

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
December 31, 2015

MEEKS CPA, LLP
CERTIFIED PUBLIC ACCOUNTANTS
Ocilla, Georgia

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For the Fiscal Year Ended December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

To The Honorable Mayor and Council
City of Fitzgerald, Georgia

Report on the Financial Statements

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, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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 from material misstatement.

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

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

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 the City of Fitzgerald, Georgia, as of December 31, 2015, and the respective changes

in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Fitzgerald, Georgia's basic financial statements. The combining and individual financial statements and schedules and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements

The combining and individual fund financial statements and schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and supplemental schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 08, 2016, on our consideration of the City of Fitzgerald, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an

integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Fitzgerald, Georgia's internal control over financial reporting and compliance.

MEEKS CPA, LLP

Ocilla, Georgia
December 08, 2016

BASIC FINANCIAL STATEMENTS

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
December 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Primary Government	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
ASSETS					
Cash and Cash Equivalents	\$ 4,497,868	\$ 27,424,816	\$ 31,922,684	\$ 3,177	\$ 893,350
Receivables (Net of Allowance for Uncollectibles)	745,735	1,397,745	2,143,480	--	121,406
Internal Balances	173,379	(173,379)	--	--	--
Due From Component Units	50,000	--	50,000	--	--
Inventories	--	740,569	740,569	--	--
Property Held For Resale	1,161,614	--	1,161,614	--	5,895,429
Prepaid Items	73,201	207,976	281,177	--	--
Restricted Assets	--	546,014	546,014	--	--
Capital Assets Not Being Depreciated	631,967	1,221,446	1,853,413	33,680	833,406
Capital Assets Net of Accumulated Depreciation	35,346,528	17,577,555	52,924,083	300,568	72,865
Total Assets	42,680,292	48,942,742	91,623,034	337,425	7,816,456
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charges	--	613,126	613,126	--	--
Pension	371,039	365,974	737,013	--	--
Total Deferred Outflows of Resources	371,039	979,100	1,350,139	--	--
LIABILITIES					
Accounts Payable	109,612	1,980,365	2,089,977	--	160,895
Accrued Liabilities	21,894	59,663	81,557	--	--
Intergovernmental Payable	11,217	--	11,217	--	--
Short-Term Notes Payable	--	--	--	--	53,950
Other Current Liabilities	23,286	--	23,286	--	--
Due To Primary Government	--	--	--	50,000	--
Customer Deposits	--	536,608	536,608	--	--
Unearned Revenue	--	--	--	--	16,800
Noncurrent Liabilities					
Due Within One Year	477,071	177,725	654,796	21,128	82,833
Due in More Than One Year	1,590,825	5,104,084	6,694,909	9,028	831,113
Total Liabilities	2,233,905	7,858,445	10,092,350	80,156	1,145,591
DEFERRED INFLOWS OF RESOURCES					
Pension	176,425	365,351	541,776	--	--
Total Deferred Inflows of Resources	176,425	365,351	541,776	--	--
NET POSITION					
Net Investment in Capital Assets	35,229,936	18,743,721	53,973,657	304,092	906,271
Restricted For					
Public Safety	8,158	--	8,158	--	--
Economic Development	62,987	--	62,987	--	--
Capital Outlay	2,120,009	--	2,120,009	--	--
Revolving Loan Program	--	421,266	421,266	--	--
Unrestricted	3,219,911	22,533,059	25,752,970	(46,823)	5,764,594
Total Net Position	\$ 40,641,001	\$ 41,698,046	\$ 82,339,047	\$ 257,269	\$ 6,670,865

