

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
December 31, 2008

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended December 31, 2008

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement Of Net Assets	4
Statement Of Activities	5
Fund Financial Statements	
Balance Sheet - Governmental Funds	6
Statement Of Revenues, Expenditures, & Changes In Fund Balances - Governmental Funds	7
Reconciliation Of The Statement Of Revenues, Expenditures, & Changes In Fund Balances Of Governmental Funds To The Statement Of Activities	8
Statement Of Net Assets - Proprietary Funds	9
Statement Of Revenues, Expenses, & Changes In Fund Net Assets - Proprietary Funds	11
Statement Of Cash Flows - Proprietary Funds	12
Statement Of Fiduciary Net Assets - Fiduciary Funds	13
Statement Of Changes In Fiduciary Net Assets - Fiduciary Funds	14
Notes To The Financial Statements	15
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual - General Fund	38
Schedule Of Funding Progress - City of Fitzgerald - Retirement Plan	39
Schedule Of Funding Progress - Fitzgerald Water, Light & Bond Commisson - Retirement Plan	40
Schedule Of Funding Progress - Fitzgerald Water, Light & Bond Commisson - Post Retirement Healthcare Plan	41
Notes To The Required Supplementary Information	42
COMBINING & INDIVIDUAL FUND STATEMENTS & SCHEDULES	
Major Governmental Funds	
General Fund	
Schedule Of Assets, Liabilities, & Fund Balances	46
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	47
Special Sales Tax Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	48
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	49
Nonmajor Governmental Funds	
Combining Schedule Of Assets, Liabilities, & Fund Balances	51
Combining Schedule Of Revenues, Expenditures, & Changes In Fund Balances	52
Hotel/Motel Tax Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	53
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	54
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	55
Humane Society Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	56
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	57
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	58
Monitor Enrichment Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	59
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	60
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	61
Recreation Capital Improvement Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	62
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	63
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	64

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended December 31, 2008

TABLE OF CONTENTS
(Continued)

	<u>Page</u>
Industrial Development & Promotion Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	65
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	66
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	67
Community Development Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	68
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	69
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	70
Tourism & Convention Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	71
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	72
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	73
Family Connection Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	74
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	75
Community Home Investment Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	76
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	77
Grand Theatre Special Revenue Fund	
Schedule Of Assets, Liabilities, & Fund Balances	78
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	79
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual	80
Civil War Heritage Trail Capital Projects Fund	
Schedule Of Assets, Liabilities, & Fund Balances	81
Schedule Of Revenues, Expenditures, & Changes In Fund Balances	82
Major Proprietary Funds	
Utility Enterprise Fund	
Schedule Of Net Assets	84
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	85
Schedule Of Cash Flows	86
Landfill Enterprise Fund	
Schedule Of Net Assets	87
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	88
Schedule Of Cash Flows	89
Airport Enterprise Fund	
Schedule Of Net Assets	90
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets	91
Schedule Of Cash Flows	92
SUPPLEMENTAL SCHEDULES	
Schedule Of Revenues - General Fund	94
Schedule Of Expenditures - General Fund	95
Schedule Of General Fund Distribution	102
Schedule Of Hotel/Motel Taxes Expended	103
Schedule Of DHR Grants	104
Schedule Of Projects Constructed With Special Sales Tax Proceeds	105
Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards	106
Report On Compliance With Requirements Applicable To Each Major Program And Internal Control Over Compliance In Accordance With OMB Circular A-133	108
Schedule Of Findings And Questioned Costs - Major Federal Award Programs Audit	110
Schedule Of Expenditures Of Federal Awards	111

MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP

CERTIFIED PUBLIC ACCOUNTANTS

225 EAST FOURTH STREET

P.O. BOX 605

OCILLA, GEORGIA 31774-0605

VALJEAN MEEKS, C.P.A. (1960-1986) Retired

HUGH W. ROBERTS, C.P.A.

PATRICK M. ASHLEY, C.P.A.

WALTER H. SUMNER, C.P.A.

MICHAEL I. SIRMANS, C.P.A.

JAMES H. PALMER, C.P.A.

D. ANTHONY ECKLER, C.P.A.

CARRIE E. PUTNAL, C.P.A.

Members:

American Institute of
Certified Public Accountants

Georgia Society of
Certified Public Accountants

July 13, 2009

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Council
City of Fitzgerald, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia, as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of Fitzgerald, Georgia's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia, as of December 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

City of Fitzgerald, Georgia, has not presented the Management's Discussion and Analysis that accounting principles, generally accepted in the United States of America, has determined is necessary to supplement, although not required to be part of the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 13, 2009, on our consideration of City of Fitzgerald, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Fitzgerald, Georgia's basic financial statements. The Required Supplementary Information is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The Combining

and Individual Fund Schedules, and Supplemental Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The Required Supplementary Information, Combining and Individual Fund Schedules, Supplemental Schedules, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Meeks, Roberts, Ashley, Sumner & Sirmans, LLP

MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP
Certified Public Accountants

BASIC FINANCIAL STATEMENTS

CITY OF FITZGERALD, GEORGIA

Statement Of Net Assets

December 31, 2008

	Primary Government			Component Unit	
	Governmental Activities	Business-type Activities	Primary Government	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
ASSETS					
Cash & Cash Equivalents	\$ 1,483,451	\$ 13,297,433	\$ 14,780,884	\$ 26,224	\$ 741,468
Receivables (Net Of Allowance For Uncollectibles)	950,473	1,849,570	2,800,043	7,762	358,392
Due From Component Unit	50,000	--	50,000	--	--
Inventories	--	827,601	827,601	--	--
Prepaid Items	147,557	117,822	265,379	--	--
Restricted Assets					
Cash & Cash Equivalents	162,128	1,918,102	2,080,230	--	--
Deferred Charges	14,419	826,279	840,698	--	--
Capital Assets Not Being Depreciated	513,347	1,029,398	1,542,745	25,072	4,994,150
Capital Assets Net Of Accumulated Depreciation	42,046,679	18,978,653	61,025,332	213,086	--
Total Assets	<u>45,368,054</u>	<u>38,844,858</u>	<u>84,212,912</u>	<u>272,144</u>	<u>6,094,010</u>
LIABILITIES					
Accounts Payable	85,447	1,721,097	1,806,544	--	2,833
Accrued Wages, Withholdings & Benefits	86,867	61,635	148,502	--	--
Intergovernmental Payable	6,490	--	6,490	--	190,422
Internal Balances	22,547	(22,547)	--	--	--
Due To Primary Government	--	--	--	50,000	--
Accrued Interest Payable	--	2,364	2,364	--	5,336
Notes Payable - Current	--	--	--	--	950,000
Other Current Liabilities	18,606	98,691	117,297	--	--
Liabilities Payable From Restricted Assets	--	413,202	413,202	--	--
Noncurrent Liabilities					
Due Within One Year	376,348	265,870	642,218	10,040	--
Due In More Than 1 Year	2,009,198	1,804,959	3,814,157	59,211	--
	<u>2,605,503</u>	<u>4,345,271</u>	<u>6,950,774</u>	<u>119,251</u>	<u>1,148,591</u>
NET ASSETS					
Invested In Capital Assets, Net Of Related Debt	40,174,480	19,139,789	59,314,269	168,907	4,044,150
Restricted					
Restricted For Capital Outlay	162,128	--	162,128	--	--
Restricted For Debt Service	--	1,504,900	1,504,900	--	--
Unrestricted	2,425,943	13,854,898	16,280,841	(16,014)	901,269
Total Net Assets	<u>\$ 42,762,551</u>	<u>\$ 34,499,587</u>	<u>\$ 77,262,138</u>	<u>\$ 152,893</u>	<u>\$ 4,945,419</u>

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

CITY OF FITZGERALD, GEORGIA

Statement Of Activities
For The Year Ended December 31, 2008

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS				
	Expenses	Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Primary Government			Component Unit	
					Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
Primary Government									
Governmental Activities									
General Government	\$ 862,765	\$ 50,787	\$ --	\$ --	\$ (811,978)	\$ --	\$ (811,978)		
Public Safety	3,347,720	567,716	--	33,880	(2,746,124)	--	(2,746,124)		
Public Works	3,790,337	1,293,715	--	226,526	(2,270,096)	--	(2,270,096)		
Health & Welfare	80,232	--	5,996	109,538	35,302	--	35,302		
Culture & Recreation	1,150,121	125,679	279,985	--	(744,457)	--	(744,457)		
Housing & Development	888,884	--	--	323,956	(564,928)	--	(564,928)		
Interest On Long-Term Debt	109,690	--	--	--	(109,690)	--	(109,690)		
Total Governmental Activities	<u>10,229,749</u>	<u>2,037,897</u>	<u>285,981</u>	<u>693,900</u>	<u>(7,211,971)</u>	<u>--</u>	<u>(7,211,971)</u>		
Business-Type Activities									
Electric	17,029,138	18,603,604	1,554,659	--	--	3,129,125	3,129,125		
Gas	7,934,359	8,024,537	--	--	--	90,178	90,178		
Water	810,703	1,453,110	--	--	--	642,407	642,407		
Sewer	1,222,227	891,012	--	--	--	(331,215)	(331,215)		
Landfill	992,043	993,551	--	515,207	--	516,715	516,715		
Airport	369,635	216,016	69,250	--	--	(84,369)	(84,369)		
Total Business-Type Activities	<u>28,358,105</u>	<u>30,181,830</u>	<u>1,623,909</u>	<u>515,207</u>	<u>--</u>	<u>3,962,841</u>	<u>3,962,841</u>		
Total Primary Government	<u>\$ 38,587,854</u>	<u>\$ 32,219,727</u>	<u>\$ 1,909,890</u>	<u>\$ 1,209,107</u>	<u>(7,211,971)</u>	<u>3,962,841</u>	<u>(3,249,130)</u>		
Component Units									
Downtown Development Authority	\$ 19,830	\$ --	\$ --	\$ 34,531				\$ 14,701	\$ --
Fitzgerald & Ben Hill Development Authority	602,722	153,270	169,529	530,713				--	250,790
Total Component Units	<u>\$ 622,552</u>	<u>\$ 153,270</u>	<u>\$ 169,529</u>	<u>\$ 565,244</u>				<u>14,701</u>	<u>250,790</u>
General Revenues									
Taxes									
Real Property					1,378,356	--	1,378,356	--	--
Personal Property					113,761	--	113,761	--	--
Real Estate Transfer (Intangible)					2,944	--	2,944	--	--
Franchise					292,282	--	292,282	--	--
General Sales & Use					2,027,812	--	2,027,812	--	--
Selective Sales & Use					247,672	--	247,672	--	--
Business					640,537	--	640,537	--	--
Penalties & Interest On Delinquent Taxes					20,551	--	20,551	--	--
Federal Government Payments In Lieu Of Taxes					20,753	--	20,753	--	--
Investment Income					50,009	148,916	198,925	188	11,411
Miscellaneous					134,645	51,829	186,474	9,190	47
Gain On Disposition Of Capital Assets					39,715	--	39,715	--	18,000
Transfers					1,294,103	(1,294,103)	--	--	--
Total General Revenues And Transfers					<u>6,263,140</u>	<u>(1,093,358)</u>	<u>5,169,782</u>	<u>9,378</u>	<u>29,458</u>
Change In Net Assets					(948,831)	2,869,483	1,920,652	24,079	280,248
Net Assets - Beginning					43,711,382	31,630,104	75,341,486	128,814	4,665,171
NET ASSETS - ENDING	<u>\$ 42,762,551</u>	<u>\$ 34,499,587</u>	<u>\$ 77,262,138</u>	<u>\$ 77,262,138</u>	<u>\$ 42,762,551</u>	<u>\$ 34,499,587</u>	<u>\$ 77,262,138</u>	<u>\$ 152,893</u>	<u>\$ 4,945,419</u>

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

CITY OF FITZGERALD, GEORGIA

Balance Sheet

Governmental Funds

December 31, 2008

	<u>General</u>	<u>Special Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash & Cash Equivalents	\$ 945,721	\$ 177,550	\$ 360,180	\$ 1,483,451
Receivables (Net Of Allowance For Uncollectibles)	640,039	194,083	116,351	950,473
Due From Other Funds	304,835	--	186,968	491,803
Due From Component Unit	--	--	50,000	50,000
Restricted Assets				
Cash & Cash Equivalents	--	162,128	--	162,128
Total Assets	<u>\$ 1,890,595</u>	<u>\$ 533,761</u>	<u>\$ 713,499</u>	<u>\$ 3,137,855</u>
LIABILITIES & FUND EQUITY				
Liabilities				
Accounts Payable	\$ 81,866	\$ 1,728	\$ 1,853	\$ 85,447
Accrued Wages, Withholdings & Benefits	86,867	--	--	86,867
Intergovernmental Payable	--	--	6,490	6,490
Due To Other Funds	470,945	--	43,405	514,350
Deferred Revenue	277,714	76,607	76,054	430,375
Other Current Liabilities	--	--	18,606	18,606
Total Liabilities	<u>917,392</u>	<u>78,335</u>	<u>146,408</u>	<u>1,142,135</u>
Fund Balances				
Unreserved, Reported In				
General Fund	973,203	--	--	973,203
Special Revenue Funds	--	--	488,301	488,301
Capital Projects Funds	--	455,426	78,790	534,216
Total Fund Balances	<u>973,203</u>	<u>455,426</u>	<u>567,091</u>	<u>1,995,720</u>
Total Liabilities & Fund Balances	<u>\$ 1,890,595</u>	<u>\$ 533,761</u>	<u>\$ 713,499</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	42,560,026
Other long-term assets are not available to pay current-period expenditures and, therefore, are deferred in the funds.	430,375
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.	147,557
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Capital Leases	\$ (414,832)
Installment Sale Agreement	(1,970,714)
Less: Deferred Charges For Issuance Cost (to be amortized over life of debt)	14,419
Total long-term liabilities	(2,371,127)
Net Assets Of Governmental Activities	<u>\$ 42,762,551</u>

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

CITY OF FITZGERALD, GEORGIA
Statement Of Revenues, Expenditures, & Changes In Fund Balances
Governmental Funds
For The Year Ended December 31, 2008

	<u>General</u>	<u>Special Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 3,584,382	\$ 786,768	\$ 196,845	\$ 4,567,995
Licenses & Permits	25,160	--	--	25,160
Intergovernmental	332,117	226,526	433,495	992,138
Charges For Services	1,809,007	--	40,201	1,849,208
Fines & Forfeitures	163,529	--	--	163,529
Investment Income	36,787	6,055	7,167	50,009
Contributions & Donations	--	--	8,496	8,496
Miscellaneous	102,206	--	32,439	134,645
Total Revenues	<u>6,053,188</u>	<u>1,019,349</u>	<u>718,643</u>	<u>7,791,180</u>
EXPENDITURES				
Current				
General Government	686,495	--	--	686,495
Public Safety	3,078,951	--	84,412	3,163,363
Public Works	1,927,340	--	--	1,927,340
Health & Welfare	593	--	78,252	78,845
Culture & Recreation	1,060,590	--	896	1,061,486
Housing & Development	344,237	--	547,729	891,966
Capital Outlay	352,431	1,649,698	52,290	2,054,419
Debt Service	123,263	410,739	--	534,002
Total Expenditures	<u>7,573,900</u>	<u>2,060,437</u>	<u>763,579</u>	<u>10,397,916</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(1,520,712)</u>	<u>(1,041,088)</u>	<u>(44,936)</u>	<u>(2,606,736)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,397,978	--	103,162	1,501,140
Transfers Out	(148,037)	--	(59,000)	(207,037)
Proceeds Of Capital Asset Dispositions	30,916	--	8,986	39,902
Capital Leases	213,107	--	--	213,107
Total Other Financing Sources (Uses)	<u>1,493,964</u>	<u>--</u>	<u>53,148</u>	<u>1,547,112</u>
Net Change In Fund Balances	<u>(26,748)</u>	<u>(1,041,088)</u>	<u>8,212</u>	<u>(1,059,624)</u>
Fund Balances - Beginning	999,951	1,496,514	558,879	3,055,344
FUND BALANCES - ENDING	<u>\$ 973,203</u>	<u>\$ 455,426</u>	<u>\$ 567,091</u>	<u>\$ 1,995,720</u>

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

CITY OF FITZGERALD, GEORGIA
Reconciliation Of The Statement Of Revenues, Expenditures, & Changes In Fund Balances
Of Governmental Funds To The Statement Of Activities
For The Year Ended December 31, 2008

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

Net change in fund balances - total governmental funds reported in the <i>Statement Of Revenues, Expenditures, And Changes In Fund Balances - Governmental Funds</i>		\$ (1,059,624)
Governmental funds report capital outlays as expenditures. However, in the <i>Statement Of Activities</i> the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital Outlay	\$ 1,269,402	
Depreciation Expense	<u>(1,531,366)</u>	(261,964)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.		
Cost Of Capital Assets Sold/Disposed	\$ (246,974)	
Accumulated Depreciation	<u>203,023</u>	(43,951)
Revenues in the <i>Statement Of Activities</i> that do not provide current financial resources are not reported as revenues in the funds while revenues reported in the <i>Statement Of Revenues, Expenditures, And Changes In Fund Balances</i> are recognized as revenue of the previous period in the <i>Statement Of Activities</i> and included in beginning net assets.		
Taxes	\$ 155,920	
Proceeds Of Capital Asset Dispositions	<u>43,764</u>	199,684
The issuance of long-term debt (e.g., bonds, leases, notes) 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 issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the <i>Statement Of Activities</i> .		
Debt Issued Or Incurred		
Capital Lease Financing	\$ (213,107)	
Principal Repayments		
Capital Leases	236,459	
Installment Sale Agreement	<u>190,397</u>	213,749
Expenses reported in the <i>Statement Of Activities</i> that do not require the use of current financial resources are not reported as expenditures in governmental funds while expenditures reported in the <i>Statement Of Revenues, Expenditures, And Changes In Fund Balances</i> are recognized as expenses of the previous period in the <i>Statement Of Activities</i> and included in beginning net assets.		
Amortization Of Issuance Costs	\$ (2,544)	
Insurance	<u>5,819</u>	<u>3,275</u>
Change in net assets of governmental activities reported in the <i>Statement Of Activities</i>		<u><u>\$ (948,831)</u></u>

