not assigned to another category in the general fund. Deficit fund balances are also presented as unassigned.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

1. Summary of Significant Accounting Policies (continued)

Fund Equity (continued)

The City is required to designate the responsible party to make assignments of fund balance, and the City designated the City Council as the responsible party based on the size of City government.

The City's spending policy states in what order fund balance categories are spent. The City Council approved the following fund balance order of spending: (1) restricted fund balance, (2) committed fund balance, (3) assigned fund balance, and lastly (4) unassigned fund balance.

Property Taxes

Property taxes are collected and remitted to the City by the St. Clair County government. Taxes are levied annually on October 1 and are due October 1 of the following year. Major tax payments are received October through January and are recognized as revenue in the year received.

Subsequent Events

Management has evaluated subsequent events through the date of the independent auditors' report, which is the date the financial statements were available to be issued. There are no subsequent events requiring disclosure.

2. Stewardship, Compliance and Accountability

Deficit Fund Equity

The deficit fund equity of \$133,925 and \$45,196 in the state 4 cent gas tax fund and state 7 cent gas tax fund, respectively, is the result of previous revenues being inadequate to cover previous expenditures.

3. Discretely Presented Component Unit

As discussed in Note 1, the GUSC is included in the government-wide financial statements as a discretely presented component unit. The GUSC is comprised of a single fund that is accounted for as an enterprise fund on the accrual basis of accounting. The policies and disclosures related to the GUSC that are significant to the City are summarized as follows. Separate financial statements were issued by the GUSC and those financial statements can be viewed at Moody City Hall upon request.

Nature of Operations

The GUSC is a public corporation and organized under the laws of the State of Alabama. The GUSC was incorporated on February 12, 2007. The GUSC operates under the direction of an independent board appointed by members of the City Council. The general purpose of the GUSC is the promotion of health, welfare, and safety of the people of the City and surrounding areas by operating the utility service facilities in the City. GUSC personnel are primarily responsible for operations and management of the system.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

3. Discretely Presented Component Unit - Continued

Concentration of Credit Risk

Birmingham Water Works and Sewer Board (BWVB) is currently billing and collecting the services for approximately 60% of GUSC customers. BWVB remits funds to the GUSC bi-weekly approximately forty-five to sixty days after the funds are collected by the BWVB. Funds collected by the BWVB but not remitted to the GUSC are included in accounts receivable and totaled \$0 at September 30, 2025.

Capital Assets

Capital assets are carried at cost less accumulated depreciation and include expenditures which substantially increase the useful lives of existing capital assets. Maintenance, repairs and minor renovations are charged to expense as incurred. When capital assets are retired or otherwise disposed of, the related costs and accumulated depreciation are removed from the respective accounts and any gain or loss on the disposition is credited or charged to income. The GUSC provides for depreciation of capital assets using the straight-line method designed to amortize costs over estimated useful lives as follows: buildings and improvements, 10 to 40 years; machinery and equipment, 5 years; furniture and fixtures, 5 to 15 years; and vehicles, 5 years.

Capital asset activity consisted of the following for the year ended September 30, 2025:

	October 1, 2024	Additions	Disposals	September 30, 2025
Depreciable assets				
Buildings and improvements	\$ 162,969	\$ -	\$ -	\$ 162,969
Furniture and fixtures	9,912	-	-	9,912
Machinery and equipment	210,306	-	-	210,306
Vehicles	155,090	-	-	155,090
	<u>538,277</u>	-	-	<u>538,277</u>
Less accumulated depreciation				
Buildings and improvements	66,843	9,167	-	76,010
Furniture and fixtures	9,913	-	-	9,913
Machinery and equipment	147,054	8,806	-	155,860
Vehicles	155,090	-	-	155,090
	<u>378,900</u>	<u>17,973</u>	-	<u>396,873</u>
	<u>\$ 159,377</u>	<u>\$ (17,973)</u>	<u>\$ -</u>	<u>\$ 141,404</u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

3. Discretely Presented Component Unit – Continued

Accounts Receivable

Accounts receivable, net consisted of the following at September 30, 2025:

Customers	\$ 184,733
Less: allowance for doubtful accounts	<u>(28,135)</u>
	<u>\$ 156,598</u>

Accrued Expenses

Accrued expenses for the GUSC consisted of the following at September 30, 2025:

Payroll and related liabilities	\$ 3,616
Customer deposits	<u>79,287</u>
	<u>\$ 82,903</u>

Payments to Other Governments

The GUSC operates the Sewer System for the City of Moody and is responsible for payment of principal and interest on the City of Moody's 2020-A general obligation warrant issues used to purchase the sewer system from the GUSC as well as the principal and interest on the GOW 2012-CWSRF-DL general obligation warrant issue used to pay for sewer improvements. The GUSC made payments to the City of Moody totaling \$759,936 for debt service during the year ended September 30, 2025.