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, 2015

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION				
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government			Component Units	
					Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
Primary Government									
Governmental Activities									
General Government	\$ 820,443	\$ 29,423	\$ 28,795	\$ 227,104	\$ (535,121)	\$ --	\$ (535,121)		
Judicial	--	115,192	--	--	115,192	--	115,192		
Public Safety	3,382,819	536,555	6,192	22,047	(2,818,025)	--	(2,818,025)		
Public Works	2,883,738	1,301,526	--	441,898	(1,140,314)	--	(1,140,314)		
Health and Welfare	48,432	--	138,217	--	89,785	--	89,785		
Culture and Recreation	1,016,314	191,720	273,184	152,281	(399,129)	--	(399,129)		
Housing and Development	1,133,871	94,637	12,809	235,059	(791,366)	--	(791,366)		
Interest on Long-Term Debt	21,636	--	--	--	(21,636)	--	(21,636)		
Total Governmental Activities	9,307,253	2,269,053	459,197	1,078,389	(5,500,614)	--	(5,500,614)		
Business-Type Activities									
Electric	22,401,110	24,799,691	740,024	--	--	3,138,605	3,138,605		
Gas	4,926,521	4,873,444	--	--	--	(53,077)	(53,077)		
Water	1,242,063	1,501,654	--	--	--	259,591	259,591		
Sewer	1,027,759	1,029,900	--	--	--	2,141	2,141		
Landfill	927,217	954,643	--	--	--	27,426	27,426		
Airport	308,289	113,821	24,687	34,074	--	(135,707)	(135,707)		
EIP Revolving Loan	17,960	13,088	--	--	--	(4,872)	(4,872)		
Total Business-Type Activities	30,850,919	33,286,241	764,711	34,074	--	3,234,107	3,234,107		
Total Primary Government	\$ 40,158,172	\$ 35,555,294	\$ 1,223,908	\$ 1,112,463	(5,500,614)	3,234,107	(2,266,507)		
Component Units									
Downtown Development Authority	\$ 29,445	\$ --	\$ --	\$ 90,593				\$ 61,148	\$ --
Fitzgerald & Ben Hill Development Authority	289,329	118,570	75,567	261,856				--	166,664
Total Component Units	\$ 318,774	\$ 118,570	\$ 75,567	\$ 352,449				61,148	166,664
General Revenues									
Taxes									
Property					1,393,406	--	1,393,406	--	--
Franchise					161,151	--	161,151	--	--
General Sales and Use					1,037,333	--	1,037,333	--	--
Selective Sales and Use					230,529	--	230,529	--	--
Business					689,198	--	689,198	--	--
Penalties and Interest on Delinquent Taxes					15,620	--	15,620	--	--
Investment Income					16,365	23,379	39,744	16	6,504
Miscellaneous					132,818	45,030	177,848	4,065	352
Gain on Disposition of Capital Assets					37,271	1,965	39,236	(6,123)	--
Transfers					1,636,273	(1,636,273)	--	--	--
Total General Revenues and Transfers					5,349,964	(1,565,899)	3,784,065	(2,042)	6,856
Changes in Net Position					(150,650)	1,668,208	1,517,558	59,106	173,520
Net Position - Beginning, as Restated					40,791,651	40,029,838	80,821,489	198,163	6,497,345
Net Position - Ending					\$ 40,641,001	\$ 41,698,046	\$ 82,339,047	\$ 257,269	\$ 6,670,865

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

CITY OF FITZGERALD, GEORGIA
Balance Sheet
Governmental Funds
December 31, 2015

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,672,070	\$ 2,825,798	\$ 4,497,868
Receivables (Net of Allowance for Uncollectibles)	337,945	407,790	745,735
Due From Other Funds	245,795	86,575	332,370
Due From Component Units	--	50,000	50,000
Total Assets	<u>\$ 2,255,810</u>	<u>\$ 3,370,163</u>	<u>\$ 5,625,973</u>
LIABILITIES			
Accounts Payable	\$ 97,059	\$ 12,553	\$ 109,612
Accrued Liabilities	21,103	791	21,894
Intergovernmental Payable	5,340	5,877	11,217
Due To Other Funds	136,427	22,564	158,991
Other Current Liabilities	23,286	--	23,286
Total Liabilities	<u>283,215</u>	<u>41,785</u>	<u>325,000</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue			
Property Taxes	99,185	11,513	110,698
Development and Redevelopment Property	--	190,506	190,506
Total Deferred Inflows of Resources	<u>99,185</u>	<u>202,019</u>	<u>301,204</u>
FUND BALANCES			
Restricted	--	2,191,154	2,191,154
Assigned	--	936,960	936,960
Unassigned	1,873,410	(1,755)	1,871,655
Total Fund Balances	<u>1,873,410</u>	<u>3,126,359</u>	<u>4,999,769</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,255,810</u>	<u>\$ 3,370,163</u>	
Amounts reported for governmental activities in the <i>Statement of Net Position</i> are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			35,978,495
Properties held for resale are not current financial resources and, therefore, are not reported in the funds.			1,161,614
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.			301,204
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.			73,201
Pension deferred outflows of resources are not due and payable in the current period and will be recognized as components of pension related expenses and contributions in future periods and therefore are not reported in the funds.			371,039
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Capital Leases		\$ (489,206)	
Installment Sale Agreement		(259,353)	
Net Pension Liability		(1,319,337)	
Total Long-term liabilities			(2,067,896)
Pension deferred inflows of resources are not available to pay for current expenditures and will be recognized as components of pension related expenses in future periods and therefore are not reported in the funds.			(176,425)
Net Position of Governmental Activities			<u>\$ 40,641,001</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes	\$ 3,399,554	\$ 200,677	\$ 3,600,231
Licenses and Permits	8,764	--	8,764
Intergovernmental	301,626	1,192,041	1,493,667
Charges for Services	1,944,474	74,309	2,018,783
Fines and Forfeitures	112,658	4,583	117,241
Interest Revenue	6,967	18,660	25,627
Contributions and Donations	8,500	23,350	31,850
Miscellaneous	252,902	23,999	276,901
Total Revenues	<u>6,035,445</u>	<u>1,537,619</u>	<u>7,573,064</u>
EXPENDITURES			
Current			
General Government	738,550	--	738,550
Public Safety	3,120,311	98,285	3,218,596
Public Works	1,613,669	--	1,613,669
Health and Welfare	--	44,800	44,800
Culture and Recreation	941,752	--	941,752
Housing and Development	405,840	564,545	970,385
Capital Outlay	431,785	827,600	1,259,385
Debt Service	83,212	420,322	503,534
Total Expenditures	<u>7,335,119</u>	<u>1,955,552</u>	<u>9,290,671</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,299,674)</u>	<u>(417,933)</u>	<u>(1,717,607)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	1,673,306	120,809	1,794,115
Transfers Out	(115,292)	(42,550)	(157,842)
Proceeds of Capital Asset Dispositions	33,091	--	33,091
Capital Leases	243,620	--	243,620
Total Other Financing Sources (Uses)	<u>1,834,725</u>	<u>78,259</u>	<u>1,912,984</u>
Net Change in Fund Balances	535,051	(339,674)	195,377
Fund Balances - Beginning	1,338,359	3,466,033	4,804,392
Fund Balances - Ending	<u>\$ 1,873,410</u>	<u>\$ 3,126,359</u>	<u>\$ 4,999,769</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 and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2015