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

CITY OF FITZGERALD, GEORGIA

Statement Of Net Assets

Proprietary Funds

December 31, 2008

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Utility	Landfill	Airport	
ASSETS				
Current Assets				
Cash & Cash Equivalents	\$ 11,946,364	\$ 1,043,881	\$ 307,188	\$ 13,297,433
Receivables (Net Of Allowance For Uncollectibles)	1,723,631	81,095	44,844	1,849,570
Due From Other Funds	--	285,977	--	285,977
Inventories	790,795	--	36,806	827,601
Prepaid Items	115,409	--	2,413	117,822
Restricted Assets				
Cash & Cash Equivalents	1,918,102	--	--	1,918,102
Total Current Assets	<u>16,494,301</u>	<u>1,410,953</u>	<u>391,251</u>	<u>18,296,505</u>
Noncurrent Assets				
Deferred Charges	826,279	--	--	826,279
Capital Assets Not Being Depreciated				
Land	205,475	550,824	267,317	1,023,616
Construction In Progress	--	--	5,782	5,782
Capital Assets Net Of Accumulated Depreciation				
Buildings	848,036	--	--	848,036
Water & Sewer System	20,858,420	--	--	20,858,420
Electric Distribution System	8,342,504	--	--	8,342,504
Gas Distribution System	2,421,848	--	--	2,421,848
Landfill	--	3,460,409	--	3,460,409
Airport	--	--	4,169,276	4,169,276
Machinery & Equipment	2,331,043	1,079,021	190,939	3,601,003
Accumulated Depreciation	<u>(18,056,744)</u>	<u>(4,347,634)</u>	<u>(2,318,465)</u>	<u>(24,722,843)</u>
Total Capital Assets Net Of Accumulated Depreciation	<u>16,950,582</u>	<u>742,620</u>	<u>2,314,849</u>	<u>20,008,051</u>
Total Noncurrent Assets	<u>17,776,861</u>	<u>742,620</u>	<u>2,314,849</u>	<u>20,834,330</u>
TOTAL ASSETS	<u>34,271,162</u>	<u>2,153,573</u>	<u>2,706,100</u>	<u>39,130,835</u>

CITY OF FITZGERALD, GEORGIA
Statement Of Net Assets
Proprietary Funds
December 31, 2008
(Continued)

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Utility	Landfill	Airport	
LIABILITIES				
Current Liabilities				
Accounts Payable	1,663,893	47,034	10,170	1,721,097
Accrued Wages & Withholdings	61,635	--	--	61,635
Accrued Interest Payable	1,224	--	1,140	2,364
Customer Deposits	413,202	--	--	413,202
Due To Other Funds	263,430	--	--	263,430
Compensated Absences - Current	125,955	--	--	125,955
Notes Payable - Current	110,424	--	13,411	123,835
Closure & Post-Closure Care Costs	--	16,080	--	16,080
Other Current Liabilities	98,691	--	--	98,691
Total Current Liabilities	2,738,454	63,114	24,721	2,826,289
Noncurrent Liabilities				
Notes Payable	256,657	--	149,744	406,401
Closure & Post-Closure Care Costs	--	1,398,558	--	1,398,558
Total Noncurrent Liabilities	256,657	1,398,558	149,744	1,804,959
TOTAL LIABILITIES	2,995,111	1,461,672	174,465	4,631,248
NET ASSETS				
Invested In Capital Assets, Net Of Related Debt	16,583,500	286,902	2,269,387	19,139,789
Restricted				
Restricted For Debt Service	1,504,900	--	--	1,504,900
Unrestricted	13,187,651	404,999	262,248	13,854,898
TOTAL NET ASSETS	\$ 31,276,051	\$ 691,901	\$ 2,531,635	\$ 34,499,587

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

CITY OF FITZGERALD, GEORGIA
Statement Of Revenues, Expenses, & Changes In Fund Net Assets
Proprietary Funds
For The Year Ended December 31, 2008

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Utility	Landfill	Airport	
OPERATING REVENUES				
Charges For Sales & Services	\$ 27,992,184	\$ 988,437	\$ 214,369	\$ 29,194,990
Other	980,079	5,114	1,647	986,840
Total Operating Revenues	<u>28,972,263</u>	<u>993,551</u>	<u>216,016</u>	<u>30,181,830</u>
OPERATING EXPENSES				
Personal Services & Employee Benefits	3,685,938	129,879	52,910	3,868,727
Purchased/Contracted Services	1,140,464	746,239	28,993	1,915,696
Supplies	19,502,653	53,360	130,227	19,686,240
Other	1,183,215	3,076	6,376	1,192,667
Depreciation	799,409	59,489	140,005	998,903
Total Operating Expenses	<u>26,311,679</u>	<u>992,043</u>	<u>358,511</u>	<u>27,662,233</u>
Operating Income (Loss)	<u>2,660,584</u>	<u>1,508</u>	<u>(142,495)</u>	<u>2,519,597</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental Revenue	--	515,207	69,250	584,457
Investment Income	119,664	26,692	2,560	148,916
Contributions & Donations	1,554,659	--	--	1,554,659
Miscellaneous Income	51,829	--	--	51,829
Interest on Long-term Debt	(9,247)	--	(11,124)	(20,371)
Intergovernmental Expense	(675,501)	--	--	(675,501)
Total Nonoperating Revenues (Expenses)	<u>1,041,404</u>	<u>541,899</u>	<u>60,686</u>	<u>1,643,989</u>
Income (Loss) Before Contributions & Transfers	<u>3,701,988</u>	<u>543,407</u>	<u>(81,809)</u>	<u>4,163,586</u>
Transfers In	--	--	103,875	103,875
Transfers Out	(1,397,978)	--	--	(1,397,978)
Changes In Net Assets	<u>2,304,010</u>	<u>543,407</u>	<u>22,066</u>	<u>2,869,483</u>
Net Assets - Beginning Of Year	<u>28,972,041</u>	<u>148,494</u>	<u>2,509,569</u>	<u>31,630,104</u>
NET ASSETS - END OF YEAR	<u><u>\$ 31,276,051</u></u>	<u><u>\$ 691,901</u></u>	<u><u>\$ 2,531,635</u></u>	<u><u>\$ 34,499,587</u></u>

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

CITY OF FITZGERALD, GEORGIA

Statement Of Cash Flows

Proprietary Funds

For The Year Ended December 31, 2008

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Utility	Landfill	Airport	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts From Customers & Users	\$ 28,344,982	\$ 1,067,724	\$ 219,449	\$ 29,632,155
Payments To Suppliers	(21,483,661)	(843,429)	(167,299)	(22,494,389)
Payments To Employees	(3,575,290)	(129,879)	(52,910)	(3,758,079)
Net Cash Provided (Used) By Operating Activities	3,286,031	94,416	(760)	3,379,687
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental Receipts	--	--	29,250	29,250
Intergovernmental Disbursements	(675,501)	--	--	(675,501)
Transfers In	--	--	103,875	103,875
Transfers Out	(1,410,932)	--	--	(1,410,932)
Contributions - MEAG	1,554,659	--	--	1,554,659
Loans To Other Funds	--	24,071	--	24,071
Net Cash Provided (Used) By Noncapital Financing Activities	(531,774)	24,071	133,125	(374,578)
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES				
Acquisition & Construction Of Capital Assets	(939,209)	--	(12,998)	(952,207)
Principal Paid On Capital Debt	(178,244)	--	(9,314)	(187,558)
Interest Paid On Capital Debt	(10,518)	--	(10,828)	(21,346)
Computer Charges	20,640	--	--	20,640
Proceeds From Sales Of Capital Assets	--	--	--	--
Net Cash Provided (Used) By Capital & Related Financing Activities	(1,107,331)	--	(33,140)	(1,140,471)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest & Dividends Received	119,952	14,125	2,560	136,637
Discounts Received	26,977	--	--	26,977
Other	4,212	--	--	4,212
Net Cash Provided (Used) By Investing Activities	151,141	14,125	2,560	167,826
Net Increase (Decrease) In Cash & Cash Equivalents	1,798,067	132,612	101,785	2,032,464
Cash & Cash Equivalents - Beginning Of Year	12,066,399	911,269	205,403	13,183,071
CASH & CASH EQUIVALENTS - END OF YEAR	\$ 13,864,466	\$ 1,043,881	\$ 307,188	\$ 15,215,535
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	2,660,584	1,508	(142,495)	2,519,597
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities				
Depreciation Expense	799,409	59,489	140,005	998,903
Provision For Bad Debts	356,141	(22,645)	--	333,496
(Increase) Decrease In Accounts Receivable	(353,405)	96,818	3,070	(253,517)
(Increase) Decrease In Other Receivables	(283,212)	--	363	(282,849)
(Increase) Decrease In Inventories	(49,818)	--	(9,996)	(59,814)
(Increase) Decrease In Prepaid Items	12,516	--	--	12,516
(Increase) Decrease In Deferred Charges	1,819	--	--	1,819
Increase (Decrease) In Accounts Payable	16,511	(20,722)	8,293	4,082
Increase (Decrease) In Accrued Wages & Withholdings	21,339	--	--	21,339
Increase (Decrease) In Compensated Absences Payable	(3,879)	--	--	(3,879)
Increase (Decrease) In Other Current Liabilities	98,691	--	--	98,691
Increase (Decrease) In Current Liabilities Payable From Restricted Assets	9,335	--	--	9,335
Increase (Decrease) In Closure & Postclosure	--	(20,032)	--	(20,032)
Net Cash Provided (Used) By Operating Activities	\$ 3,286,031	\$ 94,416	\$ (760)	\$ 3,379,687
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES				
Contributions Of Capital Assets	\$ --	\$ 515,207	\$ --	\$ 515,207

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

CITY OF FITZGERALD, GEORGIA
Statement Of Fiduciary Net Assets
Fiduciary Funds
December 31, 2008

	<u>Pension Trust Funds</u>
ASSETS	
Investments	
LargeCap U.S. Equity	\$ 1,557,325
Small/MidCap U.S. Equity	387,595
Fixed Income	1,917,796
Total Assets	<u>3,862,716</u>
LIABILITIES	
Total Liabilities	<u>--</u>
NET ASSETS	
Held In Trust For Pension Benefits And Other Purposes (See Schedule Of Funding Progress)	<u>\$ 3,862,716</u>

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

CITY OF FITZGERALD, GEORGIA
Statement Of Changes In Fiduciary Net Assets
Fiduciary Funds
December 31, 2008

	<u>Pension Trust Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 204,595
	<u>204,595</u>
Investment Earnings	
Net Increase In The Fair Value Of Investments	(1,484,747)
Total Investment Earnings	<u>(1,484,747)</u>
Less Investment Expense	--
	<u>(1,484,747)</u>
Total Additions	<u>(1,280,152)</u>
DEDUCTIONS	
Benefits	154,017
Administrative Expenses	3,113
Total Deductions	<u>157,130</u>
Changes In Net Assets	(1,437,282)
Net Assets - Beginning	<u>5,299,998</u>
NET ASSETS - ENDING	<u><u>\$ 3,862,716</u></u>

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

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Fitzgerald, Georgia was organized on August 22, 1907. The City operates under the Mayor and Council-City Manager form of government. The accompanying financial statements present the City of Fitzgerald and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the City.

Blended Component Units

The Fitzgerald Water, Light and Bond Commission, the Fitzgerald-Ben Hill County Regional Solid Waste Management Authority, the Fitzgerald-Ben Hill County Airport Commission and the Fitzgerald Tourism and Convention Bureau are blended component units. The component units are legally separate organizations for which the City is financially accountable. The data from these units are combined with data of the primary government and reported in enterprise funds, except for the Fitzgerald Tourism and Convention Bureau, which is reported in the special revenue funds. The blended component units do not issue their own separate financial statements.

Discretely Presented Component Units

The Downtown Development Authority was established to revitalize and redevelop the central business districts of the City by financing projects that develop and promote for the public good and general welfare, trade, commerce, industry, and employment opportunities. The governing body of the Authority consists of seven members appointed by the City Council. The Authority did not issue separate financial statements

The Fitzgerald and Ben Hill County Development Authority was created to enhance the economic development of the area by pursuing and assisting new industries in locating or relocating in the City or County. The City's Mayor serves on the five member Authority board and one other member is appointed by the City Council. However, the City is financially accountable for the Authority because the City's council approves the Authority's budget, levies taxes (if necessary), and must approve any debt issuances. The Authority did not issue separate financial statements.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the 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 not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

The *Special Sales Tax Fund* is used to account for the City's share of the County one-percent Special Purpose Local Option Sales Tax.

The City reports the following major proprietary funds:

The *Utility Fund* accounts for the activities of the City's water, sewer, gas, and electric distribution operations.

The *Landfill Fund* accounts for the operation of a landfill to dispose of solid waste of the City and County.

The *Airport Fund* accounts for the operation of the municipal airport.

Additionally, the City reports the following pension trust fund:

The *Water, Light and Bond Commission Retirement Plan Trust Fund* accounts for the activities of the Water, Light and Bond Retirement Plan.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

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

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

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

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.

D. Assets, Liabilities and Equity

1. Deposits and Investments

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

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

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates, and investments that do not have an established market are reported at estimated fair value.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding material balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, if any, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property taxes were levied on August 28, 2008, payable December 20th, and attached as an enforceable lien on property as of January 1.

3. Inventories and Prepaid Items

Inventories are valued at cost using the average cost method in proprietary funds. Inventories of governmental funds are recorded as expenditures when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the proprietary funds and government-wide financial statements and as expenditures when paid in the governmental funds.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

4. Restricted Assets

Certain proceeds of the Utility fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Certain proceeds from the installment sale agreement between the Georgia Municipal Association, Inc. and the City are classified as restricted assets on the balance sheet of the Special Sales Tax fund because their use is limited to construction of the City Hall facilities.

5. Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost which exceeds certain capitalization thresholds and has an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the City chose to include all such items regardless of their acquisition date or amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical costs. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Capitalization Thresholds</u>	<u>Estimated Service Life</u>
Buildings	\$ 10,000	25-60
Machinery and Equipment	250 - 5,000	3-10
Improvements	5,000	15-30
Roads	25,000	15-50
Bridges	25,000	15-50
Sidewalks	25,000	15-50
Electric System	25,000	25-50
Gas System	25,000	25-50
Water System	25,000	25-50
Water Towers	25,000	100
Sewer System	25,000	25-50

6. Compensated Absences

The City accounts for vacation and sick pay when paid. Annual vacation and sick pay cannot be accumulated and is forfeited at December 31 each year.

It is the Fitzgerald Water, Light and Bond Commission's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay and sick pay is accrued when incurred in the proprietary fund financial statements.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

7. *Long-term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

8. *Fund Equity*

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the capital projects funds, which adopt project-length budgets. All annual appropriations lapse at fiscal year end.

All departments of the City submit requests for appropriations to the City Manager so that a budget may be prepared. The proposed budget is presented to the City Council for review. The Council holds public hearings and a final budget is adopted.

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the City Council. The legal level of budgetary control is the department level. Supplemental budgetary appropriations in funds were not considered material.

B. Excess of Expenditures Over Appropriations

Excess of expenditures over appropriations at the department level (the legal level of control), is presented below:

	Budget	Actual	Excess
General Fund			
Legislative	\$ 82,411	\$ 85,077	\$ (2,666)
Police	1,866,589	1,873,884	(7,295)
Public Works Shop	193,518	194,600	(1,082)
Humane Society	--	218	(218)
Sports Facilities	35,500	38,048	(2,548)
Grand Theatre	126,881	153,591	(26,710)
Economic Development	--	480	(480)
Airport	--	258	(258)
Family Connection	--	198	(198)
Community Action Programs	5,000	6,000	(1,000)
Capital Outlay	159,076	352,431	(193,355)
Industrial Development & Promotion	118,500	120,748	(2,248)
Community Development	30,765	36,239	(5,474)
Grand Theatre	15,750	17,925	(2,175)

C. Deficit Fund Equity

The following funds had deficit fund equity at December 31, 2008, as follows.

Humane Society Special Revenue Fund	\$ 24,573
Monitor Enrichment Special Revenue Fund	\$ 913
Family Connection Special Revenue Fund	\$ 2,418
Community Home Investment Special Revenue	\$ 194

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The City does not have a formal investment policy for interest rate, credit, concentration of credit or custodial credit risks.