The GUSC is also responsible for capital improvements made to the sewer system which is owned by the City of Moody. The GUSC made payments to the City of Moody totaling \$4,423,722 for capital improvements during the year ended September 30, 2025.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

3. Discretely Presented Component Unit - Continued

Pension Plan - Net Pension Liability

The GUSC's net pension liability was measured as of September 30, 2024 and changes in the net pension liability consisted of the following at September 30, 2024:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at September 30, 2023	\$ 555,715	\$ 320,891	\$ 234,824
Changes for the year:			
Service cost	34,131	-	34,131
Interest	41,401	-	41,401
Differences between expected and actual experience	(62,415)	-	(62,415)
Contributions - employer	-	24,794	(24,794)
Contributions - employee	-	20,593	(20,593)
Net investment income	-	72,557	(72,557)
Net changes:	<u>13,117</u>	<u>117,944</u>	<u>(104,827)</u>
Balances at September 30, 2024	<u>\$ 568,832</u>	<u>\$ 438,835</u>	<u>\$ 129,997</u>

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

For the year ended September 30, 2025, the GUSC recognized pension expense of \$14,809. At September 30, 2025, the GUSC reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 16,156	\$ 84,416
Changes of assumptions	17,578	
Net difference between projected and actual earnings on pension plan investments	-	30,776
Employer contributions subsequent to the measurement date	36,999	-
	<u>\$ 70,733</u>	<u>\$ 115,192</u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

4. Trusteed Fund Assets

In accordance with the provisions of the General Obligation Warrant issues, the City is required to make monthly installments to escrow accounts for semi-annual interest and principal maturities in addition to holding funds in escrow accounts until they have been requisitioned for capital projects. As of September 30, 2025, \$840,891 had been accumulated in the escrow accounts for these purposes and is included in restricted cash and cash equivalents on the statement of net position with \$815,669 being designated for principal and interest payments and \$25,222 being designated for future capital projects. At September 30, 2025, the escrow accounts were invested in Pioneer Treasury Reserves Fund securities which had an average maturity of less than one year and held a credit rating of AAA.

As a means of limiting its exposure to interest rate risk, the City limits its investments to those authorized by state statutes and restricts the maximum investment term to less than one year from the purchase date.

5. Receivables and Payables

Receivables consisted of the following at September 30, 2025:

Taxes	
Sales	\$ 949,132
Property	1,014,481
Motor vehicle and fuel	38,471
Fees	20,445
Net receivables	<u>\$ 2,022,529</u>

Payables consisted of the following at September 30, 2025:

Trade	\$ 171,492
Capital assets	758,430
Net payables	<u>\$ 929,922</u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

6. Note Receivable

On April 17, 2007, the City borrowed \$1,500,000 to provide financing for the benefit of Red Diamond, Inc. (the Company) pursuant to a development agreement dated April 17, 2007 between the City and the Company. This is a 25-year loan to be repaid by the Company to the City from future business license revenue. The loan is secured by land.

Future principal requirements of the note consist of the following for the years ended September 30:

2026		\$	100,000
2027			100,000
2028			100,000
2029			100,000
2030			100,000
2031-2032			200,000
			\$ 700,000

7. Interfund Receivables, Payables, and Transfers

Interfund receivables and payables (which are not expected to be repaid within one year) consisted of the following at September 30, 2025:

General Fund

Balance due from Nonmajor Governmental Funds \$ 304,870

Nonmajor Governmental Funds

Balance due to General Fund (304,870)

\$ -

Transfers between funds consisted of the following during the year ended September 30, 2025:

Transfers Out	Transfers In			Net Transfers Out (In)
	General Fund	Debt Service Fund	Capital Projects Fund	
General Fund	\$ -	\$ 2,539,746	\$ 4,664,674	\$ 7,204,420
Commercial Development Authority	100,000	-	-	100,000
Special Revenue Fund	865	-	-	865
Net transfers in/(out)	\$ 100,865	\$ 2,539,746	\$ 4,664,674	\$ 7,305,285

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

8. Capital Assets

Capital asset activity consisted of the following for the year ended September 30, 2025:

	September 30,			September 30,
	2024	Additions	Disposals	2025
Depreciable assets				
Buildings and improvements	\$ 13,656,119	\$ 283,764	\$ -	\$ 13,939,883
Civic center:				
Buildings and improvements	6,098,634	484,513	-	6,583,147
Equipment	1,214,439	-	-	1,214,439
Culture and recreation	5,539,619	40,517	-	5,580,136
Equipment	7,936,515	635,247	(168,872)	8,402,890
Street and sewer improvements	16,375,818	1,005,265	-	17,381,083
Wastewater treatment plant	2,765,429	-	-	2,765,429
	<u>53,586,573</u>	<u>2,449,306</u>	<u>(168,872)</u>	<u>55,867,007</u>
Less accumulated depreciation				
Buildings and improvements	3,235,273	393,640	-	3,628,913
Civic center	2,053,734	223,364	-	2,277,098
Culture and recreation	3,881,906	141,968	-	4,023,874
Equipment	4,732,416	605,218	(161,547)	5,176,087
Street and sewer improvements	6,726,490	582,710	-	7,309,200
Wastewater treatment plant	1,157,902	91,624	-	1,249,526
	<u>21,787,721</u>	<u>2,038,524</u>	<u>(161,547)</u>	<u>23,664,698</u>
	<u>31,798,852</u>	<u>410,782</u>	<u>(7,325)</u>	<u>32,202,309</u>
Non-depreciable assets				
Land	5,318,396	-	-	5,318,396
Construction in progress	6,424,058	4,892,979	-	11,317,037
	<u>11,742,454</u>	<u>4,892,979</u>	<u>-</u>	<u>16,635,433</u>
	<u>\$ 43,541,306</u>	<u>\$ 5,303,761</u>	<u>\$ (7,325)</u>	<u>\$ 48,837,742</u>

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

General government	\$ 388,415
Public safety	494,267
Public works	760,821
Culture and recreation	395,021
	<u>\$ 2,038,524</u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan

General Information about the Pension Plan

Plan Description

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

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

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

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

Benefits Provided

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

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

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

Act 132 of the Legislature of 2019 allowed employers who participate in the ERS pursuant to Code of Alabama 1975, Section 36-27-6 to provide Tier 1 retirement benefits to their Tier 2 members. Tier 2 members of employers adopting Act 2019-132 will contribute 7.5% of earnable compensation for regular employees and 8.5% for firefighters and law enforcement officers. A total of 628 employers adopted Act 2019-132 as of September 30, 2024.

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

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

The ERS serves approximately 890 local participating employers. The ERS membership includes approximately 117,309 participants. As of September 30, 2024, membership consisted of:

Retirees and beneficiaries currently receiving benefits	32,477
Terminated employees entitled to but not yet receiving benefits	2,425
Terminated employees not entitled to a benefit	22,097
Active members	60,279
Post-DROP participants who are still in active service	31
	117,309

The City's membership as of the measurement date of September 30, 2024 consisted of:

Inactive members or their beneficiaries currently receiving benefits	22
Vested inactive members	2
Non-vested inactive members	14
Active members	82
	120

Contributions

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

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

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

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

The ERS establishes rates based upon an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year with additional amounts to finance any unfunded accrued liability, the preretirement death benefit, and administrative expenses of the Plan. For the year ended September 30, 2025, the City's active employee contribution rate was 6.89% of covered employee payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 6.93% of pensionable payroll.

City's contractually required contribution rate for the year ended September 30, 2025, was 9.38% of pensionable pay for Tier 1 employees, and 7.19% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation as of September 30, 2022, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the City were \$320,356 for the year ended September 30, 2025.

Net Pension Liability

The City's net pension liability was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2023, rolled forward to September 30, 2024, using standard roll-forward techniques as shown in the following table:

	<u>Expected</u>	<u>Actual Before Plan Changes</u>	<u>Actual After Plan Changes</u>
(a) Total Pension Liability as of September 30, 2023	\$ 8,727,722	\$ 8,573,641	\$ 8,573,641
(b) Discount Rate	7.45%	7.45%	7.45%
(c) Entry Age Normal Cost for the period October 1, 2023 - September 30, 2024	359,641	359,641	359,641
(d) Transfers Among Employers:	-	333,720	333,720
(e) Actual Benefit Payments and Refunds for the period October 1, 2023 - September 30, 2024	(462,224)	(462,224)	(462,224)
(f) Total Pension Liability as of September 30, 2024 [(a) x (1+(b))] + (c) + (d) + [(e) x (1 + 0.5*(b))]	<u>\$ 8,878,220</u>	<u>\$ 8,727,722</u>	<u>\$ 8,727,722</u>
(g) Difference between Expected and Actual		\$ 168,161	
(h) Less Liability Transferred for Immediate Recognition		<u>333,720</u>	
(i) Experience (Gain)/Loss = (g) - (h)		<u>\$ (165,559)</u>	
(j) Difference between Actual TPL Before and After Plan Changes - Benefit Change (Gain)/Loss			<u>\$ -</u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

Actuarial Assumptions

The total pension liability as of September 30, 2024 was determined based on the annual actuarial funding valuation report prepared as of September 30, 2023. The key actuarial assumptions are summarized below:

Inflation	2.50%
Projected Salary Increases	3.25 - 6.00%
Investment Rate of Return *	7.45%, including inflation

*Net of pension plan investment expense

Mortality rates were based on the Pub 2010 Below Median Tables, projected generationally using the MP 2020 scale, which is adjusted by 66 2/3% beginning with year 2019:

Group	Membership Totals	Set Forward (+)/ Setback (-)	Adjustment to Rates
			Male: 90% ages < 65; 96% ages >= 65; Females: 96% all ages
Non-FLC Service Retirees	General Healthy Below Median	Male: +2, Female +2	
FLC/State police Service Retirees	Public Safety Healthy Below Median	Male: +1, Female None	None
Beneficiaries	Contingent Survivor Below Median	Male: +2, Female +2	None
Non-FLC Disabled Retirees	General Disability	Male: +7, Female +3	None
FLC/State Police Disabled Retirees	Public Safety Disability	Male: +7, Female None	None

The actuarial assumptions used in the actuarial valuation as of September 30, 2022, were based on the results of an actuarial experience study for the period of October 1, 2015 - September 30, 2020.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. 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:

	Target Allocation	Long-Term Expected Rate of Return*
Fixed income	15.00%	2.80%
U.S. large stocks	32.00%	8.00%
U.S. mid stocks	9.00%	10.00%
U.S. small stocks	4.00%	11.00%
International developed market stocks	12.00%	9.50%
International emerging market stocks	3.00%	11.00%
Alternatives	10.00%	9.00%
Real estate	10.00%	6.50%
Cash	5.00%	1.50%
	<u>100.00%</u>	

**Includes assumed rate of inflation of 2.00%.*

Discount Rate

The discount rate used to measure the total pension liability was the long term rate of return, 7.45%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were projected to be available to make all projected future benefit payments of current 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.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

Changes in the City's net pension liability consisted of the following at September 30, 2024:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at September 30, 2023	\$ 8,727,722	\$ 6,534,537	\$ 2,193,185
Changes for the year:			
Service cost	359,641	-	359,641
Interest	632,997	-	632,997
Differences between expected and actual experience	(165,559)	-	(165,559)
Contributions - employer	-	247,895	(247,895)
Contributions - employee	-	255,889	(255,889)
Net investment income	-	1,419,568	(1,419,568)
Benefits of payments, including refunds of employee contributions	(462,224)	(462,224)	-
Transfers among employers	333,720	333,720	-
Net changes:	698,575	1,794,848	(1,096,273)
Balances at September 30, 2024	\$ 9,426,297	\$ 8,329,385	\$ 1,096,912