All investments of the City are recorded in the pension trust funds. These investments are in accounts managed by the Principal Financial Group. At year end, the reported amount/fair value of the City's investment balances was \$3,862,716. Credit ratings and interest rate risk for the investments are not available. The composition of the investments at fair value, as determined by Principal Financial Group, is as follows:

<u>Investment</u>	<u>Fair Value</u>
Alliance Cap Mgt (Bernstein) - Large-Cap Value III SA-Stnd	\$ 204,083
UBS Global Asset Mgmt (NY) - Large-Cap Value I SA-Stnd	385,615
Goldman Sachs Asset Mgt - Large-Cap Blend I SA-Stnd	380,761
Columbus Circle Investors - Large Cap Growth SA-Stnd	290,158
T. Rowe Price Associates, Inc. - Large-Cap Growth I SA-Stnd	296,708
JP Morgan/Mellon Capital Mgmt - Small-Cap Value I SA-Stnd	82,778
UBS/Emerald/Essex - Sm-Cap Growth II SA-Stnd	80,412
Principal Real Estate Inv - Real Estate Secs SA-Stnd	66,146
JP Morgan/Lehman Brothers - High Yield I Sep Acct-Stnd	208,010
Principal Global Investors - Bond and Mtg SA-Stnd	1,026,918
Spectrum - Preferred Secs SA-Stnd	55,306
BlackRock Financial Mgmt, Inc. - Inflation Prot SA-Stnd	246,320
Principal Real Estate Inv - U.S. Property SA-Stnd	235,663
Principal Global - Mid-Cap Value III SA	79,857
Turner/Mellon Capital Mgmt - Mid-Cap Growth III SA	78,402
PIMCO - Core Plus Bond I SA	145,579
	<u>\$ 3,862,716</u>

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a formal policy for custodial credit risk. As of December 31, 2008, the City's bank balances were insured or collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

B. Receivables

Receivables as of year-end for the City's individual major funds and nonmajor funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

	General	Special Sales Tax	Nonmajor Governmental Funds	Utility	Landfill	Airport	Total
Receivables:							
Interest Receivable	\$ 5,565	\$ --	\$ 2,710	\$ 1,394	\$ 13,513	\$ 114	\$ 23,296
Taxes	417,408	--	47,518	--	--	--	464,926
Accounts	10,453	--	65	1,893,317	117,365	4,730	2,025,930
Intergovernmental	214,173	194,083	23,134	--	--	40,000	471,390
Notes Receivable	--	--	43,764	--	--	--	43,764
Other	--	--	--	283,212	--	--	283,212
Gross Receivables	647,599	194,083	117,191	2,177,923	130,878	44,844	3,312,518
Less: Allowance For Uncollectibles	(7,560)	--	(840)	(454,292)	(49,783)	--	(512,475)
	<u>\$640,039</u>	<u>\$194,083</u>	<u>\$ 116,351</u>	<u>\$1,723,631</u>	<u>\$ 81,095</u>	<u>\$44,844</u>	<u>\$2,800,043</u>

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

Property Taxes (General Fund)	<u>\$ 277,714</u>
Sales Tax (Special Sales Tax Capital Projects Fund)	76,607
Property Taxes (Industrial Development & Promotion Special Revenue Fund)	32,290
Capital Asset Dispositions (Community Development Special Revenue Fund)	43,764
	<u>\$ 430,375</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2008, was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 460,182	\$ 50,185	\$ (16,978)	\$ 493,389
Construction in progress	2,044,242	935,676	(2,959,960)	19,958
Total capital assets, not being depreciated	<u>2,504,424</u>	<u>985,861</u>	<u>(2,976,938)</u>	<u>513,347</u>
Capital assets, being depreciated:				
Buildings	3,222,958	2,990,142	--	6,213,100
Infrastructure	43,625,925	--	--	43,625,925
Improvements other than buildings	578,986	--	--	578,986
Machinery and equipment	4,327,938	253,359	(229,996)	4,351,301
Total capital assets, being depreciated	<u>51,755,807</u>	<u>3,243,501</u>	<u>(229,996)</u>	<u>54,769,312</u>
Less accumulated depreciation for:				
Buildings	(827,481)	(90,135)	--	(917,616)
Infrastructure	(7,347,338)	(1,084,831)	--	(8,432,169)
Improvements other than buildings	(178,901)	(19,772)	--	(198,673)
Machinery and equipment	(3,040,570)	(336,628)	203,023	(3,174,175)
Total accumulated depreciation	<u>(11,394,290)</u>	<u>(1,531,366)</u>	<u>203,023</u>	<u>(12,722,633)</u>
Total capital assets, being depreciated, net	<u>40,361,517</u>	<u>1,712,135</u>	<u>(26,973)</u>	<u>42,046,679</u>
Governmental activities capital assets, net	<u>\$ 42,865,941</u>	<u>\$ 2,697,996</u>	<u>\$ (3,003,911)</u>	<u>\$ 42,560,026</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 508,409	\$ 515,207	\$ --	\$ 1,023,616
Construction in progress	180,377	5,782	(180,377)	5,782
Total capital assets, not being depreciated	<u>688,786</u>	<u>520,989</u>	<u>(180,377)</u>	<u>1,029,398</u>
Capital assets, being depreciated:				
Buildings and system	39,155,298	978,179	(32,984)	40,100,493
Machinery and equipment	3,452,377	148,626	--	3,601,003
Total capital assets, being depreciated	<u>42,607,675</u>	<u>1,126,805</u>	<u>(32,984)</u>	<u>43,701,496</u>
Less accumulated depreciation for:				
Buildings and system	(20,876,520)	(812,589)	32,984	(21,656,125)
Machinery and equipment	(2,880,403)	(186,315)	--	(3,066,718)
Total accumulated depreciation	<u>(23,756,923)</u>	<u>(998,904)</u>	<u>32,984</u>	<u>(24,722,843)</u>
Total capital assets, being depreciated, net	<u>18,850,752</u>	<u>127,901</u>	<u>--</u>	<u>18,978,653</u>
Business-type activities capital assets, net	<u>\$ 19,539,538</u>	<u>\$ 648,890</u>	<u>\$ (180,377)</u>	<u>\$ 20,008,051</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

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

Governmental activities	
General Government	\$ 51,863
Public Safety	158,007
Public Works	1,260,650
Health and Welfare	1,529
Culture and Recreation	58,984
Housing and Development	333
Total depreciation expense - governmental activities	<u>\$ 1,531,366</u>
Business-type activities	
Electric	\$ 252,416
Gas	67,847
Water	128,265
Sewer	350,881
Landfill	59,489
Airport	140,005
Total depreciation expense - business-type activities	<u>\$ 998,903</u>

Discretely Presented Component Units

Capital asset activity for the year ended December 31, 2008, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Downtown Development Authority:				
Capital assets, not being depreciated:				
Land	\$ 25,072	\$ --	\$ --	\$ 25,072
Total capital assets, not being depreciated	<u>25,072</u>	<u>--</u>	<u>--</u>	<u>25,072</u>
Capital assets, being depreciated:				
Buildings and system	214,790	12,410	--	227,200
Total capital assets, being depreciated	<u>214,790</u>	<u>12,410</u>	<u>--</u>	<u>227,200</u>
Less accumulated depreciation for:				
Buildings and system	(11,233)	(2,881)	--	(14,114)
Total accumulated depreciation	<u>(11,233)</u>	<u>(2,881)</u>	<u>--</u>	<u>(14,114)</u>
Total capital assets, being depreciated, net	<u>203,557</u>	<u>9,529</u>	<u>--</u>	<u>213,086</u>
Authority capital assets, net	<u>\$ 228,629</u>	<u>\$ 9,529</u>	<u>\$ --</u>	<u>\$ 238,158</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Fitzgerald & Ben Hill Development Authority:				
Capital assets, not being depreciated:				
Land	\$ 2,798,260	\$ 361,020	\$ --	\$ 3,159,280
Buildings and system	1,262,410	572,460	--	1,834,870
Total capital assets, not being depreciated	<u>4,060,670</u>	<u>933,480</u>	<u>--</u>	<u>4,994,150</u>
Authority capital assets, net	<u>\$ 4,060,670</u>	<u>\$ 933,480</u>	<u>\$ --</u>	<u>\$ 4,994,150</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2008, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 41,405
General Fund	Utility Enterprise Fund	263,430
Nonmajor Governmental Funds	General Fund	184,968
Nonmajor Governmental Funds	Nonmajor Governmental Funds	2,000
Landfill Enterprise Fund	General Fund	285,977
		<u>\$ 777,780</u>

The General fund receivables from Nonmajor Governmental funds consists of un-reimbursed expenditures accounted for in other funds. The General fund receivable of \$263,430 from the Utility fund consists of the unpaid balance of the 2008 Utility fund transfer required by City ordinance and fire protection fees and garbage fees collected for the City but un-remitted at December 31, 2008. The General fund payable to Nonmajor Governmental funds of \$184,968 is for taxes collected by the General fund which have not been remitted to the fund that accounts for the tax. The General fund payable of \$285,977 to the Landfill Enterprise fund is a short-term loan for operations.

Transfers to/from other funds for the year ending December 31, 2008 are as follows:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
General Fund	Utility Enterprise Fund	\$ 1,397,978
Nonmajor Governmental Funds	General Fund	44,162
Nonmajor Governmental Funds	Nonmajor Governmental Funds	59,000
Airport Enterprise Fund	General Fund	103,875
		<u>\$ 1,605,015</u>

During 2008 the City transferred monies between various funds. The principal reason for the transfers was to support the ongoing operations of the receiving fund. The Utility fund transferred \$1,397,978 to the General fund in accordance with the City ordinance establishing a required annual remittance to the General fund.

E. Short-Term Debt

On July 30, 2008, the Fitzgerald and Ben Hill County Development Authority borrowed \$950,000 from Planters First Bank for one year at 5% interest to be paid quarterly for the purpose of purchasing the Frontier RV property. The Authority intends to sell property and pay off the debt when due.

F. Leases

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of capital assets. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The City entered into Master Lease and Option Agreement with the Georgia Municipal Association on July 21, 1998 securing a portion of Georgia Local Government 1998 A Grantor Trust Certificates of Participation. A portion of this amount was required to be placed in a reserve fund and the remainder is available to the City for the purchase of equipment. The amount has been reflected as capital leases. The Bank of New York is the trustee and escrow agent for this leasing arrangement. The initial funds were invested and earn interest before being drawn to purchase equipment, resulting in a lower net interest cost to the City. Repayments on the debt increase the amount available to be drawn on future purchases. In 2008, the City withdrew \$213,107 for purchase of a fire truck. The amount remaining to be drawn at December 31, 2008 was \$307,500.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

Capital assets subject to lease obligations at December 31, 2008 are as follows:

	Governmental Activities
Machinery and Equipment	\$ 870,356
Less: Accumulated Depreciation	(271,688)
Total	\$ 598,668

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2008, are as follows:

Year Ending December 31	Governmental Activities
2009	\$ 192,639
2010	126,616
2011	76,980
2012	44,006
Total Minimum Lease Payments	440,241
Less: Amounts Representing Interest	(25,409)
Present Value Of Minimum Lease Payments	\$ 414,832

G. Long-Term Debt

Notes Payable

On August 24, 1990, the Water, Light and Bond Commission entered into a contract with the Georgia Environmental Facilities Authority through the State Revolving Loan Fund to finance restoration of the existing sewer system and necessary additions. At December 31, 1991, the contract was completed at a cost of \$1,923,741. This is being repaid to the State Revolving Loan Fund in 80 quarterly payments of \$29,235. The balance outstanding at December 31, 2008 was \$367,081.

On August 20, 2008 the airport hanger note was refinanced with Planters First for \$166,405 at 5% variable rate due May 20, 2011 with quarterly payments of \$5,330. The balance at December 31, 2008 was \$163,155.

On August 23, 1999 the Downtown Development Authority purchased property and financed the acquisition at a local bank for \$130,000 payable in 180 monthly installments of \$1,098. In 2004 the Authority refinanced the note at Capital South Bank of Birmingham, AL at a variable rate and monthly payments of \$1,052. The variable rate is based on the Wall Street Journal "prime rate". The balance at December 31, 2008 was \$69,251.

Annual debt service requirements to maturity for notes payable are as follows:

Year Ending December 31	Business-type Activities		
	Principal	Interest	Total
2009	\$ 123,835	\$ 13,411	\$ 137,246
2010	126,743	14,094	140,837
2011	250,569	135,650	386,219
2012	29,089	--	29,089
Total	\$ 530,236	\$ 163,155	\$ 693,391

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

<u>Year Ending December 31</u>	<u>Downtown Development Authority</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 10,040	\$ 2,587	\$ 12,627
2010	10,449	2,178	12,627
2011	10,874	1,753	12,627
2012	11,318	1,309	12,627
2013	11,779	848	12,627
2014 - 2018	14,791	--	14,791
Total	<u>\$ 69,251</u>	<u>\$ 8,675</u>	<u>\$ 77,926</u>

Installment Sale Agreement

On August 1, 2005, the City of Fitzgerald entered into an installment sale agreement with Georgia Municipal Association to sell and buy back property to be renovated for a City Hall. The agreement was merely a financing arrangement for the City to borrow \$2,075,000 for the City Hall restoration and other projects. Planters First Bank, as assignee under the agreement, loaned the money to the City and on May 31, 2007, the note was refinanced with the City receiving additional funds of \$756,381 less \$16,963 in issue costs. The new interest rate is 4.50% with monthly payments of \$23,583 for ten years. The balance at December 31, 2008, was \$1,970,714. The agreement shall renew automatically from year to year unless terminated by the City due to non-appropriation.

Installment Sale Agreement debt service requirements to maturity are as follows:

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 197,010	\$ 85,988	\$ 282,998
2010	206,189	76,809	282,998
2011	215,796	67,202	282,998
2012	225,677	57,321	282,998
2013	235,452	47,546	282,998
2014 - 2018	890,590	76,322	966,912
Total	<u>\$ 1,970,714</u>	<u>\$ 411,188</u>	<u>\$ 2,381,902</u>

Revenue Bonds

The City issued bonds where the City pledges income derived from the acquired or constructed assets to pay debt service.

On September 14, 1993, the City of Fitzgerald and the Water, Light and Bond Commission of the City of Fitzgerald issued \$4,550,000 in revenue bonds to advance refund \$3,385,000 of outstanding 1989 Revenue Bonds and pay off a note payable to the Georgia Environmental Facilities Authority in the amount of \$1,164,901. The Water, Light and Bond Commission advance refunded the 1989 Revenue Bonds to reduce its total debt service payments through 2013 by approximately \$593,415. The difference between the reacquisition price and the net carrying amount of the old debt has been deferred and has been amortized as a component of interest expense over the original life of the old debt. There are no longer any 1989 Revenue Bonds outstanding.

The 1993 Revenue Bonds were payable from and secured by a first lien pledge of the net revenues derived from the operation of the Combined System after paying the reasonable and necessary cost of operating and maintaining the Combined System. These bonds are fully registered in denominations of \$5,000 each or any integral multiple thereof. Interest was payable semi-annually on April 1 and October 1 of each year, beginning October 1, 1993. Final payment was made April 1, 2008. No revenue bond debt service requirements remain.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

Changes in General Long-Term Liabilities.

Long-term liability activity for the year ended December 31, 2008, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Capital Leases	\$ 438,184	\$ 213,107	\$ (236,459)	\$ 414,832	\$ 179,338
Installment Sale Agreement	2,161,111	--	(190,397)	1,970,714	197,010
	<u>\$ 2,599,295</u>	<u>\$ 213,107</u>	<u>\$ (426,856)</u>	<u>\$ 2,385,546</u>	<u>\$ 376,348</u>
Business-type Activities:					
Compensated Absences	\$ 129,834	\$ --	\$ (3,879)	\$ 125,955	\$ 125,955
Notes Payable	647,793	--	(117,557)	530,236	123,835
Revenue Bonds	70,000	--	(70,000)	--	--
Closure & Post-Closure Care Costs	1,434,670	--	(20,032)	1,414,638	16,080
	<u>\$ 2,282,297</u>	<u>\$ --</u>	<u>\$ (211,468)</u>	<u>\$ 2,070,829</u>	<u>\$ 265,870</u>
Downtown Development Authority:					
Notes Payable	\$ 78,034	\$ --	\$ (8,783)	\$ 69,251	\$ 10,040
	<u>\$ 78,034</u>	<u>\$ --</u>	<u>\$ (8,783)</u>	<u>\$ 69,251</u>	<u>\$ 10,040</u>
Fitzgerald & Ben Hill Development Authority:					
Debentures Payable	\$ 11,600	\$ --	\$ (11,600)	\$ --	\$ --
	<u>\$ 11,600</u>	<u>\$ --</u>	<u>\$ (11,600)</u>	<u>\$ --</u>	<u>\$ --</u>

H. Closure and Post-closure Care Costs

State and federal laws and regulations require that the City place a final cover on its landfills when closed and perform certain maintenance and monitoring functions at the landfill site for five years after closure of landfills prior to April 1994 and thirty years for all other landfills. The City recognizes a portion of the closure and post-closure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The amount recognized each year to date is based on the landfill capacity used as of the balance sheet date.

During 2003 engineering estimates changed which reduced projected post-closure costs below the amount which had previously been accrued. For the currently operated landfill, the estimated liability for closure and post-closure is \$1,414,638 as of December 31, 2008, which is based on 33% of landfill capacity used to date. It is estimated that an additional \$1,738,823 will be recognized as closure and post-closure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity, 2038. Financial assurance requirements are expected to be met by the City's financial condition and funds designated for payment of closure and post-closure in the amount of \$632,778.

For the City's old landfill, which was closed prior to April, 1994, the estimated liability for closure and post-closure is \$8,875, which is based on 100% of landfill capacity used to date.

Actual costs may be higher due to inflation, deflation, revisions to laws or regulations, or changes in technology.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

I. Restricted Assets and Restricted Net Assets

The balances of the restricted asset accounts in the funds are as follows:

	<u>Utility Fund</u>	<u>Special Sales Tax Fund</u>
Revenue Bond Accounts	\$ 1,487,607	\$ --
Customer Deposits	430,495	--
Installment Agreement Escrow Account	--	162,128
	<u>\$ 1,918,102</u>	<u>\$ 162,128</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

IV. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. To cover the risks, the City is a member of the Georgia Interlocal Risk Management Agency. The agency operates under the authority of O.C.G.A. 36-85-1 et Seq. and administers group self-insurance funds which receive contributions from its members in order to pool the risks of general liability, motor vehicle liability and property damage. Through participation in the agency, members jointly purchase insurance with other municipalities participating in and belonging to the agency and are coinsured under master policies with the total premium apportioned among the participants. The City is jointly and severally liable for all legal obligations of the funds which arise out of an event which occurs while the City is a member of the fund. For its workers compensation coverage, the City carries commercial insurance purchased either directly or indirectly from independent third parties. The City's deductibles for insurance coverage start at \$5,000 with various limits of liability up to an annual aggregate limit of \$16,384,195. The Water, Light and Bond policy deductibles range from \$1,000 to \$750,000 with limits of liability up to \$11,380,217.

B. Commitments and Contingencies

Under its wholesale power agreement dated October 1, 1975, the Utility fund is committed to purchase its electric power and energy requirements from Municipal Electric Authority of Georgia (MEAG) for a period not exceeding fifty years. On April 8, 2004, the power sales contract with MEAG was extended an additional 25 years to a total of 50 years. The total anticipated aggregate costs for MEAG projects is payable as a power purchase cost over the contract term. The rates paid for such purchases are subject to review periodically. Participation in MEAG's Power Telecommunications Project to construct a statewide fiber optic network was approved in April, 1996. The Utility fund's obligation share in this project (Georgia Public Web, Inc.) as approved is 2.7%. Georgia Public Web, Inc. leases, operates and maintains the Telecommunications Project which MEAG constructed and installed for the purpose of providing telecommunications capabilities to participants. As a participant and under the agreement, as amended, the Commission has elected to prepay the amount of its obligation share in respect to the Debt Service attributable to its interest in the Telecommunications Project. The Commission has elected to record this unrestricted contribution as a current period intergovernmental transfer equal to the payment made in 2008 of \$675,501.

According to terms of a contract with Municipal Gas Authority of Georgia (MGAG) dated November 1, 1993, the Utility fund is committed to purchase gas supplies for a period including the final maturity date and payment of all outstanding bonds issued to finance the Utility fund's share of the allocated Gas Supply Realignment Cost Project. On May 1, 1996 for a term extending through May 31, 2011, a supplemental contract was approved with MGAG authorizing MGAG to issue up to \$220,000,000 in bonds with final maturity not to exceed 10 years from date of issuance. In the event that at any time all Project costs payable by MGAG are in excess of the revenues of the Authority available for the purpose of paying the same or reserve funds, the City is obligated to pay its share of such excess. The obligations of the Utility fund to make payments to the Authority, under these contracts, constitutes a general obligation of the City, contingent upon MGAG's inability to pay. The Utility fund extended its contract with MGAG for the purchase of its gas supply requirements for an additional 10 years beyond the termination of 12/31/15 to 12/31/25.

The Utility fund's participation with MEAG Power in power sales contracts requires MEAG Power to determine at the end of each power supply year, the sufficiency of the amounts paid by participants to recover MEAG Power's applicable costs for the year. Recent year-end settlements have net billings to participants exceeding actual costs, reserve requirements, and other adjustments. These settlements are finalized after the fiscal year end and the amounts received in the current year are for the previous fiscal years settlement.

The Municipal Competitive Trust was set up by MEAG Power in 1999 with the Utility fund as a beneficiary to account for and administer this excess of net billings over actual costs allocated to each participant beneficiary. The initial deposits to the Trust were made April 1, 1999 and as of December 31, 2008, the Utility fund's accumulated benefit in the Flexible Operating Account had grown to a balance of \$8,389,357. These funds are

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

held in trust with the Utility fund having the right to withdraw part or all of the funds at any time. Since the funds in this subaccount of the Trust represent a current unrestricted asset of the Utility fund, the balance in the flexible operating account is shown as a cash equivalent item in the balance sheet of the Utility fund. The Municipal Competitive Trust also administers other subaccounts with the Utility fund as beneficiary, but the restrictive requirements for use negate the recognition of these subaccounts until such time as the funds are disbursed for the direct benefit of the Utility fund to mitigate above market costs of electricity that may result from the deregulation of the electric industry in Georgia.

In June 2006, MEAG Power distributed to its participating members for their consideration a proposed amendment to the terms of the Competitive Trust. The proposed amendment would authorize MEAG Power to apply funds from certain Competitive Trust accounts as a credit to the power sales contract billing of the Electric Utility Participants for the purpose of lowering the annual generation charges from MEAG Power during the period 2009 through 2018. The proposed amendment also authorizes the establishment of an additional account within the Competitive Trust to permit the participating members to fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by participating members.

On February 15, 1999, Fitzgerald Water, Light & Bond Commission, in seeking to fulfill additional capacity and energy supply needs, entered into a Combustion Turbine Power Sales Contract with MEAG. An amended and restated Combined Cycle Power Sales Contract was signed as of July 15, 2003. The contract calls for MEAG to obtain a General Electric gas-fired and steam-driven combined cycle power plant consisting of two Model PG7241 FA gas turbine units and a General Electric Model D11 steam turbine for the supplemental power needs of the participants in the project. The Utility fund is obligated for 2.03287% of the costs associated with the project entitling the Commission to up to approximately 10,387 of subscribed kilowatts. The total anticipated aggregate costs for this project is payable as a power purchase cost over the contract term.

The Commission approved a maintenance contract with Utility Service Co. Inc. in 2000 on its five water tanks. After renovation costs, the Commission agreed to pay approximately \$49,827 per year to cover any further painting or repairs as needed. The Commission's cost increased to \$55,308 in 2008 after paying \$55,308 in 2007.

The Commission has entered into forward contracts to purchase gas at a specified time in the future at a guaranteed price. The Commission enters into these contracts to help plan its gas costs for the year and to protect itself against an increase in the market price of the commodity. A portion of the hedging contracts was offset by identical customer-directed hedging contracts with industrial customers to whom the gas was sold. Therefore, the net effect of a portion of the hedging contracts was passed along to the customers. Any contracts outstanding at December 31, 2008 were immaterial to the financial statements. Obligations to purchase gas under these contracts are not recognized until the gas is delivered.

In, 2004, Fitzgerald Water, Light & Bond Commission began construction of water and sewer service extensions to Ben Hill – Irwin Joint Development Authority's technology park known as the Millennium Technology Pointe located adjacent to East Central Technical College. As of December 31, 2005, the Commission has incurred costs on this project totaling over \$1.47 million. In regards to this project, the Ben Hill – Irwin County Joint Development Authority signed an agreement with the Commission stating the Authority will pay to the Commission funds sufficient to equal the Commission's capital investment in the water and sewer extension for the Millennium Technology Pointe project. Also, as a part of this agreement, the four taxing governmental entities involved (City of Fitzgerald, Ga., Ben Hill County, Ga., City of Ocilla, Ga., and Irwin County, Ga.), have guaranteed the performance of the Joint Development Authority up to \$150,000 each for a total guaranty amount of \$600,000. After taking into consideration the grant monies received on this project, the Commission's net cost to complete the project exceeds \$500,000. As of December 31, 2008, no reimbursement had been received from any of the four taxing governmental entities involved and no final determination as to their liability to the Commission has been agreed to pending the receipt of any additional grant monies.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

The Fitzgerald Water, Light & Bond Commission entered into a Wireless Communications' Management Agreement with Utility Service Communications Co., Inc. on March 24, 2003 to provide marketing, ongoing management and installation of all revenue generating wireless communications antennas on the Commission's water storage tanks. The Company will collect the revenue and pay to the Commission 70% of the gross annual site rental receipts within 60 days following the end of each calendar year. On June 3, 2003, Utility Service Communications Co., Inc. granted permission to Alltel Communications, Inc. to install, maintain, and operate radio communications equipment (9 antennas) on the Commission's water tanks. Alltel agrees to pay a monthly fee of \$1,800 for the first year with a 4% increase for each renewal period. The term of the agreement began June 15, 2003 and continues for a period of 5 years with 4 additional 5-year renewal periods. Either party may terminate this agreement at the expiration of the initial term or at the expiration of any renewal term. In 2008, the Commission collected \$18,133 in fees for 2007 and in 2007 \$16,710 in fees was collected for 2006.

C. Pensions

The City and the Water, Light and Bond (WL&B) Commission maintain separate defined benefit plans which cover, separately, substantially all employees of the City and the Water, Light and Bond Commission.

City of Fitzgerald Retirement Plan

In 2007, the City closed its single-employer defined benefit plan and began participating in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer defined benefit plan. The City's participation in the plan, benefit provisions, and other requirements are established by City ordinance. GMEBS issues a financial report that may be obtained by writing to Georgia Municipal Employees Benefit System, 201 Pryor Street SW, Atlanta, Georgia 30303.

Funding Policy

City employees are not required to contribute to the Plan. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The City's current required contribution rate is 11.42% of annual covered payroll. The contribution requirements of employees and the City are established by City ordinance. Monthly retirement benefits shall be determined based upon the applicable benefit formula specified in the Adoption Agreement in effect at the Participant's termination.

Annual Pension Cost and Net Pension Obligation

For 2008, the City's annual pension cost of \$373,808 was equal to its required and actual contribution.

Fiscal Year Ending	Trend Information		
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2008	\$ 373,808	100.0 %	\$ --

Funded Status and Funding Progress

As of July 1, 2008, the most recent actuarial valuation date, the plan was 76.77% funded. The actuarial accrued liability for benefits was \$5,879,777, and the actuarial value of assets was \$4,513,681, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,366,096. The covered payroll (annual payroll of active employees covered by the plan) was \$3,274,428, and the ratio of UAAL to the covered payroll was 41.72%.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

Actuarial Methods and Assumptions

The annual pension cost and annual required contributions were determined as part of an actuarial valuation performed using the projected unit credit actuarial cost method as of July 1, 2008. The actuarial assumptions included an 8% investment rate of return and projected salary increases of 5.5%. The actuarial value of Plan assets was determined using techniques that smooth the effect of random variations in financial market values of investments. The period, and related method, for amortizing the initial unfunded actuarial accrued liability is 30 years from 2008 and changes in the unfunded actuarial accrued liabilities over 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods from the end of the year which such changes arise as a closed level dollar amount.

Fitzgerald Water, Light & Bond Commission Retirement Plan

The Fitzgerald Water, Light & Bond Commission Retirement Plan is a single-employer defined benefit plan funded through the Principal Mutual Life Insurance Company. A financial report for the plan may be obtained by writing to City of Fitzgerald, Georgia, 116 North Johnston St., Fitzgerald, GA 31750.

All full-time employees of the WL&B Commission, who have not attained age 60 on their employment commencement date and have completed two years of service before entry date, are eligible to participate in the plan. The benefit provisions, employee eligibility requirements and employer obligations to contribute to the plans are established by approval of the governing board.

Significant Accounting Policies

The financial statements of the pension plan are prepared using the accrual basis of accounting. Contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the Commission's balance sheet date. Securities without an established market are reported at estimated fair value.

Funding Policy

Employees are not obligated to contribute to the plans. The WL&B Commission is required to contribute at an actuarially determined rate; the current rate is 8.25% of annual covered payroll but increases to 16.79% next year.

Annual Pension Cost and Net Pension Obligation

The annual pension cost was \$157,172 and actual contributions were \$186,768. Membership of the plan is as follows:

Active Participants	56
Inactive Participants	12
Retired Participants	<u>16</u>
Total	<u><u>84</u></u>

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2006	\$ 188,679	112.7 %	\$(102,481)
12/31/2007	158,304	112.3	(122,030)
12/31/2008	157,172	118.8	(151,626)

Funded Status and Funding Progress

As of January 1, 2008, the most recent actuarial valuation date, the plan was 92% funded. The actuarial accrued liability for benefits was \$5,870,584, and the actuarial value of assets was \$5,382,595, resulting in an unfunded actuarial accrued liability (UAAL) of \$487,989. The covered payroll (annual payroll of active employees covered by the plan) was \$1,828,640, and the ratio of UAAL to the covered payroll was 27%.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

The annual pension cost and annual required contributions were determined as part of an actuarial valuation performed using the aggregate actuarial cost method as of January 1, 2008. The actuarial assumptions included (a) 8.00% investment rate of return (b) 3% inflation rate and (c) projected salary increases of 4.5% a year until retirement.

Because the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about the funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and the information presented is intended to serve as a surrogate for the funded status and funding progress of the plan.

D. Post Retirement Healthcare Plan

The Fitzgerald Water, Light, and Bond Commission provide post retirement healthcare benefits to its employees on a pay-as-you-go accounting basis. The Plan is a single-employer defined benefit plan. All full-time Commission employees, retiring on or after age 65 with 10 years of service and receiving a pension from the Water, Light, and Bond Commission Retirement Plan, or disabled former employees, are eligible to participate in the plan. The benefit provisions, employee eligibility requirements, and employer obligations to contribute to the Plan are established by the governing board. The OPEB Plan does not issue a stand-alone financial report but rather is disclosed as part of the Water, Light, and Bond Commission's financial report.

Funding Policy

Employees are not required to contribute to the Plan. The Commission contributes amounts sufficient to fund premiums for Medicare Supplement insurance and Medicare Part D drug insurance coverage for each retired former eligible employee. The annual per capita Medicare Supplement claims cost for the year beginning January 1, 2008 was assumed to be \$2,016 for retirees and \$3,000 for disabled retirees. The annual per capita Medicare Part D reimbursement claims cost was assumed to be \$415. The Plan is financed on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The Commission's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial accrued liabilities (or funding excess) over a period not to exceed 30 years.

Membership of the plan is as follows:

Active Participants	59
Inactive Participants	0
Retired Participants	14
Total	<u>73</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

The following table shows the components of the annual OPEB cost for the year, the amount contributed to the plan, and changes in the net OPEB obligation.

Annual Required Contribution	\$ 132,188
Interest on Existing Net OPEB Obligation	--
Adjustment to Annual Required Contribution	--
Annual OPEB Cost (expense)	132,188
Contributions Made	(33,497)
Increase in Net OPEB Obligation	98,691
Net OPEB Obligation - Beginning of Year	--
Net OPEB Obligation - End of Year	\$ 98,691

The Commission's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 is as follows:

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2008	\$ 132,188	25 %	\$ 98,691

Funded Status and Funding Progress

As of January 1, 2008, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$1,414,088, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,414,088.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, and the actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of the valuation and on the pattern of sharing costs between the employer and plan members. The projection of benefits does not incorporate the potential effect of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect long-term perspective, and the methods and assumptions use techniques designed to reduce short term volatility in accrued liabilities and the actuarial value of assets, if any.

The annual Plan cost and annual required contribution were determined as part of an actuarial valuation performed using the unit credit method as of January 1, 2008. The actuarial assumptions included (a) 4% investment rate of return, (b) projected premium increases for Medicare Part D Reimbursement of 6.5% graded to 4% over 5 years, and (c) projected premium increases for Medicare Supplement Policy of 8% graded to 5% over 6 years. The UAAL is being amortized using the level dollar method on a closed basis. The remaining amortization period at January 1, 2008, was 30 years.

Fitzgerald Water, Light, and Bond Commission implemented GASB No. 45 prospectively in this the transition year for implementing GASB No. 45.

CITY OF FITZGERALD, GEORGIA
Notes To The Financial Statements
December 31, 2008
(Continued)

E. Related Organizations

Related organizations are excluded from the financial reporting entity because the City's accountability does not extend beyond making appointments. Related organizations are described as follows:

Fitzgerald-Ben Hill County Library

The Fitzgerald-Ben Hill County Library administers the library and its facilities. The City Council is responsible for appointing a majority of the Library's Board. However, the City's accountability for this organization does not extend beyond making the appointments.

Fitzgerald Housing Authority

The Fitzgerald Housing Authority administers Federal funding and/or other financing for improvement of housing conditions in the City. The five citizens who serve as the Governing Board are appointed by the Mayor and approved by the City Council. The City has no significant influence over management, budget, or policies of the Authority. The Authority reports independently.

F. Joint Ventures

Under Georgia law, the City, in conjunction with other cities and counties in the ten-county South Georgia area, is a member of the South Georgia Regional Development Center (RDC) and is required to pay annual dues thereto. During the year ended December 31, 2008, the City paid \$11,098 in such dues. Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the RDC. Separate financial statements may be obtained from:

Southwest Georgia Regional Development Center
P.O. Box 1223
325 West Savannah Avenue
Valdosta, Georgia 31603

The City participates equally with three area governments in the Ben Hill-Irwin Area Joint Development Authority. The Authority is a special-purpose corporation organized "to create and foster an economic climate in Ben Hill and Irwin counties conducive to the growth and development of trade, commerce, industry, and employment opportunities." The City does not appoint the voting majority of the Authority's Board of Directors. The City is financially obligated for its twenty five percent share of the debt of the Joint Development Authority which amounted to \$390,783 at December 31, 2008. The Authority has completed its building phase and is currently seeking tenants. Separate financial statements may be obtained from:

Fitzgerald-Ben Hill County Chamber of Commerce
805 South Grant Street
Fitzgerald, Georgia 31750

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF FITZGERALD, GEORGIA

General Fund

Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual For The Year Ended December 31, 2008

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 3,906,599	\$ 3,906,599	\$ 3,584,382	\$ (322,217)
Licenses & Permits	35,050	35,050	25,160	(9,890)
Intergovernmental	309,895	309,895	332,117	22,222
Charges For Services	1,714,650	1,714,650	1,809,007	94,357
Fines & Forfeitures	242,000	242,000	163,529	(78,471)
Investment Income	8,000	8,000	36,787	28,787
Miscellaneous	62,000	62,000	102,206	40,206
Total Revenues	6,278,194	6,278,194	6,053,188	(225,006)
EXPENDITURES				
Legislative	82,411	82,411	85,077	(2,666)
Executive	132,919	132,919	125,489	7,430
Elections	6,750	6,750	626	6,124
Financial Administration	489,530	489,530	438,493	51,037
Government Buildings	69,475	69,475	36,810	32,665
Police	1,866,589	1,866,589	1,873,884	(7,295)
Custody Of Prisoners	45,000	45,000	44,173	827
Fire	1,104,473	1,104,473	1,090,171	14,302
Animal Control	110,126	110,126	106,523	3,603
Highways & Streets	718,592	718,592	692,235	26,357
Sanitation	934,521	934,521	876,427	58,094
Landfill	--	--	(133)	133
Public Works Shop	193,518	193,518	194,600	(1,082)
Cemetery	169,295	169,295	164,211	5,084
Humane Society	--	--	218	(218)
Welfare/Charity	700	700	375	325
Recreation	494,611	494,611	488,407	6,204
Participant Recreation	61,700	61,700	58,523	3,177
Swimming Pools	7,200	7,200	6,635	565
Sports Facilities	35,500	35,500	38,048	(2,548)
Museums	41,742	41,742	38,338	3,404
Arts Council	5,000	5,000	5,000	--
Grand Theatre	126,881	126,881	153,591	(26,710)
The Carnegie Center	6,500	6,500	2,323	4,177
Parks	149,803	149,803	146,664	3,139
Library	128,923	128,923	128,923	--
Building Inspections	60,839	60,839	57,018	3,821
Urban Development & Housing	133,001	133,001	128,994	4,007
Code Enforcement	59,454	59,454	44,696	14,758
Economic Development	--	--	480	(480)
Tourism	116,333	116,333	109,093	7,240
Airport	--	--	258	(258)
Family Connection	--	--	198	(198)
Community Action Programs	5,000	5,000	6,000	(1,000)
Debt Service	146,857	146,857	123,263	23,594
Capital Outlay	159,076	159,076	352,431	(193,355)
Total Expenditures	7,662,319	7,662,319	7,618,062	44,257
Excess (Deficiency) Of Revenues Over (Under) Expenditures	(1,384,125)	(1,384,125)	(1,564,874)	(180,749)
OTHER FINANCING SOURCES (USES)				
Transfers In	1,500,000	1,500,000	1,397,978	(102,022)
Transfers Out	(153,875)	(153,875)	(103,875)	50,000
Proceeds Of Capital Asset Dispositions	38,000	38,000	30,916	(7,084)
Capital Leases	--	--	213,107	213,107
Total Other Financing Sources (Uses)	1,384,125	1,384,125	1,538,126	154,001
Net Change In Fund Balances	--	--	(26,748)	(26,748)
Fund Balances - Beginning	999,951	999,951	999,951	--
FUND BALANCES - ENDING	\$ 999,951	\$ 999,951	\$ 973,203	\$ (26,748)

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

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald
Retirement Plan
Schedule Of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
7/1/2008	\$ 4,513,681	\$ 5,879,777	\$ 1,366,096	77 %	\$ 3,274,428	42 %

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light & Bond Commission
Retirement Plan
Schedule Of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
1/1/2008	\$ 5,382,595	\$ 5,870,584	\$ 487,989	92 %	\$ 1,828,640	27 %

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light & Bond Commission
Post Retirement Healthcare Plan
Schedule Of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>
1/1/2008	\$ --	\$ 1,414,088	\$ 1,414,088	0.0 %

CITY OF FITZGERALD, GEORGIA
Notes To The Required Supplementary Information
December 31, 2008

A. Budgetary Information

The annual budget of the General fund was adopted on a basis consistent with generally accepted accounting principles. The presentation of expenditure amounts reported in the *Schedule Of Revenues, Expenditures, & Changes In Fund Balances – Budget & Actual* differs from the *Statement Of Revenues, Expenditures, & Changes In Fund Balance – Governmental Funds* due to the functional classification of certain current expenditures and transfers. The following schedule presents a reconciliation of those amounts.