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 7.45%, 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 (6.45%) or 1-percentage-point higher (8.45%) than the current rate:

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
Plan's Net Pension Liability (Asset)	\$ 2,325,817	\$ 1,096,912	\$ 84,975

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, 2024. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2024. The auditor's report on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes detail by employer and in aggregate additional information needed to comply with GASB 68. The additional financial and actuarial information is available at <http://www.rsa-al.gov/index.php/employers/financial-reports/gasb-68-reports/>.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

9. Pension Plan - Continued

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

For the year ended September 30, 2025, the City recognized pension expense of \$223,827. At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 509,148	\$ 264,884
Changes of assumptions	211,807	-
Net difference between projected and actual earnings on pension plan investments	-	554,001
Employer contributions subsequent to the measurement date	320,357	-
	\$ 1,041,312	\$ 818,885

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

	Deferred Outflows (Inflows) of Resources
2026	\$ 3,151
2027	181,081
2028	(127,163)
2029	(102,724)
2030	(17,792)
Thereafter	(34,483)

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

10. Long-term Debt

The general obligation warrant issues consisted of the following at September 30, 2025:

2.75% General Obligation Warrants Series 2012-CWSRF-DL, dated December 1, 2012, maturing August 15, 2032	\$ 400,000
2.00% to 3.00% General Obligation Warrants Series 2014-C, dated September 25, 2014, maturing December 1, 2027	250,000
3.00% to 4.00% General Obligation Warrants Series 2016-A, dated May 19, 2016, maturing August 1, 2039	5,720,000
1.40% to 3.00% General Obligation Warrants Series 2020-A, dated March 26, 2020, maturing December 1, 2041	9,420,000
2.25% General Obligation Warrants Series 2023, dated November 21, 2023, maturing February 1, 2037	8,650,000
2.25% General Obligation Warrants Series 2022-A, dated February 4, 2022, maturing February 1, 2037	565,000
3.00% to 4.00% General Obligation Warrants Series 2022-B, dated April 28, 2022, maturing February 1, 2052	<u>4,740,000</u>
Total warrants payable	29,745,000
Plus (less) deferred amounts for:	
Unamortized premiums (2016-A)	200,210
Unamortized discounts (2020-A)	(70,331)
Unamortized premiums (2022-B)	<u>82,321</u>
Total warrants payable, net	29,957,200
Less current portion	<u>1,597,900</u>
	<u><u>\$ 28,359,300</u></u>

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

10. Long-term Debt - Continued

Future principal and interest requirements of the general obligation warrants consist of the following at September 30:

	Principal	Interest
2026	\$ 1,575,000	\$ 792,916
2027	1,610,000	750,102
2028	1,650,000	697,070
2029	1,705,000	697,070
2030	1,755,000	655,905
2031-2035	9,250,000	2,631,595
2036-2040	8,135,000	1,365,498
2041-2045	2,330,000	472,740
2046-2050	1,195,000	217,795
2051-2052	540,000	21,425
	\$ 29,745,000	\$ 8,302,116

Long-term notes payable consisted of the following at September 30, 2025:

3.25% note payable - bank, due in monthly installments of interest until February 2022 when monthly payments of principal and interest are scheduled to begin, final payment of unpaid balance due February 2037, secured by land	\$ 629,966
4.00% note payable - county, due in annual installments of \$100,000 plus interest beginning April 2018, final payment of unpaid balance due April 2032, secured by land owned by Red Diamond	700,000
	1,329,966
Less current portion	252,258
	\$ 1,077,708

Principal and interest requirements of notes payable consist of the following at September 30:

	Principal	Interest
2026	\$ 252,258	\$ 47,900
2027	257,281	42,951
2028	262,469	37,840
2029	257,958	32,559
2030	100,000	27,122
2030-2031	200,000	-
	\$ 1,329,966	\$ 188,372

The City is making advance payments on its 3.25% note payable which shortened the maturity to 2031 if remaining payments are made as scheduled.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

10. Long-term Debt - Continued

Changes in long-term liabilities for governmental activities consisted of the following at September 30, 2025:

	October 1, 2024	Additions	Retirements	September 30, 2025	Due within one year
Warrants and notes payable:					
Notes payable	\$ 1,681,402	\$ -	\$ (351,436)	\$ 1,329,966	\$ 252,258
General Obligation Warrants	31,265,000	-	(1,520,000)	29,745,000	1,575,000
	32,946,402	-	(1,871,436)	31,074,966	1,827,258
Plus: bond premium	316,194	-	(33,664)	282,530	30,172
Less: bond discount	(77,950)	-	7,620	(70,330)	(7,272)
Total warrants and notes payable	33,184,646	-	(1,897,480)	31,287,166	1,850,158
Other liabilities:					
Pension	2,193,185	992,638	(2,088,911)	1,096,912	-
Unearned rental income	183,851	-	(3,308)	180,543	3,308
Compensated absences	91,213	114	-	91,327	45,664
	<u>\$ 35,652,895</u>	<u>\$ 992,752</u>	<u>\$ (3,989,699)</u>	<u>\$ 32,655,948</u>	<u>\$ 1,899,130</u>

11. Deferred Charge on Refunding

The 2020-A advance refunding resulted in a difference between the reacquisition price and net carrying amount of the old debt of \$563,258 (balance of \$344,767 at September 30, 2025). This difference, reported in the accompanying financial statements as a component of deferred outflows of resources, is being charged to operations through the year ended September 30, 2042, using the weighted average method. The City completed the advance refunding to reduce interest rates. The refunding decreased the City's total debt service payments by \$669,082. The transaction resulted in an economic gain (difference between the present values of the old and new debt service payments) of \$339,018.

The 2021-B advance refunding resulted in a difference between the reacquisition price and net carrying amount of the old debt of \$430,592 (balance of \$296,952 at September 30, 2025). This difference, reported in the accompanying financial statements as a component of deferred outflows of resources, is being charged to operations through the year ended September 30, 2042, using the weighted average method. The City completed the advance refunding to reduce interest rates. The refunding decreased the City's total debt service payments by \$915,228. The transaction resulted in an economic gain (difference between the present values of the old and new debt service payments) of \$502,789.

City of Moody, Alabama
Notes to Financial Statements
September 30, 2025

12. Contingencies

The City is involved in various claims and lawsuits, both for and against the City, arising in the normal course of business. While the City’s management currently believes that the ultimate outcome of these proceedings, individually and in the aggregate, will not have a material adverse effect on the City’s financial statements, litigation is subject to inherent uncertainties. Were an unfavorable ruling to occur, there exists the possibility of a material adverse impact on the change in net position for the period in which the ruling occurs.

The City received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed or not incurred in a timely manner under the terms of the grant. City management believes such disallowances, if any, would be immaterial.

13. Tax Abatements

The City enters into property tax abatement agreements with local businesses under the Tax Incentive Reform Act of 1992. 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, all for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the City. For the fiscal year ended September 30, 2025, the City abated taxes totaling \$431,358 under this Act, as summarized below.

Purpose	Type of Taxes Abated	Percentage of Taxes Abated during the Fiscal Year	Amount of Taxes Abated during the Fiscal Year
To build a new gas station and travel center	Sales	33%	\$ 104,622
To build a new truck stop	Sales	33%	8,509
To build a new grocery store	Sales	50%	134,417
To build a new grocery store	Sales	18%	95,197
To build a new restaurant	Sales	50%	38,622
To build a new restaurant	Sales	50%	27,956
To build a new hotel	Occupancy	50%	6,727
To add a building to existing facility	Property	100%	1,980
To expand current location	Property	100%	6,871
To open a new location of a food ingredient processing center	Property	100%	6,457
			\$ 431,358

REQUIRED SUPPLEMENTARY INFORMATION

City of Moody, Alabama
 Budgetary Comparison Schedule - General Fund
 September 30, 2025

	Budgeted - Original and Final	Actual - GAAP Basis	General Fund Adjustments Budgetary Basis	Actual - Budgetary Basis	Variance w/ Final Budgeted Basis
Revenues					
Taxes					
Sales and use	\$ 8,193,000	\$ 8,732,149	\$ (70,058)	\$ 8,662,091	\$ 469,091
Property	875,000	937,510	-	937,510	62,510
Other	1,388,300	1,623,939	(36,981)	1,586,958	198,658
Licenses and permits	1,637,000	1,716,495	-	1,716,495	79,495
Parks and recreation	307,850	379,626	-	379,626	71,776
Charges for services	121,000	314,952	(16,008)	298,944	177,944
Fines and forfeits	125,000	226,914	(7,181)	219,733	94,733
Grants and contributions	-	510,897	-	510,897	510,897
Interest	-	511,643	-	511,643	511,643
Other	73,500	279,444	-	279,444	205,944
Payments from other governments for debt service and capital improvements	-	5,183,658	(5,183,658)	-	-
	<u>12,720,650</u>	<u>20,417,227</u>	<u>(5,313,886)</u>	<u>15,103,341</u>	<u>2,382,691</u>
Expenditures					
General government	2,382,647	2,507,387	(45,913)	2,461,474	(78,827)
Public safety	4,634,545	4,612,566	(17,509)	4,595,057	39,488
Public works	681,975	734,393	(5,111)	729,282	(47,307)
Culture and recreation	1,460,010	1,451,268	(26,122)	1,425,146	34,864
Capital outlay	350,000	666,818	(80,545)	586,273	(236,273)
Total expenditures	<u>9,509,177</u>	<u>9,972,432</u>	<u>(175,200)</u>	<u>9,797,232</u>	<u>(288,055)</u>
Excess revenue over expenditures	<u>3,211,473</u>	<u>10,444,795</u>	<u>(5,138,686)</u>	<u>5,306,109</u>	<u>2,094,636</u>
Other financing sources (uses)					
Proceeds from sale of capital assets	-	62,199	-	62,199	62,199
Transfers in	-	100,865	-	100,865	100,865
Transfers out	(15,000)	(7,204,420)	-	(7,204,420)	(7,189,420)
	<u>(15,000)</u>	<u>(7,041,356)</u>	<u>-</u>	<u>(7,041,356)</u>	<u>(7,026,356)</u>
Net change in fund balance	<u>\$ 3,196,473</u>	<u>\$ 3,403,439</u>	<u>\$ (5,138,686)</u>	<u>\$ (1,735,247)</u>	<u>\$ (4,931,720)</u>

See note to required supplementary information.