	Budget Schedule	Reconciliation	Fund Statement
Current			
General Government			
Legislative	\$ 85,077	\$ --	\$ 85,077
Executive	125,489	--	125,489
Elections	626	--	626
Financial Administration	438,493	--	438,493
Government Buildings	36,810	--	36,810
	<u>686,495</u>	<u>--</u>	<u>686,495</u>
Public Safety			
Police	1,873,884	--	1,873,884
Custody Of Prisoners	44,173	--	44,173
Fire	1,090,171	--	1,090,171
Animal Control	106,523	(35,800)	70,723
	<u>3,114,751</u>	<u>(35,800)</u>	<u>3,078,951</u>
Public Works			
Highways & Streets	692,235	--	692,235
Sanitation	876,427	--	876,427
Landfill	(133)	--	(133)
Public Works Shop	194,600	--	194,600
Cemetery	164,211	--	164,211
	<u>1,927,340</u>	<u>--</u>	<u>1,927,340</u>
Health & Welfare			
Humane Society	218	--	218
Welfare/Charity	375	--	375
	<u>593</u>	<u>--</u>	<u>593</u>
Culture & Recreation			
Recreation	488,407	(1,297)	487,110
Participant Recreation	58,523	--	58,523
Swimming Pools	6,635	--	6,635
Sports Facilities	38,048	--	38,048
Museums	38,338	--	38,338
Arts Council	5,000	--	5,000
Grand Theatre	153,591	(4,565)	149,026
The Carnegie Center	2,323	--	2,323
Parks	146,664	--	146,664
Library	128,923	--	128,923
	<u>1,066,452</u>	<u>(5,862)</u>	<u>1,060,590</u>
Housing & Development			
Building Inspections	57,018	--	57,018
Urban Development & Housing	128,994	--	128,994
Code Enforcement	44,696	--	44,696
Economic Development	480	--	480
Tourism	109,093	--	109,093
Airport	258	--	258
Family Connection	198	--	198
Community Action Programs	6,000	(2,500)	3,500
	<u>346,737</u>	<u>(2,500)</u>	<u>344,237</u>
Capital Outlay	352,431	--	352,431
Debt Service	123,263	--	123,263
Total Expenditures	<u>7,618,062</u>	<u>(44,162)</u>	<u>7,573,900</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	103,875	44,162	148,037
	<u>\$ 7,721,937</u>	<u>\$ --</u>	<u>\$ 7,721,937</u>

CITY OF FITZGERALD, GEORGIA
Notes To The Required Supplementary Information
December 31, 2008
(Continued)

B. Excess of Expenditures Over Appropriations

Excess of expenditures over appropriations of the General Fund, at the department level (the legal level of control) is presented below:

	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
Legislative	\$ 82,411	\$ 85,077	\$ (2,666)
Police	1,866,589	1,873,884	(7,295)
Public Works Shop	193,518	194,600	(1,082)
Humane Society	--	218	(218)
Sports Facilities	35,500	38,048	(2,548)
Grand Theatre	126,881	153,591	(26,710)
Economic Development	--	480	(480)
Airport	--	258	(258)
Family Connection	--	198	(198)
Community Action Programs	5,000	6,000	(1,000)
Capital Outlay	159,076	352,431	(193,355)

COMBINING & INDIVIDUAL FUND SCHEDULES

Major Governmental Funds

General Fund

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

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Special Sales Tax Fund – This fund is used to account for the City's share of the County one-percent Special Purpose Local Option Sales Tax.

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 945,721	\$ 973,186
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	5,565	10,540
Taxes	409,848	223,292
Accounts	10,453	63,975
Intergovernmental	214,173	196,257
Due From Other Funds		
Family Connection Special Revenue Fund	13,280	12,812
Monitor Enrichment Special Revenue Fund	2,153	--
Humane Society Special Revenue Fund	25,972	25,886
Utility Enterprise Fund	263,430	276,384
TOTAL ASSETS	<u>\$ 1,890,595</u>	<u>\$ 1,782,332</u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 81,866	\$ 81,494
Accrued Wages, Withholdings & Benefits	86,867	65,709
Due To Other Funds		
Industrial Development & Promotion Special Revenue Fund	184,968	184,968
Landfill Enterprise Fund	285,977	310,048
Deferred Revenue		
Property Taxes	277,714	140,162
Total Liabilities	<u>917,392</u>	<u>782,381</u>
Fund Balances		
Reserved	--	--
Unreserved	973,203	999,951
Total Fund Balances	<u>973,203</u>	<u>999,951</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 1,890,595</u>	<u>\$ 1,782,332</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	2008	2007
REVENUES		
Taxes	\$ 3,584,382	\$ 3,472,124
Licenses & Permits	25,160	53,543
Intergovernmental	332,117	429,561
Charges For Services	1,809,007	1,814,238
Fines & Forfeitures	163,529	179,822
Investment Income	36,787	15,422
Miscellaneous	102,206	58,819
Total Revenues	<u>6,053,188</u>	<u>6,023,529</u>
EXPENDITURES		
Current		
General Government	686,495	694,517
Public Safety	3,078,951	2,973,317
Public Works	1,927,340	1,926,140
Health & Welfare	593	320
Culture & Recreation	1,060,590	987,487
Housing & Development	344,237	334,513
Capital Outlay	352,431	435,605
Debt Service	123,263	152,092
Total Expenditures	<u>7,573,900</u>	<u>7,503,991</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(1,520,712)</u>	<u>(1,480,462)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Utility Enterprise Fund	1,397,978	1,384,823
Landfill Enterprise Fund	--	704,237
Transfers Out		
Monitor Enrichment Special Revenue Fund	(2,500)	(2,500)
Humane Society Special Revenue Fund	(35,800)	(35,400)
Recreation Capital Improvement Special Revenue Fund	(1,297)	(11,788)
Special Sales Tax Capital Projects Fund	--	(17,845)
Grand Theatre Capital Projects Fund	(4,565)	(46,849)
Airport Enterprise Fund	(103,875)	(104,847)
Proceeds Of Capital Asset Dispositions	30,916	350
Capital Leases	213,107	154,041
Total Other Financing Sources (Uses)	<u>1,493,964</u>	<u>2,024,222</u>
Net Change In Fund Balances	<u>(26,748)</u>	<u>543,760</u>
Fund Balances - Beginning	999,951	456,191
FUND BALANCES - ENDING	<u><u>\$ 973,203</u></u>	<u><u>\$ 999,951</u></u>

CITY OF FITZGERALD, GEORGIA
Special Sales Tax Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 177,550	\$ 747,545
Receivables (Net Of Allowance For Uncollectibles)		
Intergovernmental	194,083	193,193
Restricted Assets		
Cash & Cash Equivalents	162,128	625,569
TOTAL ASSETS	<u><u>\$ 533,761</u></u>	<u><u>\$ 1,566,307</u></u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 1,728	\$ --
Deferred Revenue		
Sales Tax	76,607	69,793
Total Liabilities	<u>78,335</u>	<u>69,793</u>
Fund Balances		
Unreserved	455,426	1,496,514
Total Fund Balances	<u>455,426</u>	<u>1,496,514</u>
TOTAL LIABILITIES & FUND BALANCES	<u><u>\$ 533,761</u></u>	<u><u>\$ 1,566,307</u></u>

CITY OF FITZGERALD, GEORGIA
Special Sales Tax Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Taxes		
Special Purpose Local Option Sales & Use	\$ 786,768	\$ 805,163
Intergovernmental	226,526	231,524
Interest Revenue	6,055	49,387
Total Revenues	<u>1,019,349</u>	<u>1,086,074</u>
EXPENDITURES		
Capital Outlay	1,649,698	1,801,259
Debt Service	410,739	434,138
Total Expenditures	<u>2,060,437</u>	<u>2,235,397</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(1,041,088)</u>	<u>(1,149,323)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	--	17,845
Transfers Out	--	--
Installment Sale Agreement	--	756,381
Total Other Financing Sources (Uses)	<u>--</u>	<u>774,226</u>
Net Change In Fund Balances	<u>(1,041,088)</u>	<u>(375,097)</u>
Fund Balances - Beginning	1,496,514	1,871,611
FUND BALANCES - ENDING	<u>\$ 455,426</u>	<u>\$ 1,496,514</u>

Nonmajor Governmental Funds

Special Revenue Funds

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

Hotel/Motel Tax Fund - This fund is used to account for the excise tax imposed on motels for the purpose of promoting, attracting, stimulating, and developing tourism in the City.

Humane Society Fund – This fund is used to account for the operations of the city animal shelter.

Monitor Enrichment Program Fund - This fund is used to account for grant funds received for conducting early childhood and school-age care programs.

Recreation Capital Improvement Fund – This fund is used to account for the City’s recreation equipment needs funded by donations.

Industrial Development and Promotion Fund - This fund is used to account for tax revenue levied for the purpose of attracting and maintaining industry.

Community Development Fund - This fund is used to account for grant funds received for the purpose of establishing a revolving loan program to assist local industry and businesses.

Tourism And Convention Bureau - This fund is used to account for promotion of tourism, conventions and trade for the City of Fitzgerald.

Family Connection Fund - This fund is used to account for grant funds received for the purpose of providing services which improve the lives of children and families through community-based collaboration and planning.

Community Home Investment Fund - This fund is used to account for grant funds received for the purpose of rehabilitating low to moderate income housing to meet HUD Housing Quality Standards.

Grand Theatre Fund – This fund is used to account for the operations of the Grand Theatre.

Capital Projects Funds

The capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Civil War Heritage Trail Fund – This fund is used to account for road improvements funded by grants and matching funds from various other governments.

CITY OF FITZGERALD, GEORGIA
Nonmajor Governmental Funds
Combining Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008

	Special Revenue Funds										Capital Projects Funds		Total Nonmajor Governmental Funds	
	Hotel/Motel Tax	Humane Society	Monitor Enrichment	Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Tourism & Convention	Family Connection	Community Home Investment	Grand Theatre	Total	Civil War Heritage Trail		Total
ASSETS														
Cash & Cash Equivalents	\$ 11,021	\$ 2,566	\$ 1,415	\$ 27,421	\$ 170,114	\$ 41,807	\$ 4,436	\$ (848)	\$ 1,806	\$ 21,652	\$ 281,390	\$ 78,790	\$ 78,790	\$ 360,180
Receivables (Net Of Allowance For Uncollectibles)	3,871	65	--	86	45,420	55,092	--	11,817	--	--	116,351	--	--	116,351
Due From Other Funds	--	--	--	--	184,968	2,000	--	--	--	--	186,968	--	--	186,968
Due From Component Unit	--	--	--	--	50,000	--	--	--	--	--	50,000	--	--	50,000
Total Assets	<u>\$ 14,892</u>	<u>\$ 2,631</u>	<u>\$ 1,415</u>	<u>\$ 27,507</u>	<u>\$ 450,502</u>	<u>\$ 98,899</u>	<u>\$ 4,436</u>	<u>\$ 10,969</u>	<u>\$ 1,806</u>	<u>\$ 21,652</u>	<u>\$ 634,709</u>	<u>\$ 78,790</u>	<u>\$ 78,790</u>	<u>\$ 713,499</u>
LIABILITIES & FUND EQUITY														
Liabilities														
Accounts Payable	\$ --	\$ 1,232	\$ 175	\$ --	\$ 50	\$ 84	\$ --	\$ 107	\$ --	\$ 205	\$ 1,853	\$ --	\$ --	\$ 1,853
Intergovernmental Payable	--	--	--	--	6,490	--	--	--	--	--	6,490	--	--	6,490
Due To Other Funds	--	25,972	2,153	--	--	--	--	13,280	2,000	--	43,405	--	--	43,405
Deferred Revenue	--	--	--	--	32,290	43,764	--	--	--	--	76,054	--	--	76,054
Other Current Liabilities	--	--	--	--	--	18,606	--	--	--	--	18,606	--	--	18,606
Total Liabilities	<u>--</u>	<u>27,204</u>	<u>2,328</u>	<u>--</u>	<u>38,830</u>	<u>62,454</u>	<u>--</u>	<u>13,387</u>	<u>2,000</u>	<u>205</u>	<u>146,408</u>	<u>--</u>	<u>--</u>	<u>146,408</u>
Fund Balances														
Unreserved	14,892	(24,573)	(913)	27,507	411,672	36,445	4,436	(2,418)	(194)	21,447	488,301	78,790	78,790	567,091
Total Fund Balances	<u>14,892</u>	<u>(24,573)</u>	<u>(913)</u>	<u>27,507</u>	<u>411,672</u>	<u>36,445</u>	<u>4,436</u>	<u>(2,418)</u>	<u>(194)</u>	<u>21,447</u>	<u>488,301</u>	<u>78,790</u>	<u>78,790</u>	<u>567,091</u>
Total Liabilities & Fund Balances	<u>\$ 14,892</u>	<u>\$ 2,631</u>	<u>\$ 1,415</u>	<u>\$ 27,507</u>	<u>\$ 450,502</u>	<u>\$ 98,899</u>	<u>\$ 4,436</u>	<u>\$ 10,969</u>	<u>\$ 1,806</u>	<u>\$ 21,652</u>	<u>\$ 634,709</u>	<u>\$ 78,790</u>	<u>\$ 78,790</u>	<u>\$ 713,499</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Governmental Funds
Combining Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Year Ended December 31, 2008

	Special Revenue Funds										Capital Projects Funds		Total Nonmajor Governmental Funds	
	Hotel/Motel Tax	Humane Society	Monitor Enrichment	Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Tourism & Convention	Family Connection	Community Home Investment	Grand Theatre	Total	Civil War Heritage Trail		Total
REVENUES														
Taxes	\$ 58,013	\$ --	\$ --	\$ --	\$ 138,832	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 196,845	\$ --	\$ --	\$ 196,845
Intergovernmental	--	35,400	5,595	--	--	--	--	68,544	323,956	--	433,495	--	--	433,495
Charges For Services	--	14,719	25,482	--	--	--	--	--	--	--	40,201	--	--	40,201
Interest Revenue	78	13	--	933	3,892	1,057	12	35	--	236	6,256	911	911	7,167
Contributions & Donations	--	--	3,800	--	--	--	--	2,196	--	--	5,996	2,500	2,500	8,496
Miscellaneous	--	105	--	--	--	32,225	109	--	--	--	32,439	--	--	32,439
Total Revenues	<u>58,091</u>	<u>50,237</u>	<u>34,877</u>	<u>933</u>	<u>142,724</u>	<u>33,282</u>	<u>121</u>	<u>70,775</u>	<u>323,956</u>	<u>236</u>	<u>715,232</u>	<u>3,411</u>	<u>3,411</u>	<u>718,643</u>
EXPENDITURES														
Current														
Public Safety	--	84,412	--	--	--	--	--	--	--	--	84,412	--	--	84,412
Health & Welfare	--	--	--	--	--	--	--	78,252	--	--	78,252	--	--	78,252
Culture & Recreation	--	--	--	--	--	--	--	--	--	896	896	--	--	896
Housing & Development	114	--	39,033	--	120,748	10,016	52,023	--	325,795	--	547,729	--	--	547,729
Capital Outlay	--	100	--	7,834	--	26,223	1,104	--	--	17,029	52,290	--	--	52,290
Total Expenditures	<u>114</u>	<u>84,512</u>	<u>39,033</u>	<u>7,834</u>	<u>120,748</u>	<u>36,239</u>	<u>53,127</u>	<u>78,252</u>	<u>325,795</u>	<u>17,925</u>	<u>763,579</u>	<u>--</u>	<u>--</u>	<u>763,579</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>57,977</u>	<u>(34,275)</u>	<u>(4,156)</u>	<u>(6,901)</u>	<u>21,976</u>	<u>(2,957)</u>	<u>(53,006)</u>	<u>(7,477)</u>	<u>(1,839)</u>	<u>(17,689)</u>	<u>(48,347)</u>	<u>3,411</u>	<u>3,411</u>	<u>(44,936)</u>
OTHER FINANCING SOURCES (USES)														
Transfers In	--	35,800	2,500	1,297	--	--	59,000	--	--	4,565	103,162	--	--	103,162
Transfers Out	(59,000)	--	--	--	--	--	--	--	--	--	(59,000)	--	--	(59,000)
Proceeds Of Capital Asset Dispositions	--	--	--	--	--	--	8,986	--	--	--	8,986	--	--	8,986
Total Other Financing Sources (Uses)	<u>(59,000)</u>	<u>35,800</u>	<u>2,500</u>	<u>1,297</u>	<u>--</u>	<u>8,986</u>	<u>59,000</u>	<u>--</u>	<u>--</u>	<u>4,565</u>	<u>53,148</u>	<u>--</u>	<u>--</u>	<u>53,148</u>
Net Change In Fund Balances	(1,023)	1,525	(1,656)	(5,604)	21,976	6,029	5,994	(7,477)	(1,839)	(13,124)	4,801	3,411	3,411	8,212
Fund Balances - Beginning	15,915	(26,098)	743	33,111	389,696	30,416	(1,558)	5,059	1,645	34,571	483,500	75,379	75,379	558,879
FUND BALANCES - ENDING	<u>\$ 14,892</u>	<u>\$ (24,573)</u>	<u>\$ (913)</u>	<u>\$ 27,507</u>	<u>\$ 411,672</u>	<u>\$ 36,445</u>	<u>\$ 4,436</u>	<u>\$ (2,418)</u>	<u>\$ (194)</u>	<u>\$ 21,447</u>	<u>\$ 488,301</u>	<u>\$ 78,790</u>	<u>\$ 78,790</u>	<u>\$ 567,091</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 11,021	\$ 11,942
Receivables (Net Of Allowance For Uncollectibles)		
Taxes	3,871	3,973
TOTAL ASSETS	\$ 14,892	\$ 15,915
 LIABILITIES & FUND BALANCES		
Liabilities		
	\$ --	\$ --
Total Liabilities	--	--
 Fund Balances		
Unreserved	14,892	15,915
Total Fund Balances	14,892	15,915
TOTAL LIABILITIES & FUND BALANCES	\$ 14,892	\$ 15,915