City of Moody, Alabama
Schedule of Changes in the Net Pension Liability and Related Ratios
For the Last Ten Years Ended September 30,

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service cost	\$ 359,641	\$ 350,076	\$ 324,203	\$ 270,968	\$ 232,798	\$ 215,656	\$ 213,491	\$ 192,464	\$ 176,344	\$ 178,044
Interest	632,997	604,880	555,524	518,621	460,525	446,019	431,668	413,719	428,659	393,710
Changes of benefit terms	-	-	5,822	-	150,182	-	-	-	-	-
Differences between expected and actual experience	(165,559)	(137,215)	358,682	241,378	336,994	226,419	(28,322)	(286,809)	(542,005)	123,391
Changes of assumptions	-	-	-	416,165	-	-	36,031	-	254,887	-
Benefit payments, including refunds of employee contributions	(462,224)	(391,857)	(436,037)	(310,153)	(571,494)	(243,636)	(283,990)	(246,018)	(249,824)	(266,740)
Transfers among employers	333,720	(13,283)	(167,785)	(352,685)	14,827	(292,142)	(166,519)	177,242	(89,903)	-
Net change in total pension liability	698,575	412,601	640,409	784,294	623,832	352,316	202,359	250,598	(21,842)	428,405
Total pension liability - beginning	8,727,722	8,315,121	7,674,712	6,890,418	6,266,586	5,914,270	5,711,911	5,461,313	5,483,155	5,054,750
Total pension liability - ending (a)	\$ 9,426,297	\$ 8,727,722	\$ 8,315,121	\$ 7,674,712	\$ 6,890,418	\$ 6,266,586	\$ 5,914,270	\$ 5,711,911	\$ 5,461,313	\$ 5,483,155
Plan fiduciary net position										
Contributions - employer	\$ 247,895	\$ 211,772	\$ 207,356	\$ 163,268	\$ 132,483	\$ 147,103	\$ 151,205	\$ 144,962	\$ 127,349	\$ 118,264
Contributions - member	255,889	314,829	257,224	193,842	165,053	164,760	200,494	128,975	112,919	107,266
Net investment income	1,419,568	743,883	(841,559)	1,236,169	316,168	144,565	490,566	595,634	425,081	52,263
Benefit payments, including refunds of employee contributions	(462,224)	(391,857)	(436,037)	(310,153)	(571,494)	(243,636)	(283,990)	(246,018)	(249,824)	(266,740)
Transfers among employers	333,720	(13,283)	(167,785)	(352,685)	14,827	(292,142)	(166,519)	177,242	(89,903)	(426,466)
Net change in plan fiduciary net position	1,794,848	865,344	(980,801)	930,441	57,037	(79,350)	391,756	800,795	325,622	(415,413)
Plan net position - beginning	6,534,537	5,669,193	6,649,994	5,719,553	5,662,516	5,741,866	5,350,110	4,549,315	4,223,693	4,639,106
Plan net position - ending (b)	\$ 8,329,385	\$ 6,534,537	\$ 5,669,193	\$ 6,649,994	\$ 5,719,553	\$ 5,662,516	\$ 5,741,866	\$ 5,350,110	\$ 4,549,315	\$ 4,223,693
Net pension liability (a) - (b)	\$ 1,096,912	\$ 2,193,185	\$ 2,645,928	\$ 1,170,865	\$ 1,170,865	\$ 604,070	\$ 172,404	\$ 361,801	\$ 911,998	\$ 1,259,462
Plan fiduciary net position as a percentage of the total pension liability	88.36%	74.87%	68.18%	83.01%	83.01%	90.36%	97.08%	93.67%	83.30%	77.03%
Covered-employee payroll	\$ 3,790,600	\$ 3,426,194	\$ 3,166,204	\$ 2,848,834	\$ 2,738,980	\$ 2,609,187	\$ 2,323,882	\$ 2,049,961	\$ 1,906,138	\$ 1,880,114
Net pension liability as a percentage of covered-employee payroll	28.94%	64.01%	83.57%	42.75%	42.75%	23.15%	7.42%	17.65%	47.85%	66.99%

See note to required supplementary information.

City of Moody, Alabama
Schedule of Employer Contributions - Pension
For the Last Nine Years Ended September 30,

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 305,252	\$ 247,895	\$ 211,772	\$ 210,348	\$ 173,812	\$ 142,618	\$ 156,667	\$ 153,482	\$ 144,962	\$ 127,349
Contributions in relation to the actuarially determined contributions	305,252	247,895	211,772	210,348	173,812	142,618	156,667	153,482	144,962	127,349
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 4,404,960	\$ 3,709,600	\$ 3,426,194	\$ 3,166,204	\$ 2,848,834	\$ 2,738,980	\$ 2,609,187	\$ 2,323,882	\$ 2,049,961	\$ 1,906,138
Contributions as a percentage of covered-employee payroll	6.93%	6.68%	6.18%	6.10%	6.10%	5.21%	6.00%	6.60%	7.07%	6.68%

See note to required supplementary information.

City of Moody, Alabama
Notes to Required Supplementary Information
September 30, 2025

1. Summary of Significant Budgetary Practices

The City Council adopts a budget for the general fund at the beginning of each fiscal year in accordance with Alabama law. Once approved, the City Council may amend the legally adopted budget when unexpected modifications are required in estimated revenues and expenditures.

Budgets are not prepared or adopted in conformity with accounting principles generally accepted in the United States of America. Reported budget amounts are as originally adopted or as amended by the Council by resolution. Actual amounts are reported in accordance with accounting principles generally accepted in the United States of America. Adjustments to reconcile budget information to accounting principles generally accepted in the United States of America information can be found on the Budgetary Comparison Schedule - General Fund.

Revenues are budgeted by source. Expenditures are budgeted by department and class as follows: General Government, Public Safety, Public Works, and Culture and Recreation. This constitutes the legal level of control. Expenditures may exceed budgetary appropriations only with prior Council approval.

Excess of Expenditures Over Appropriations in Individual Funds

The budget to actual comparison for the General Fund on page 47 reflects most departments are spending within budgeted limits. The City does not amend its budget because this information is used to plan the following year's budget. The majority of capital outlay expenditures for all governmental funds were funded by General Fund receipts but were not included in the budget, and a majority of transfers are not budgeted.

2. Summary of Significant Pension Plan Practices

Actuarially determined contribution rates are calculated as of September 30, three years prior to the end of the fiscal year in which contributions are reported. Contributions for fiscal year 2025 were based on the September 30, 2022 actuarial valuation.

Methods and assumptions used to determine contribution rates for the period October 1, 2024 to September 30, 2025:

Actuarial cost method	Entry age
Amortization method	Level percent closed
Remaining amortization period	15.5 years
Asset valuation method	Five-year smoothed market
Inflation	2.50%
Salary increases	3.25 - 6.00%, including inflation
Investment rate of return	7.45%, net of pension plan investment expense, including inflation

SUPPLEMENTARY INFORMATION

City of Moody, Alabama
 Combining Balance Sheets
 Nonmajor Governmental Funds
 September 30, 2025

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	State 4 Cent Gas Tax	State 7 Cent Gas Tax	State RAA Gas Tax	
Assets				
Cash and cash equivalents	\$ 106,596	\$ 5,237	\$ 151,756	\$ 263,589
Liabilities				
Due to other funds	\$ 244,562	\$ 60,308	\$ -	\$ 304,870
	244,562	60,308	-	304,870
Fund balance (deficit)				
Restricted for				
Street Maintenance	106,596	5,237	151,756	263,589
Unassigned	(244,562)	(60,308)	-	(304,870)
	(137,966)	(55,071)	151,756	(41,281)
Total liabilities and fund balance	<u>\$ 106,596</u>	<u>\$ 5,237</u>	<u>\$ 151,756</u>	<u>\$ 263,589</u>

See Independent Auditors' Report

City of Moody, Alabama
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2025

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	State 4 Cent Gas Tax	State 7 Cent Gas Tax	State RAA Gas Tax	
Revenues				
Taxes	\$ 45,060	\$ 35,613	\$ 124,082	\$ 204,755
Expenditures				
Capital outlay	-	-	-	-
Public works, streets and sewer	48,236	45,488	-	93,724
	<u>48,236</u>	<u>45,488</u>	<u>-</u>	<u>93,724</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,176)</u>	<u>(9,875)</u>	<u>124,082</u>	<u>111,031</u>
Other financing uses				
Transfers out	<u>(865)</u>	<u>-</u>	<u>-</u>	<u>(865)</u>
Net change in fund deficit	(4,041)	(9,875)	124,082	110,166
Fund balance (deficit) - beginning of year	<u>(133,925)</u>	<u>(45,196)</u>	<u>27,674</u>	<u>(151,447)</u>
Fund balance (deficit) - end of year	<u>\$ (137,966)</u>	<u>\$ (55,071)</u>	<u>\$ 151,756</u>	<u>\$ (41,281)</u>

See Independent Auditors' Report

City of Moody, Alabama
Statement of Net Position
Discretely Presented Component Unit
September 30, 2025

Assets

Current assets

Cash and cash equivalents	\$ 630,932
Accounts receivable, net	156,598
Prepaid expenses	-
Total current assets	787,530

Noncurrent assets

Depreciable capital assets, net	141,404
Total noncurrent assets	141,404
Total assets	928,934

Deferred outflows of resources

Pension	70,733
Total deferred outflows of resources	70,733

Liabilities

Current liabilities

Accounts payable	582,489
Accrued expenses	82,903
Total current liabilities	665,392

Noncurrent liabilities

Net pension liability	129,997
Total noncurrent liabilities	129,997
Total liabilities	795,389

Deferred inflows of resources

Deferred inflows related to pensions	115,192
Total deferred inflows of resources	115,192

Net Position

Net investment in capital assets	141,404
Unrestricted	(52,318)
Total net position	\$ 89,086

See Independent Auditors' Report

City of Moody, Alabama
Statement of Revenues, Expenses and Changes in Net Position
Discretely Presented Component Unit
For the Year Ended September 30, 2025

Operating revenues	
Sewer fees	\$ 2,503,432
Impact fees	140,966
Other fees	9,427
Total operating revenues	<u>2,653,825</u>
Operating expenses	
Plant costs	253,326
Professional fees	47,546
Billing fees	69,231
Repairs	109,733
Office expense	55,247
Bad debt expense	37,948
Licenses and permits	14,690
Vehicle expense	17,264
Taxes and royalties	7,527
Salaries and wages	427,451
Supplies	3,560
Miscellaneous	6,274
Depreciation expense	17,973
Total operating expenses	<u>1,067,770</u>
Operating income	1,586,055
Nonoperating revenues (expenses)	
Interest income	57,214
Rental income	2,275
Other expenses	(2,500)
Payments to other governments for capital improvements	(4,423,722)
Payments to other governments for debt service	(759,936)
	<u>(5,126,669)</u>
Change in net position	(3,540,614)
Net position - beginning of year	<u>3,629,700</u>
Net position - end of year	<u>\$ 89,086</u>