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Taxes	\$ 58,013	\$ 64,400
Interest Revenue	78	114
Total Revenues	<u>58,091</u>	<u>64,514</u>
EXPENDITURES		
Current		
Housing & Development	114	--
Total Expenditures	<u>114</u>	<u>--</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>57,977</u>	<u>64,514</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out		
Tourism & Convention Special Revenue Fund	<u>(59,000)</u>	<u>(59,000)</u>
Total Other Financing Sources (Uses)	<u>(59,000)</u>	<u>(59,000)</u>
Net Change In Fund Balances	(1,023)	5,514
Fund Balances - Beginning	15,915	10,401
FUND BALANCES - ENDING	<u>\$ 14,892</u>	<u>\$ 15,915</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 65,000	\$ 58,013	\$ (6,987)
Interest Revenue	250	78	(172)
Total Revenues	<u>65,250</u>	<u>58,091</u>	<u>(7,159)</u>
EXPENDITURES			
Current			
Housing & Development	6,250	114	6,136
Total Expenditures	<u>6,250</u>	<u>114</u>	<u>6,136</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>59,000</u>	<u>57,977</u>	<u>(1,023)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	--	--	--
Transfers Out	(59,000)	(59,000)	--
Total Other Financing Sources (Uses)	<u>(59,000)</u>	<u>(59,000)</u>	<u>--</u>
Net Change In Fund Balances	--	(1,023)	(1,023)
Fund Balances - Beginning	15,915	15,915	--
FUND BALANCES - ENDING	<u><u>\$ 15,915</u></u>	<u><u>\$ 14,892</u></u>	<u><u>\$ (1,023)</u></u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 2,566	\$ 1,760
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	65	70
TOTAL ASSETS	\$ 2,631	\$ 1,830
 LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 1,232	\$ 2,042
Due To Other Funds		
General Fund	25,972	25,886
Total Liabilities	27,204	27,928
 Fund Balances		
Unreserved	(24,573)	(26,098)
Total Fund Balances	(24,573)	(26,098)
TOTAL LIABILITIES & FUND BALANCES	\$ 2,631	\$ 1,830

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Intergovernmental	\$ 35,400	\$ 35,400
Charges For Services	14,719	22,351
Interest Revenue	13	60
Miscellaneous	105	214
Total Revenues	<u>50,237</u>	<u>58,025</u>
EXPENDITURES		
Current		
Public Safety	84,412	88,494
Capital Outlay	100	3,215
Total Expenditures	<u>84,512</u>	<u>91,709</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(34,275)</u>	<u>(33,684)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	35,800	35,400
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>35,800</u>	<u>35,400</u>
Net Change In Fund Balances	1,525	1,716
Fund Balances - Beginning	(26,098)	(27,814)
FUND BALANCES - ENDING	<u>\$ (24,573)</u>	<u>\$ (26,098)</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Intergovernmental	\$ 35,800	\$ 35,400	\$ (400)
Charges For Services	25,295	14,719	(10,576)
Interest Revenue	500	13	(487)
Miscellaneous	350	105	(245)
Total Revenues	<u>61,945</u>	<u>50,237</u>	<u>(11,708)</u>
EXPENDITURES			
Current			
Public Safety	95,995	84,412	11,583
Capital Outlay	1,750	100	1,650
Total Expenditures	<u>97,745</u>	<u>84,512</u>	<u>13,233</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(35,800)</u>	<u>(34,275)</u>	<u>1,525</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	35,800	35,800	--
Transfers Out	--	--	--
Total Other Financing Sources (Uses)	<u>35,800</u>	<u>35,800</u>	<u>--</u>
Net Change In Fund Balances	--	1,525	1,525
Fund Balances - Beginning	(26,098)	(26,098)	--
FUND BALANCES - ENDING	<u>\$ (26,098)</u>	<u>\$ (24,573)</u>	<u>\$ 1,525</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 1,415	\$ 893
Receivables (Net Of Allowance For Uncollectibles)		
Accounts	--	25
TOTAL ASSETS	\$ 1,415	\$ 918
 LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 175	\$ 175
Due To Other Funds		
General Fund	2,153	--
Total Liabilities	2,328	175
 Fund Balances		
Unreserved	(913)	743
Total Fund Balances	(913)	743
TOTAL LIABILITIES & FUND BALANCES	\$ 1,415	\$ 918

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Intergovernmental	\$ 5,595	\$ 3,997
Charges For Services	25,482	22,436
Contributions & Donations	3,800	1,521
Total Revenues	<u>34,877</u>	<u>27,954</u>
EXPENDITURES		
Current		
Housing & Development	39,033	44,372
Total Expenditures	<u>39,033</u>	<u>44,372</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(4,156)</u>	<u>(16,418)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	2,500	2,500
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>2,500</u>	<u>2,500</u>
Net Change In Fund Balances	(1,656)	(13,918)
Fund Balances - Beginning	743	14,661
FUND BALANCES - ENDING	<u>\$ (913)</u>	<u>\$ 743</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Intergovernmental	\$ 10,050	\$ 5,595	\$ (4,455)
Charges For Services	39,708	25,482	(14,226)
Contributions & Donations	3,600	3,800	200
Total Revenues	<u>53,358</u>	<u>34,877</u>	<u>(18,481)</u>
EXPENDITURES			
Current			
Housing & Development	54,858	39,033	15,825
Capital Outlay	1,000	--	1,000
Total Expenditures	<u>55,858</u>	<u>39,033</u>	<u>16,825</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(2,500)</u>	<u>(4,156)</u>	<u>(1,656)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	2,500	2,500	--
Transfers Out	--	--	--
Total Other Financing Sources (Uses)	<u>2,500</u>	<u>2,500</u>	<u>--</u>
Net Change In Fund Balances	--	(1,656)	(1,656)
Fund Balances - Beginning	743	743	--
FUND BALANCES - ENDING	<u><u>\$ 743</u></u>	<u><u>\$ (913)</u></u>	<u><u>\$ (1,656)</u></u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 27,421	\$ 27,572
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	86	86
Accounts	--	5,453
TOTAL ASSETS	<u>\$ 27,507</u>	<u>\$ 33,111</u>
 LIABILITIES & FUND BALANCES		
Liabilities		
Total Liabilities	<u>\$ --</u>	<u>\$ --</u>
Fund Balances		
Unreserved	<u>27,507</u>	<u>33,111</u>
Total Fund Balances	<u>27,507</u>	<u>33,111</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 27,507</u>	<u>\$ 33,111</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Interest Revenue	\$ 933	\$ 1,224
Other	--	15,261
Total Revenues	<u>933</u>	<u>16,485</u>
EXPENDITURES		
Capital Outlay	7,834	14,315
Total Expenditures	<u>7,834</u>	<u>14,315</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(6,901)</u>	<u>2,170</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	1,297	11,788
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>1,297</u>	<u>11,788</u>
Net Change In Fund Balances	<u>(5,604)</u>	<u>13,958</u>
Fund Balances - Beginning	33,111	19,153
FUND BALANCES - ENDING	<u><u>\$ 27,507</u></u>	<u><u>\$ 33,111</u></u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance With Final Budget - Positive (Negative)</u>
REVENUES			
Interest Revenue	\$ 950	\$ 933	\$ (17)
Total Revenues	<u>950</u>	<u>933</u>	<u>(17)</u>
EXPENDITURES			
Capital Outlay	13,950	7,834	6,116
Total Expenditures	<u>13,950</u>	<u>7,834</u>	<u>6,116</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(13,000)</u>	<u>(6,901)</u>	<u>6,099</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	10,000	1,297	(8,703)
Transfers Out	--	--	--
Proceeds Of Capital Asset Dispositions	3,000	--	(3,000)
Total Other Financing Sources (Uses)	<u>13,000</u>	<u>1,297</u>	<u>(11,703)</u>
Net Change In Fund Balances	--	(5,604)	(5,604)
Fund Balances - Beginning	33,111	33,111	--
FUND BALANCES - ENDING	<u><u>\$ 33,111</u></u>	<u><u>\$ 27,507</u></u>	<u><u>\$ (5,604)</u></u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 170,114	\$ 153,562
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	2,613	413
Taxes	42,807	27,104
Due From Other Funds		
General Fund	184,968	184,968
Due From Component Unit	50,000	50,000
TOTAL ASSETS	<u>\$ 450,502</u>	<u>\$ 416,047</u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 50	\$ --
Intergovernmental Payable	6,490	5,615
Deferred Revenue		
Property Taxes	32,290	20,736
Total Liabilities	<u>38,830</u>	<u>26,351</u>
Fund Balances		
Unreserved	411,672	389,696
Total Fund Balances	<u>411,672</u>	<u>389,696</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 450,502</u>	<u>\$ 416,047</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Taxes	\$ 138,832	\$ 152,101
Interest Revenue	3,892	6,256
Total Revenues	<u>142,724</u>	<u>158,357</u>
EXPENDITURES		
Current		
Housing & Development	120,748	119,410
Capital Outlay	--	2,000
Total Expenditures	<u>120,748</u>	<u>121,410</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>21,976</u>	<u>36,947</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>
Net Change In Fund Balances	21,976	36,947
Fund Balances - Beginning	389,696	352,749
FUND BALANCES - ENDING	<u>\$ 411,672</u>	<u>\$ 389,696</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 114,000	\$ 138,832	\$ 24,832
Interest Revenue	4,500	3,892	(608)
Total Revenues	<u>118,500</u>	<u>142,724</u>	<u>24,224</u>
EXPENDITURES			
Current			
Housing & Development	118,500	120,748	(2,248)
Capital Outlay	--	--	--
Total Expenditures	<u>118,500</u>	<u>120,748</u>	<u>(2,248)</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u> --</u>	<u> 21,976</u>	<u> 21,976</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	--	--	--
Transfers Out	--	--	--
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>
Net Change In Fund Balances	<u> --</u>	<u> 21,976</u>	<u> 21,976</u>
Fund Balances - Beginning	389,696	389,696	--
FUND BALANCES - ENDING	<u><u>\$ 389,696</u></u>	<u><u>\$ 411,672</u></u>	<u><u>\$ 21,976</u></u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 41,807	\$ 30,566
Receivables (Net Of Allowance For Uncollectibles)		
Intergovernmental	11,328	375
Notes Receivable	43,764	--
Due From Other Funds		
Community Home Investment Special Revenue Fund	2,000	--
TOTAL ASSETS	<u>\$ 98,899</u>	<u>\$ 30,941</u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 84	\$ 525
Deferred Revenue		
Capital Asset Dispositions	43,764	--
Other Current Liabilities	18,606	--
Total Liabilities	<u>62,454</u>	<u>525</u>
Fund Balances		
Unreserved	36,445	30,416
Total Fund Balances	<u>36,445</u>	<u>30,416</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 98,899</u>	<u>\$ 30,941</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Interest Revenue	\$ 1,057	\$ 1,102
Miscellaneous	32,225	27,819
Total Revenues	<u>33,282</u>	<u>28,921</u>
EXPENDITURES		
Current		
Housing & Development	10,016	14,966
Capital Outlay	26,223	44,547
Total Expenditures	<u>36,239</u>	<u>59,513</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(2,957)</u>	<u>(30,592)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out	--	--
Proceeds Of Capital Asset Dispositions	8,986	22,500
Total Other Financing Sources (Uses)	<u>8,986</u>	<u>22,500</u>
Net Change In Fund Balances	6,029	(8,092)
Fund Balances - Beginning	30,416	38,508
FUND BALANCES - ENDING	<u>\$ 36,445</u>	<u>\$ 30,416</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Interest Revenue	\$ 400	\$ 1,057	\$ 657
Miscellaneous	10,365	32,225	21,860
Total Revenues	<u>10,765</u>	<u>33,282</u>	<u>22,517</u>
EXPENDITURES			
Current			
Housing & Development	12,265	10,016	2,249
Capital Outlay	18,500	26,223	(7,723)
Total Expenditures	<u>30,765</u>	<u>36,239</u>	<u>(5,474)</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(20,000)</u>	<u>(2,957)</u>	<u>17,043</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	--	--	--
Transfers Out	--	--	--
Proceeds Of Capital Asset Dispositions	20,000	8,986	(11,014)
Total Other Financing Sources (Uses)	<u>20,000</u>	<u>8,986</u>	<u>(11,014)</u>
Net Change In Fund Balances	--	6,029	6,029
Fund Balances - Beginning	30,416	30,416	--
FUND BALANCES - ENDING	<u><u>\$ 30,416</u></u>	<u><u>\$ 36,445</u></u>	<u><u>\$ 6,029</u></u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 4,436	\$ 2,974
Due From Other Funds		
General Fund	--	--
TOTAL ASSETS	\$ 4,436	\$ 2,974
 LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ --	\$ 4,532
Total Liabilities	--	4,532
 Fund Balances		
Unreserved	4,436	(1,558)
Total Fund Balances	4,436	(1,558)
TOTAL LIABILITIES & FUND BALANCES	\$ 4,436	\$ 2,974

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Interest Revenue	\$ 12	\$ 187
Miscellaneous	109	243
Total Revenues	<u>121</u>	<u>430</u>
EXPENDITURES		
Current		
Housing & Development	52,023	56,436
Capital Outlay	1,104	573
Total Expenditures	<u>53,127</u>	<u>57,009</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(53,006)</u>	<u>(56,579)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Hotel/Motel Tax Special Revenue Fund	59,000	59,000
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>59,000</u>	<u>59,000</u>
Net Change In Fund Balances	5,994	2,421
Fund Balances - Beginning	(1,558)	(3,979)
FUND BALANCES - ENDING	<u>\$ 4,436</u>	<u>\$ (1,558)</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	Budget	Actual	Variance With Final Budget - Positive (Negative)
REVENUES			
Interest Revenue	\$ 175	\$ 12	\$ (163)
Miscellaneous	150	109	(41)
Total Revenues	<u>325</u>	<u>121</u>	<u>(204)</u>
EXPENDITURES			
Current			
Housing & Development	63,321	52,023	11,298
Capital Outlay	--	1,104	(1,104)
Total Expenditures	<u>63,321</u>	<u>53,127</u>	<u>10,194</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(62,996)</u>	<u>(53,006)</u>	<u>9,990</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	59,000	59,000	--
Transfers Out	--	--	--
Total Other Financing Sources (Uses)	<u>59,000</u>	<u>59,000</u>	<u>--</u>
Net Change In Fund Balances	<u>(3,996)</u>	<u>5,994</u>	<u>9,990</u>
Fund Balances - Beginning	<u>(1,558)</u>	<u>(1,558)</u>	<u>--</u>
FUND BALANCES - ENDING	<u><u>\$ (5,554)</u></u>	<u><u>\$ 4,436</u></u>	<u><u>\$ 9,990</u></u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ (848)	\$ 4,696
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	11	11
Intergovernmental	11,806	13,164
TOTAL ASSETS	\$ 10,969	\$ 17,871
 LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 107	\$ --
Due To Other Funds		
General Fund	13,280	12,812
Total Liabilities	13,387	12,812
 Fund Balances		
Unreserved	(2,418)	5,059
Total Fund Balances	(2,418)	5,059
TOTAL LIABILITIES & FUND BALANCES	\$ 10,969	\$ 17,871

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Intergovernmental	\$ 68,544	\$ 52,247
Interest Revenue	35	103
Contributions & Donations	2,196	5,783
Total Revenues	<u>70,775</u>	<u>58,133</u>
EXPENDITURES		
Current		
Health & Welfare	78,252	63,105
Total Expenditures	<u>78,252</u>	<u>63,105</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(7,477)</u>	<u>(4,972)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>
Net Change In Fund Balances	<u>(7,477)</u>	<u>(4,972)</u>
Fund Balances - Beginning	5,059	10,031
FUND BALANCES - ENDING	<u>\$ (2,418)</u>	<u>\$ 5,059</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 1,806	\$ 1,645
TOTAL ASSETS	\$ 1,806	\$ 1,645
 LIABILITIES & FUND BALANCES		
Liabilities		
Due To Other Funds		
Community Development Special Revenue Fund	\$ 2,000	\$ --
Total Liabilities	2,000	--
Fund Balances		
Unreserved	(194)	1,645
Total Fund Balances	(194)	1,645
TOTAL LIABILITIES & FUND BALANCES	\$ 1,806	\$ 1,645

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Intergovernmental	\$ 323,956	\$ 164,715
Total Revenues	<u>323,956</u>	<u>164,715</u>
EXPENDITURES		
Current		
Housing & Development	325,795	164,679
Total Expenditures	<u>325,795</u>	<u>164,679</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(1,839)</u>	<u>36</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>
Net Change In Fund Balances	(1,839)	36
Fund Balances - Beginning	1,645	1,609
FUND BALANCES - ENDING	<u>\$ (194)</u>	<u>\$ 1,645</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash & Cash Equivalents	\$ 21,652	\$ 34,571
TOTAL ASSETS	<u>\$ 21,652</u>	<u>\$ 34,571</u>
LIABILITIES & FUND BALANCES		
Liabilities		
Accounts Payable	\$ 205	\$ --
Total Liabilities	<u>205</u>	<u>--</u>
Fund Balances		
Unreserved	<u>21,447</u>	<u>34,571</u>
Total Fund Balances	<u>21,447</u>	<u>34,571</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 21,652</u>	<u>\$ 34,571</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Interest Revenue	\$ 236	\$ 660
Miscellaneous	--	3,372
Total Revenues	<u>236</u>	<u>4,032</u>
EXPENDITURES		
Current		
Culture & Recreation	896	1,081
Capital Outlay	17,029	15,229
Total Expenditures	<u>17,925</u>	<u>16,310</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(17,689)</u>	<u>(12,278)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	4,565	46,849
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>4,565</u>	<u>46,849</u>
Net Change In Fund Balances	<u>(13,124)</u>	<u>34,571</u>
Fund Balances - Beginning	34,571	--
FUND BALANCES - ENDING	<u><u>\$ 21,447</u></u>	<u><u>\$ 34,571</u></u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances - Budget & Actual
For The Year Ended December 31, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance With Final Budget - Positive (Negative)</u>
REVENUES			
Interest Revenue	\$ 750	\$ 236	\$ (514)
Total Revenues	<u>750</u>	<u>236</u>	<u>(514)</u>
EXPENDITURES			
Current			
Culture & Recreation	3,750	896	2,854
Capital Outlay	12,000	17,029	(5,029)
Total Expenditures	<u>15,750</u>	<u>17,925</u>	<u>(2,175)</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>(15,000)</u>	<u>(17,689)</u>	<u>(2,689)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	15,000	4,565	(10,435)
Transfers Out	--	--	--
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>4,565</u>	<u>(10,435)</u>
Net Change In Fund Balances	--	(13,124)	(13,124)
Fund Balances - Beginning	34,571	34,571	--
FUND BALANCES - ENDING	<u><u>\$ 34,571</u></u>	<u><u>\$ 21,447</u></u>	<u><u>\$ (13,124)</u></u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Schedule Of Assets, Liabilities, & Fund Balances
December 31, 2008 And 2007

	2008	2007
ASSETS		
Cash & Cash Equivalents	\$ 78,790	\$ 75,379
TOTAL ASSETS	\$ 78,790	\$ 75,379
 LIABILITIES & FUND BALANCES		
Liabilities		
Total Liabilities	\$ --	\$ --
Fund Balances		
Unreserved	78,790	75,379
Total Fund Balances	78,790	75,379
TOTAL LIABILITIES & FUND BALANCES	\$ 78,790	\$ 75,379

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Schedule Of Revenues, Expenditures, & Changes In Fund Balances
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Interest Revenue	\$ 911	\$ 1,956
Contributions & Donations	2,500	--
Total Revenues	<u>3,411</u>	<u>1,956</u>
EXPENDITURES		
Capital Outlay	--	7,150
Total Expenditures	<u>--</u>	<u>7,150</u>
Excess (Deficiency) Of Revenues Over (Under) Expenditures	<u>3,411</u>	<u>(5,194)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	--	--
Transfers Out	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>
Net Change In Fund Balances	3,411	(5,194)
Fund Balances - Beginning	75,379	80,573
FUND BALANCES - ENDING	<u><u>\$ 78,790</u></u>	<u><u>\$ 75,379</u></u>

Major Proprietary Funds

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the City's Council is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City's Council has decided that periodic determination of net income is appropriate for accountability purposes.