See Independent Auditors' Report

City of Moody, Alabama
Statement of Cash Flows
Discretely Presented Component Unit
For the Year Ended September 30, 2025

Cash Flows from Operating Activities

Cash receipts from customers	\$ 2,826,527
Cash paid to suppliers for goods and services	(1,608,246)
Cash paid for salaries and benefits	(448,625)
Net cash provided by operating activities	<u>769,656</u>

Cash Flows from Financing Activities

Rental and other payments received	(225)
Payments to other governments	(5,183,658)
Net cash used in financing activities	<u>(5,183,883)</u>

Cash Flows from Investing Activities

Interest received	57,214
Net cash provided by investing activities	<u>57,214</u>

Net decrease in cash and cash equivalents	(4,357,013)
Cash and cash equivalents - beginning of year	<u>4,987,945</u>
Cash and cash equivalents - end of year	<u><u>\$ 630,932</u></u>

Reconciliation of operating income to net cash provided by operating activities

Operating income	\$ 1,586,055
Adjustment to reconcile operating income to net cash provided by operating activities	
Depreciation	17,973
(Increase) decrease in:	
Accounts receivable	172,702
Prepaid expenses	6,550
Deferred outflows	7,027
Increase (decrease) in:	
Accounts payable	(963,908)
Accrued expenses	(28,542)
Deferred inflows	(104,827)
Net pension liability	<u>76,626</u>

Net cash provided by operating activities	<u><u>\$ 769,656</u></u>
---	--------------------------

See Independent Auditors' Report

City of Moody, Alabama
Schedule of Warrants Payable
General Obligation Warrants
September 30, 2025

Year ending September 30,	Series 2012-C	Series 2014-C	Series 2016-A	Series 2020-A	Series 2023	Series 2022-A	Series 2022-B	Total
2026	\$ 55,000	\$ 80,000	\$ 770,000	\$ 460,000	\$ 70,000	\$ 35,000	\$ 105,000	\$ 1,575,000
2027	55,000	85,000	790,000	470,000	70,000	35,000	105,000	1,610,000
2028	55,000	85,000	820,000	475,000	70,000	35,000	110,000	1,650,000
2029	55,000	-	65,000	485,000	945,000	40,000	115,000	1,705,000
2030	60,000	-	70,000	495,000	970,000	40,000	120,000	1,755,000
2031	60,000	-	70,000	505,000	990,000	45,000	125,000	1,795,000
2032	60,000	-	70,000	515,000	1,010,000	55,000	130,000	1,840,000
2033	-	-	75,000	530,000	1,035,000	55,000	135,000	1,830,000
2034	-	-	80,000	545,000	1,055,000	55,000	135,000	1,870,000
2035	-	-	80,000	555,000	1,085,000	55,000	140,000	1,915,000
2036	-	-	85,000	575,000	1,110,000	60,000	150,000	1,980,000
2037	-	-	970,000	590,000	240,000	55,000	155,000	2,010,000
2038	-	-	1,300,000	605,000	-	-	160,000	2,065,000
2039	-	-	475,000	620,000	-	-	165,000	1,260,000
2040	-	-	-	645,000	-	-	175,000	820,000
2041	-	-	-	665,000	-	-	180,000	845,000
2042	-	-	-	685,000	-	-	190,000	875,000
2043	-	-	-	-	-	-	195,000	195,000
2044	-	-	-	-	-	-	205,000	205,000
2045	-	-	-	-	-	-	210,000	210,000
2046	-	-	-	-	-	-	220,000	220,000
2047	-	-	-	-	-	-	230,000	230,000
2048	-	-	-	-	-	-	240,000	240,000
2049	-	-	-	-	-	-	250,000	250,000
2050	-	-	-	-	-	-	255,000	255,000
2051	-	-	-	-	-	-	265,000	265,000
2052	-	-	-	-	-	-	275,000	275,000
	<u>\$ 400,000</u>	<u>\$ 250,000</u>	<u>\$ 5,720,000</u>	<u>\$ 9,420,000</u>	<u>\$ 8,650,000</u>	<u>\$ 565,000</u>	<u>\$ 4,740,000</u>	<u>\$ 29,745,000</u>

See Independent Auditors' Report

OTHER INFORMATION

City of Moody, Alabama
Principal General Fund Revenue Sources (Unaudited)
Last Two Years Ended September 30

	FY Ended 9/30/2025		FY Ended 9/30/2024	
	Amount	% of Total	Amount	% of Total
Taxes	\$ 11,621,955	75.78%	\$ 11,078,412	75.78%
Licenses and permits	1,716,495	11.19%	1,574,462	11.19%
Payments from other governments	5,183,658	33.80%	6,792,773	33.80%

See Independent Auditors' Report.

City of Moody, Alabama
Sales and Use Tax Collections by Year (Unaudited)
Last Nine Years Ended September 30

Fiscal Year Ended 9/30	Sales and Use Tax Collection
2025	\$ 8,732,149
2024	8,289,828
2023	8,182,257
2022	7,765,006
2021	6,682,331
2020	5,988,599
2019	5,198,862
2018	4,512,874
2017	3,722,408
2016	3,131,405

See Independent Auditors' Report.