Utility Fund - This fund is used to account for the activities of the City's water, sewer, gas, and electric distribution operations.

Landfill Fund - This fund is used to account for the operation of a landfill to dispose of solid waste of the City and County.

Airport Fund - This fund is used to account for the operation of the municipal airport.

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule Of Net Assets
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Current Assets		
Cash & Cash Equivalents	\$ 11,946,364	\$ 10,499,288
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	1,394	1,682
Accounts	1,439,025	1,441,762
Other	283,212	--
Inventories	790,795	740,976
Prepaid Items	115,409	127,925
Restricted Assets		
Cash & Cash Equivalents		
Customer Deposits	430,495	404,661
Crisis Intervention	--	1,870
Revenue Bond Accounts	1,487,607	1,160,580
Total Current Assets	<u>16,494,301</u>	<u>14,378,744</u>
Noncurrent Assets		
Deferred Charges	<u>826,279</u>	<u>828,098</u>
Capital Assets Not Being Depreciated		
Land	205,475	205,475
Capital Assets Net Of Accumulated Depreciation		
Buildings	848,036	446,492
Water System & Equipment	20,858,420	20,627,269
Electric Distribution System	8,342,504	8,207,971
Gas Distribution System	2,421,848	2,424,258
Machinery & Equipment	2,331,043	2,189,633
Accumulated Depreciation	<u>(18,056,744)</u>	<u>(17,290,318)</u>
Total Capital Assets Net Of Accumulated Depreciation	<u>16,950,582</u>	<u>16,810,780</u>
Total Noncurrent Assets	<u>17,776,861</u>	<u>17,638,878</u>
TOTAL ASSETS	<u>34,271,162</u>	<u>32,017,622</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	1,663,893	1,647,672
Accrued Wages & Withholdings	61,635	40,006
Due To Other Funds		
General Fund	263,430	276,384
Accrued Interest Payable	1,224	2,494
Customer Deposits	413,202	401,997
Crisis Intervention	--	1,870
Compensated Absences - Current	125,955	129,834
Notes Payable - Current	110,424	108,243
Revenue Bonds Payable - Current	--	70,000
Other Current Liabilities	98,691	--
Total Current Liabilities	<u>2,738,454</u>	<u>2,678,500</u>
Noncurrent Liabilities		
Notes Payable	<u>256,657</u>	<u>367,081</u>
Total Noncurrent Liabilities	<u>256,657</u>	<u>367,081</u>
TOTAL LIABILITIES	<u>2,995,111</u>	<u>3,045,581</u>
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	16,583,500	16,514,486
Restricted	1,504,900	1,249,189
Unrestricted	13,187,651	11,208,366
TOTAL NET ASSETS	<u>\$ 31,276,051</u>	<u>\$ 28,972,041</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Charges For Sales & Services	\$ 27,992,184	\$ 29,621,908
Other	980,079	1,063,649
Total Operating Revenues	<u>28,972,263</u>	<u>30,685,557</u>
OPERATING EXPENSES		
Cost Of Sales & Services		
Purchases For Resale	19,285,184	22,175,744
Salaries & Wages	2,031,976	1,916,591
Distribution System	857,083	779,302
Vehicle Expenses	283,381	196,658
Supplies	119,244	89,579
Other	582,875	505,007
Administration		
Salaries & Wages	416,158	356,366
Employee Benefits	1,237,804	1,105,006
Supplies	98,225	107,579
Other	600,340	659,315
Depreciation	799,409	793,785
Total Operating Expenses	<u>26,311,679</u>	<u>28,684,932</u>
Operating Income (Loss)	<u>2,660,584</u>	<u>2,000,625</u>
NONOPERATING REVENUES (EXPENSES)		
Investment Income	119,664	114,919
Contributions & Donations	1,554,659	1,207,670
Miscellaneous Income	51,829	61,824
Interest on Long-term Debt	(9,247)	(15,024)
Intergovernmental Expense	(675,501)	--
Total Nonoperating Revenues (Expenses)	<u>1,041,404</u>	<u>1,369,389</u>
Income (Loss) Before Contributions & Transfers	<u>3,701,988</u>	<u>3,370,014</u>
Transfers In	--	--
Transfers Out		
General Fund	(1,397,978)	(1,384,823)
Net Income (Loss)	<u>2,304,010</u>	<u>1,985,191</u>
Net Assets - Beginning Of Year	28,972,041	26,986,850
NET ASSETS - END OF YEAR	<u><u>\$ 31,276,051</u></u>	<u><u>\$ 28,972,041</u></u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule Of Cash Flows
For The Year Ended December 31, 2008

	<u>2008</u>	<u>2007</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	\$ 28,344,982	\$ 30,107,325
Payments To Suppliers	(21,483,661)	(23,964,349)
Payments To Employees	(3,575,290)	(3,366,488)
Net Cash Provided (Used) By Operating Activities	<u>3,286,031</u>	<u>2,776,488</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental Disbursements	(675,501)	--
Transfers Out	(1,410,932)	(1,336,273)
Contributions - MEAG	1,554,659	1,207,670
Net Cash Provided (Used) By Noncapital Financing Activities	<u>(531,774)</u>	<u>(128,603)</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(939,209)	(368,652)
Principal Paid On Capital Debt	(178,244)	(176,104)
Interest Paid On Capital Debt	(10,518)	(16,279)
Computer Charges	20,640	20,640
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(1,107,331)</u>	<u>(540,395)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest & Dividends Received	119,952	117,218
Discounts Received	26,977	10,100
Other	4,212	31,084
Net Cash Provided (Used) By Investing Activities	<u>151,141</u>	<u>158,402</u>
Net Increase (Decrease) In Cash & Cash Equivalents	1,798,067	2,265,892
Cash & Cash Equivalents - Beginning Of Year	12,066,399	9,800,507
CASH & CASH EQUIVALENTS - END OF YEAR	<u>\$ 13,864,466</u>	<u>\$ 12,066,399</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 2,660,584	\$ 2,000,625
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	799,409	793,785
Provision For Bad Debts	356,141	451,850
(Increase) Decrease In Accounts Receivable	(353,405)	(607,235)
(Increase) Decrease In Other Receivables	(283,212)	1,720
(Increase) Decrease In Inventories	(49,818)	28,671
(Increase) Decrease In Prepaid Items	12,516	(3,099)
(Increase) Decrease In Deferred Charges	1,819	316,867
Increase (Decrease) In Accounts Payable	16,511	(244,014)
Increase (Decrease) In Accrued Wages & Withholdings	21,339	(8,859)
Increase (Decrease) In Compensated Absences Payable	(3,879)	18,894
Increase (Decrease) In Other Current Liabilities	98,691	--
Increase (Decrease) In Current Liabilities Payable From Restricted Assets	9,335	27,283
Net Cash Provided (Used) By Operating Activities	<u>\$ 3,286,031</u>	<u>\$ 2,776,488</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Schedule Of Net Assets
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Current Assets		
Cash & Cash Equivalents	\$ 1,043,881	\$ 911,269
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	13,513	946
Accounts	67,582	141,755
Due From Other Funds		
General Fund	285,977	310,048
Total Current Assets	<u>1,410,953</u>	<u>1,364,018</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	550,824	35,617
Capital Assets Net Of Accumulated Depreciation		
Landfill	3,460,409	3,460,409
Machinery & Equipment	1,079,021	1,079,021
Accumulated Depreciation	(4,347,634)	(4,288,145)
Total Capital Assets Net Of Accumulated Depreciation	<u>742,620</u>	<u>286,902</u>
Total Noncurrent Assets	<u>742,620</u>	<u>286,902</u>
TOTAL ASSETS	<u>2,153,573</u>	<u>1,650,920</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	47,034	67,756
Closure & Post-Closure Care Costs	16,080	16,080
Total Current Liabilities	<u>63,114</u>	<u>83,836</u>
Noncurrent Liabilities		
Closure & Post-Closure Care Costs	1,398,558	1,418,590
Total Noncurrent Liabilities	<u>1,398,558</u>	<u>1,418,590</u>
TOTAL LIABILITIES	<u>1,461,672</u>	<u>1,502,426</u>
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	286,902	348,496
Restricted	--	--
Unrestricted	404,999	(200,002)
TOTAL NET ASSETS	<u>\$ 691,901</u>	<u>\$ 148,494</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Charges For Sales & Services	\$ 988,437	\$ 1,149,625
Other	5,114	350
Total Operating Revenues	<u>993,551</u>	<u>1,149,975</u>
OPERATING EXPENSES		
Personal Services & Employee Benefits	129,879	128,370
Purchased/Contracted Services	746,239	791,879
Supplies	53,360	70,440
Other	3,076	2,096
Depreciation	59,489	61,594
Total Operating Expenses	<u>992,043</u>	<u>1,054,379</u>
Operating Income (Loss)	<u>1,508</u>	<u>95,596</u>
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental Revenue	515,207	--
Interest Revenues	26,692	40,282
Intergovernmental Expense	--	(704,237)
Gain/Loss on Sale of Capital Assets	--	1,438,441
Total Nonoperating Revenues (Expenses)	<u>541,899</u>	<u>774,486</u>
Income (Loss) Before Contributions & Transfers	<u>543,407</u>	<u>870,082</u>
Transfers In	--	--
Transfers Out		
Industrial Development & Promotion Special Revenue Fund	--	(704,237)
Net Income (Loss)	<u>543,407</u>	<u>165,845</u>
Net Assets - Beginning Of Year	148,494	(17,351)
NET ASSETS - END OF YEAR	<u><u>\$ 691,901</u></u>	<u><u>\$ 148,494</u></u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Schedule Of Cash Flows
For The Year Ended December 31, 2008

	<u>2008</u>	<u>2007</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	\$ 1,067,724	\$ 1,146,166
Payments To Suppliers	(843,429)	(866,471)
Payments To Employees	(129,879)	(128,370)
Net Cash Provided (Used) By Operating Activities	<u>94,416</u>	<u>151,325</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental Disbursements	--	(704,237)
Transfers Out	--	(704,237)
Loans To Other Funds	24,071	(241,288)
Net Cash Provided (Used) By Noncapital Financing Activities	<u>24,071</u>	<u>(1,649,762)</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Proceeds From Sales Of Capital Assets	--	1,438,441
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>--</u>	<u>1,438,441</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest & Dividends Received	14,125	61,437
Net Cash Provided (Used) By Investing Activities	<u>14,125</u>	<u>61,437</u>
Net Increase (Decrease) In Cash & Cash Equivalents	132,612	1,441
Cash & Cash Equivalents - Beginning Of Year	911,269	909,828
CASH & CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,043,881</u>	<u>\$ 911,269</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 1,508	\$ 95,596
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	59,489	61,594
Provision For Bad Debts	(22,645)	6,254
(Increase) Decrease In Accounts Receivable	96,818	(10,063)
Increase (Decrease) In Accounts Payable	(20,722)	12,940
Increase (Decrease) In Closure & Postclosure	(20,032)	(14,996)
Net Cash Provided (Used) By Operating Activities	<u>\$ 94,416</u>	<u>\$ 151,325</u>
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES		
Contributions Of Capital Assets	\$ 515,207	\$ --

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Schedule Of Net Assets
December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Current Assets		
Cash & Cash Equivalents	\$ 307,188	\$ 205,403
Receivables (Net Of Allowance For Uncollectibles)		
Interest Receivable	114	114
Accounts	4,730	7,800
Intergovernmental	40,000	--
Other	--	363
Inventories	36,806	26,810
Prepaid Items	2,413	2,413
Total Current Assets	<u>391,251</u>	<u>242,903</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	267,317	267,317
Construction In Progress	5,782	180,377
Capital Assets Net Of Accumulated Depreciation		
Airport	4,169,276	3,988,899
Machinery & Equipment	190,939	183,723
Accumulated Depreciation	(2,318,465)	(2,178,460)
Total Capital Assets Net Of Accumulated Depreciation	<u>2,314,849</u>	<u>2,441,856</u>
Total Noncurrent Assets	<u>2,314,849</u>	<u>2,441,856</u>
TOTAL ASSETS	<u>2,706,100</u>	<u>2,684,759</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	10,170	1,877
Accrued Interest Payable	1,140	844
Notes Payable - Current	13,411	9,314
Total Current Liabilities	<u>24,721</u>	<u>12,035</u>
Noncurrent Liabilities		
Notes Payable	149,744	163,155
Total Noncurrent Liabilities	<u>149,744</u>	<u>163,155</u>
TOTAL LIABILITIES	<u>174,465</u>	<u>175,190</u>
NET ASSETS		
Invested In Capital Assets, Net Of Related Debt	2,269,387	2,287,813
Restricted	--	--
Unrestricted	262,248	221,756
TOTAL NET ASSETS	<u>\$ 2,531,635</u>	<u>\$ 2,509,569</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Schedule Of Revenues, Expenses, & Changes In Fund Net Assets
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Charges For Sales & Services	\$ 214,369	\$ 224,083
Other	1,647	3,480
Total Operating Revenues	<u>216,016</u>	<u>227,563</u>
OPERATING EXPENSES		
Personal Services & Employee Benefits	52,910	56,416
Purchased/Contracted Services	28,993	39,816
Supplies	130,227	144,436
Other	6,376	11,687
Depreciation	140,005	121,301
Total Operating Expenses	<u>358,511</u>	<u>373,656</u>
Operating Income (Loss)	<u>(142,495)</u>	<u>(146,093)</u>
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental Revenue	69,250	150,068
Interest Revenues	2,560	2,816
Interest on Long-term Debt	(11,124)	(7,156)
Total Nonoperating Revenues (Expenses)	<u>60,686</u>	<u>145,728</u>
Income (Loss) Before Contributions & Transfers	<u>(81,809)</u>	<u>(365)</u>
Transfers In		
General Fund	103,875	104,847
Transfers Out	--	--
Net Income (Loss)	<u>22,066</u>	<u>104,482</u>
Net Assets - Beginning Of Year	2,509,569	2,405,087
NET ASSETS - END OF YEAR	<u><u>\$ 2,531,635</u></u>	<u><u>\$ 2,509,569</u></u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Schedule Of Cash Flows
For The Year Ended December 31, 2008

	<u>2008</u>	<u>2007</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Customers & Users	\$ 219,449	\$ 220,918
Payments To Suppliers	(167,299)	(214,890)
Payments To Employees	(52,910)	(56,416)
Net Cash Provided (Used) By Operating Activities	<u>(760)</u>	<u>(50,388)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental Receipts	29,250	150,068
Transfers In	103,875	104,847
Net Cash Provided (Used) By Noncapital Financing Activities	<u>133,125</u>	<u>254,915</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition & Construction Of Capital Assets	(12,998)	(90,377)
Principal Paid On Capital Debt	(9,314)	(12,498)
Interest Paid On Capital Debt	(10,828)	(7,056)
Net Cash Provided (Used) By Capital & Related Financing Activities	<u>(33,140)</u>	<u>(109,931)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest & Dividends Received	2,560	3,234
Net Cash Provided (Used) By Investing Activities	<u>2,560</u>	<u>3,234</u>
Net Increase (Decrease) In Cash & Cash Equivalents	101,785	97,830
Cash & Cash Equivalents - Beginning Of Year	205,403	107,573
CASH & CASH EQUIVALENTS - END OF YEAR	<u>\$ 307,188</u>	<u>\$ 205,403</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (142,495)	\$ (146,093)
Adjustments To Reconcile Operating Income To Net Cash Provided (Used) By Operating Activities		
Depreciation Expense	140,005	121,301
(Increase) Decrease In Accounts Receivable	3,070	(6,282)
(Increase) Decrease In Other Receivables	363	(363)
(Increase) Decrease In Inventories	(9,996)	(6,343)
(Increase) Decrease In Prepaid Items	--	(878)
Increase (Decrease) In Accounts Payable	8,293	(11,730)
Net Cash Provided (Used) By Operating Activities	<u>\$ (760)</u>	<u>\$ (50,388)</u>
NONCASH INVESTING, CAPITAL, & FINANCING ACTIVITIES	\$ --	\$ --

SUPPLEMENTAL SCHEDULES

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Revenues
For The Years Ended December 31, 2008 And 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Taxes		
Real Property	\$ 1,102,914	\$ 970,805
Personal Property	101,265	108,150
Real Estate Transfer (Intangible)	2,944	4,048
Franchise	292,282	318,428
General Sales & Use		
Local Option Sales & Use	1,234,230	1,258,481
Selective Sales & Use	189,659	184,063
Business		
Business & Occupation	107,455	100,663
Insurance Premium	490,170	478,702
Financial Institution	42,912	40,917
Penalties & Interest On Delinquent Taxes	20,551	7,867
	<u>3,584,382</u>	<u>3,472,124</u>
Licenses & Permits		
Non-Business	1,460	2,225
Regulatory	22,907	50,588
Penalties & Interest	793	730
	<u>25,160</u>	<u>53,543</u>
Intergovernmental	<u>332,117</u>	<u>429,561</u>
Charges For Services		
General Government	--	864
Public Safety		
Special Police Services	5,264	5,686
Special Fire Protection	384,204	400,465
Street & Public Improvements	4,005	3,643
Public Works		
Refuse Collection Charges	1,213,907	1,195,932
Sale Of Recycled Materials	453	5,335
Landfill Use Fees	19,200	19,200
Recreation Fees	125,679	125,226
Cemetery Fees	56,150	57,365
Other Charges For Services	145	522
	<u>1,809,007</u>	<u>1,814,238</u>
Fines & Forfeitures	<u>163,529</u>	<u>179,822</u>
Interest Revenue	<u>36,787</u>	<u>15,422</u>
Miscellaneous	<u>102,206</u>	<u>58,819</u>
Total Revenues	<u>\$ 6,053,188</u>	<u>\$ 6,023,529</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007

EXPENDITURES	2008	2007
Current		
General Government		
Legislative		
Personal Services & Employee Benefits	\$ 59,272	\$ 31,411
Purchased/Contracted Services	25,805	21,068
Supplies	--	--
Capital Outlay	--	--
Other Costs	--	--
	<u>85,077</u>	<u>52,479</u>
Executive		
Personal Services & Employee Benefits	105,825	104,779
Purchased/Contracted Services	13,607	42,006
Supplies	6,057	8,698
Capital Outlay	--	--
Other Costs	--	1,000
	<u>125,489</u>	<u>156,483</u>
Elections		
Personal Services & Employee Benefits	--	1,985
Purchased/Contracted Services	--	3,887
Supplies	626	148
Capital Outlay	--	--
Other Costs	--	--
	<u>626</u>	<u>6,020</u>
Financial Administration		
Personal Services & Employee Benefits	269,680	290,809
Purchased/Contracted Services	93,699	112,249
Supplies	74,288	36,885
Capital Outlay	--	--
Other Costs	826	1,677
	<u>438,493</u>	<u>441,620</u>
Government Buildings		
Personal Services & Employee Benefits	718	516
Purchased/Contracted Services	34,020	33,351
Supplies	2,072	4,048
Capital Outlay	--	--
Other Costs	--	--
	<u>36,810</u>	<u>37,915</u>
	<u>686,495</u>	<u>694,517</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	2008	2007
Public Safety		
Police		
Personal Services & Employee Benefits	1,549,183	1,489,261
Purchased/Contracted Services	177,986	166,262
Supplies	125,760	107,800
Capital Outlay	--	--
Other Costs	20,955	19,841
	<u>1,873,884</u>	<u>1,783,164</u>
Custody Of Prisoners		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	44,173	78,080
Supplies	--	--
Capital Outlay	--	--
Other Costs	--	--
	<u>44,173</u>	<u>78,080</u>
Fire		
Personal Services & Employee Benefits	1,015,034	974,106
Purchased/Contracted Services	49,149	48,565
Supplies	25,988	22,567
Capital Outlay	--	--
Other Costs	--	--
	<u>1,090,171</u>	<u>1,045,238</u>
Animal Control		
Personal Services & Employee Benefits	61,203	54,756
Purchased/Contracted Services	2,993	6,019
Supplies	6,527	6,060
Capital Outlay	--	--
Other Costs	--	--
	<u>70,723</u>	<u>66,835</u>
	<u>3,078,951</u>	<u>2,973,317</u>
Public Works		
Highways & Streets		
Personal Services & Employee Benefits	560,501	520,705
Purchased/Contracted Services	60,840	67,382
Supplies	58,339	46,021
Capital Outlay	4,593	2,929
Other Costs	7,962	1,060
	<u>692,235</u>	<u>638,097</u>
Sanitation		
Personal Services & Employee Benefits	313,450	359,173
Purchased/Contracted Services	465,634	496,156
Supplies	95,881	78,548
Capital Outlay	--	--
Other Costs	1,462	6,611
	<u>876,427</u>	<u>940,488</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	2008	2007
Landfill		
Personal Services & Employee Benefits	129,747	128,744
Purchased/Contracted Services	6,552	8,892
Supplies	30,183	26,710
Capital Outlay	--	--
Other Costs	(166,615)	(163,972)
	<u>(133)</u>	<u>374</u>
Public Works Shop		
Personal Services & Employee Benefits	163,992	169,068
Purchased/Contracted Services	13,292	9,992
Supplies	17,316	10,807
Capital Outlay	--	--
Other Costs	--	--
	<u>194,600</u>	<u>189,867</u>
Cemetery		
Personal Services & Employee Benefits	145,562	139,892
Purchased/Contracted Services	9,357	9,396
Supplies	9,292	7,026
Capital Outlay	--	--
Other Costs	--	1,000
	<u>164,211</u>	<u>157,314</u>
	<u>1,927,340</u>	<u>1,926,140</u>
Health & Welfare		
Humane Society		
Personal Services & Employee Benefits	63,035	59,997
Purchased/Contracted Services	52	19
Supplies	--	--
Capital Outlay	--	--
Other Costs	(62,869)	(59,889)
	<u>218</u>	<u>127</u>
Welfare/Charity		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	375	193
	<u>375</u>	<u>193</u>
	<u>593</u>	<u>320</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	<u>2008</u>	<u>2007</u>
Culture & Recreation		
Recreation		
Personal Services & Employee Benefits	380,639	366,669
Purchased/Contracted Services	38,770	38,221
Supplies	67,701	57,358
Capital Outlay	--	--
Other Costs	--	--
	<u>487,110</u>	<u>462,248</u>
Participant Recreation		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	58,523	55,550
	<u>58,523</u>	<u>55,550</u>
Swimming Pools		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	6,635	6,678
	<u>6,635</u>	<u>6,678</u>
Sports Facilities		
Legion Park Facility	2,735	4,881
Monitor Facility	4,274	7,024
Ball Parks & Fields	23,228	22,451
Tennis Courts	69	309
Paulk Park Camp Site	4,865	3,853
Ceramic Shop	--	57
Skeet Range	37	67
Monitor Enrichment	2,840	1,880
	<u>38,048</u>	<u>40,522</u>
Museums		
Personal Services & Employee Benefits	30,200	27,823
Purchased/Contracted Services	5,984	4,455
Supplies	2,154	1,857
Capital Outlay	--	--
Other Costs	--	--
	<u>38,338</u>	<u>34,135</u>
Arts Council		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	2008	2007
Grand Theatre		
Personal Services & Employee Benefits	44,186	40,201
Purchased/Contracted Services	35,569	26,302
Supplies	69,271	48,475
Capital Outlay	--	--
Other Costs	--	--
	<u>149,026</u>	<u>114,978</u>
The Carnegie Center		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	1,863	1,393
Supplies	460	1,247
Capital Outlay	--	--
Other Costs	--	--
	<u>2,323</u>	<u>2,640</u>
Parks		
Personal Services & Employee Benefits	131,372	123,927
Purchased/Contracted Services	8,432	9,826
Supplies	5,789	5,802
Capital Outlay	838	907
Other Costs	233	690
	<u>146,664</u>	<u>141,152</u>
Library		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	128,923	124,584
	<u>128,923</u>	<u>124,584</u>
	<u>1,060,590</u>	<u>987,487</u>
Housing & Development		
Building Inspections		
Personal Services & Employee Benefits	46,239	46,450
Purchased/Contracted Services	5,614	4,594
Supplies	5,165	5,728
Capital Outlay	--	--
Other Costs	--	--
	<u>57,018</u>	<u>56,772</u>
Personal Services & Employee Benefits	108,703	78,645
Purchased/Contracted Services	13,316	12,666
Supplies	6,975	3,515
Capital Outlay	--	--
Other Costs	--	--
	<u>128,994</u>	<u>94,826</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	<u>2008</u>	<u>2007</u>
Code Enforcement		
Personal Services & Employee Benefits	36,085	49,672
Purchased/Contracted Services	5,687	4,236
Supplies	2,924	1,288
Capital Outlay	--	--
Other Costs	--	--
	<u>44,696</u>	<u>55,196</u>
Economic Development		
Personal Services & Employee Benefits	112,285	107,215
Purchased/Contracted Services	--	--
Supplies	4,848	3,283
Capital Outlay	--	--
Other Costs	(116,653)	(110,224)
	<u>480</u>	<u>274</u>
Tourism		
Personal Services & Employee Benefits	98,481	84,407
Purchased/Contracted Services	7,105	5,545
Supplies	3,507	2,247
Capital Outlay	--	--
Other Costs	--	--
	<u>109,093</u>	<u>92,199</u>
Downtown Development & Historic Preservation		
Personal Services & Employee Benefits	--	28,355
Purchased/Contracted Services	--	3,129
Supplies	--	945
Capital Outlay	--	--
Other Costs	--	--
	<u>--</u>	<u>32,429</u>
Airport		
Personal Services & Employee Benefits	49,194	57,093
Purchased/Contracted Services	4,751	4,788
Supplies	1,550	501
Capital Outlay	--	--
Other Costs	(55,237)	(62,282)
	<u>258</u>	<u>100</u>
Monitor Enrichment		
Personal Services & Employee Benefits	35,545	38,061
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	(35,545)	(38,061)
	<u>--</u>	<u>--</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule Of Expenditures
For The Years Ended December 31, 2008 And 2007
(Continued)

	<u>2008</u>	<u>2007</u>
Family Connection		
Personal Services & Employee Benefits	41,334	38,716
Purchased/Contracted Services	--	--
Supplies	--	--
Capital Outlay	--	--
Other Costs	(41,136)	(35,999)
	<u>198</u>	<u>2,717</u>
Community Action Programs		
Personal Services & Employee Benefits	--	--
Purchased/Contracted Services	--	--
Capital Outlay	--	--
Supplies	--	--
Other Costs	3,500	--
	<u>3,500</u>	<u>--</u>
	<u>344,237</u>	<u>334,513</u>
Capital Outlay		
Capital Outlay-Furniture & Fixtures	--	--
Capital Outlay-Site Improvements	30,182	--
Capital-Prop-Buildings	213,107	18,925
Capital Outlay-Machinery	28,187	9,551
Capital Outlay-Vehicles	--	154,041
Capital Outlay-Computers	10,144	87,254
Capital Outlay-Other Equip	70,811	165,834
	<u>352,431</u>	<u>435,605</u>
Debt Service	<u>123,263</u>	<u>152,092</u>
Total Expenditures	<u><u>\$7,573,900</u></u>	<u><u>\$7,503,991</u></u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule Of General Fund Distribution
For The Year Ended December 31, 2008

Annual Gross Income	<u>\$ 28,806,440</u>
Less	
Contract Electric Receipts (Connected Load Greater Than 900 KW)	4,600,497
Contract Natural Gas Receipts (Annual Consumption Greater Than 34,000 MCF)	4,779,023
Deep South Water & Sewer	<u>340,965</u>
	<u>9,720,485</u>
Adjusted Gross Income	19,085,955
Add	
Other Receipts	
Computer Fees	20,640
Recovery Of Old Accounts	--
Cash Overage (Shortage)	<u>(848)</u>
	<u>19,792</u>
Gross Income Subject To Transfer	<u><u>\$ 19,105,747</u></u>
8% Of \$19,105,747	<u><u>\$ 1,528,460</u></u>

The City ordinance establishing a required annual remittance to the General fund of a percentage of the Utility Fund's gross receipts is subject to interpretation. The effects of applying other alternative interpretations have not been calculated. The income recognized as contributions from MEAG Power in the Municipal Competitive Trust has not been included in the above calculation.

CITY OF FITZGERALD, GEORGIA
Schedule Of Hotel/Motel Taxes Expended
For The Year Ended December 31, 2008

Total Expenditures	
Tourism, Promotions, Conventions, Trade Shows, and Facility Support	<u>\$ 59,000</u>
Taxes Collected	
Tax Collections @ 3%	34,808
Tax Collections Greater Than 3%	<u>23,205</u>
	<u>58,013</u>
Percentage Of Current Year Taxes Expended	<u><u>102%</u></u>

CITY OF FITZGERALD, GEORGIA
Schedule Of DHR Grants
For The Year Ended December 31, 2008

Contract Number	93-0808035899	93-09090386-99
Contract Period	<u>7/1/07 - 6/30/08</u>	<u>7/1/08 - 6/30/09</u>
Contract Amount	<u>\$ 50,000</u>	<u>\$ 50,000</u>
Revenues - DHR		
FYE 12/31/06	\$ 11,031	\$ --
FYE 12/31/07	<u>38,839</u>	<u>12,442</u>
	<u>49,870</u>	<u>12,442</u>
Expenditures		
FYE 12/31/07	24,195	--
FYE 12/31/08	<u>25,675</u>	<u>24,248</u>
	<u>49,870</u>	<u>24,248</u>
Due From DHR	<u>\$ --</u>	<u>\$ 11,806</u>

CITY OF FITZGERALD, GEORGIA
Schedule Of Projects Constructed With Special Sales Tax Proceeds
For The Year Ended December 31, 2008

<u>Project</u>	<u>Original Estimated Cost</u>	<u>Expenditures</u>			<u>Estimated Percentage of Completion</u>
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>	
7/1/2005 - 6/30/2010					
Transportation Improvement	\$ 1,500,000	\$ 399,241	\$ 304,681	\$ 703,922	47%
Old City Hall Restoration	1,550,000	1,473,173	887,549	2,360,722	152%
Carnegie Library	500,000	414,134	15,572	429,706	86%
Depot Renovation	300,000	--	--	--	0%
Capital Equipment	700,000	187,482	145,876	333,358	48%
Cemetery Improvements	50,000	48,249	--	48,249	96%
City Hall/Carnegie Furnishings	200,000	12,209	123,343	135,552	68%
Telecommunications	200,000	852	48,127	48,979	24%
	<u>\$ 5,000,000</u>	<u>\$ 2,535,340</u>	<u>\$ 1,525,148</u>	<u>\$ 4,060,488</u>	

MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP

CERTIFIED PUBLIC ACCOUNTANTS

225 EAST FOURTH STREET

P.O. BOX 605

OCILLA, GEORGIA 31774-0605

VALJEAN MEEKS, C.P.A. (1960-1986) Retired

HUGH W. ROBERTS, C.P.A.

PATRICK M. ASHLEY, C.P.A.

WALTER H. SUMNER, C.P.A.

MICHAEL I. SIRMANS, C.P.A.

JAMES H. PALMER, C.P.A.

D. ANTHONY ECKLER, C.P.A.

CARRIE E. PUTNAL, C.P.A.

Members:

American Institute of
Certified Public Accountants

Georgia Society of
Certified Public Accountants

July 13, 2009

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

To the Honorable Mayor and Council
City of Fitzgerald, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia, as of and for the year ended December 31, 2008, which collectively comprise City of Fitzgerald, Georgia's basic financial statements and have issued our report thereon dated July 13, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Fitzgerald, Georgia's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Fitzgerald, Georgia's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of City of Fitzgerald, Georgia's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects City of Fitzgerald, Georgia's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of City of Fitzgerald, Georgia's financial statements that is more than inconsequential will not be prevented or detected by City of Fitzgerald, Georgia's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2006-1 to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by City of Fitzgerald, Georgia's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. However, of the significant deficiencies described above, we consider item 2006-1 to be a material weakness.

Compliance and Other Matters

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

We noted certain matters that we reported to management of City of Fitzgerald, Georgia, in a separate letter dated July 13, 2009.

City of Fitzgerald, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit City of Fitzgerald, Georgia's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP
Certified Public Accountants

MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP

CERTIFIED PUBLIC ACCOUNTANTS

225 EAST FOURTH STREET

P.O. BOX 605

OCILLA, GEORGIA 31774-0605

VALJEAN MEEKS, C.P.A. (1960-1986) Retired

HUGH W. ROBERTS, C.P.A.

PATRICK M. ASHLEY, C.P.A.

WALTER H. SUMNER, C.P.A.

MICHAEL I. SIRMANS, C.P.A.

JAMES H. PALMER, C.P.A.

D. ANTHONY ECKLER, C.P.A.

CARRIE E. PUTNAL, C.P.A.

Members:

American Institute of
Certified Public Accountants

Georgia Society of
Certified Public Accountants

July 13, 2009

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Mayor and Council
City of Fitzgerald, Georgia

Compliance

We have audited the compliance of City of Fitzgerald, Georgia, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. City of Fitzgerald, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of City of Fitzgerald, Georgia's management. Our responsibility is to express an opinion on City of Fitzgerald, Georgia's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Fitzgerald, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Fitzgerald, Georgia's compliance with those requirements.

In our opinion, City of Fitzgerald, Georgia complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of City of Fitzgerald, Georgia is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Fitzgerald, Georgia's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Fitzgerald, Georgia's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

This report is intended solely for the information and use of management, City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Meeks, Roberts, Ashley, Sumner & Sirmans, LLP

MEEKS, ROBERTS, ASHLEY, SUMNER & SIRMANS, LLP
Certified Public Accountants

CITY OF FITZGERALD, GEORGIA
Schedule Of Findings And Questioned Costs - Major Federal Award Programs Audit
For The Year Ended December 31, 2008

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of City of Fitzgerald, Georgia.
2. No reportable conditions relating to the audit of the financial statements are reported in the *Report On Compliance And On Internal Control Over Financial Reporting Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of City of Fitzgerald, Georgia, were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the *Report On Compliance With Requirements Applicable To Each Major Program And Internal Control Over Compliance In Accordance With OMB Circular A-133*.
5. The auditor's report on compliance for the major federal award programs for the City of Fitzgerald, Georgia, expresses an unqualified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for the City of Fitzgerald, Georgia, were disclosed during the audit.
7. The programs tested as major programs include: CFDA 14.219 Housing and Urban Development.
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. City of Fitzgerald, Georgia, was determined not to be a low-risk auditee.

FINDINGS - FINANCIAL STATEMENT AUDIT

2006-1

Condition

Receivable subsidiary ledgers maintained by the Fitzgerald, Water, Light & Bond Commission are not balanced monthly to the general ledger control accounts and monthly statements for certain commercial accounts are created from financial data that does not agree with the receivable subsidiary ledger.

Recommendation

The Commission should generate statements from the data in the receivable subsidiary ledger and reconcile the subsidiary ledger to the general ledger control accounts on a monthly basis.

Views Of Responsible Officials And Planned Corrective Action

Commission officials agree with the finding and intend on performing reconciliations monthly and generating all customer statements from the data maintained in the receivable subsidiary ledger.

FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

CITY OF FITZGERALD, GEORGIA
Schedule Of Expenditures Of Federal Awards
For The Year Ended December 31, 2008

Federal Grantor/Pass-Through Grantor/ Or Cluster Title	Program	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing & Urban Development				
Small Cities Program				
Pass-through Program From Georgia Department of Community Affairs				
	Community Development Block Grant	14.219	03h-x-009-2-2809	\$ 76,776
	Community Home Investment Program	14.219	07m-x-009-2-2968	184,183
	Employment Incentive Program	14.219	08m-x-009-2-6005	62,997
	Employment Incentive Program	14.219	08q-x-009-2-5091	288,561
				<u>612,517</u>
U.S. Department of Justice				
Pass-through Program From Criminal Justice Coordinating Council				
	Bulletproof Vest Program	16.607	H17-6	<u>1,941</u>
U.S. Department of Homeland Security				
	Assistance to Firefighters	97.004	EMW-2008-FO-06834	<u>26,334</u>
Total Expenditures of Federal Awards				<u>\$ 640,792</u>

Basis Of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of City of Fitzgerald, Georgia and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from the amounts presented in, or used in the preparation of, the basic financial statements