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>	\$ 195,377
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlay	1,057,410
Depreciation Expense	<u>(1,546,855)</u>
	<u>(489,445)</u>
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) increases (decreases) net position.	
Cost of Capital Assets Sold/Disposed	(251,938)
Accumulated Depreciation	<u>213,549</u>
	<u>(38,389)</u>
Governmental funds report the cost of property held for resale as expenditures. However, in the Statement of Activities the cost of those assets is recognized as an expense when the property is sold.	
	<u>(91,587)</u>
Donations of properties held for resale increase net position in the Statement of Activities, but do not appear in the Governmental Funds because they are not current financial resources.	
	<u>2,807</u>
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 position.	
Taxes	(72,994)
Property Held For Resale	<u>(3,150)</u>
	<u>(76,144)</u>
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 position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	
Debt Issued or Incurred	
Capital Lease Financing	(243,620)
Principal Repayments	
Capital Leases	217,718
Installment Sale Agreement	<u>264,180</u>
	<u>238,278</u>
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 position.	
Pensions	106,881
Prepaid Items	<u>1,572</u>
	<u>108,453</u>
Change in net position of governmental activities reported in the <i>Statement of Activities</i>	<u>\$ (150,650)</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
Proprietary Funds
December 31, 2015

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 25,767,403	\$ 1,077,903	\$ 579,510	\$ 27,424,816
Receivables (Net of Allowance for Uncollectibles)	999,519	105,095	75,495	1,180,109
Due From Other Funds	--	55,656	--	55,656
Inventories	699,665	--	40,904	740,569
Prepaid Items	204,992	--	2,984	207,976
Restricted Assets	546,014	--	--	546,014
Total Current Assets	<u>28,217,593</u>	<u>1,238,654</u>	<u>698,893</u>	<u>30,155,140</u>
Noncurrent Assets				
Notes Receivable	--	--	217,636	217,636
Capital Assets Not Being Depreciated	266,790	550,824	403,832	1,221,446
Capital Assets Net of Accumulated Depreciation	15,475,488	338,092	1,763,975	17,577,555
Total Noncurrent Assets	<u>15,742,278</u>	<u>888,916</u>	<u>2,385,443</u>	<u>19,016,637</u>
Total Assets	<u>43,959,871</u>	<u>2,127,570</u>	<u>3,084,336</u>	<u>49,171,777</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charges	613,126	--	--	613,126
Pension	360,122	--	5,852	365,974
Total Deferred Outflows of Resources	<u>973,248</u>	<u>--</u>	<u>5,852</u>	<u>979,100</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	1,899,937	56,380	24,048	1,980,365
Accrued Liabilities	58,817	500	346	59,663
Due To Other Funds	227,643	1,062	330	229,035
Customer Deposits	536,608	--	--	536,608
Compensated Absences	137,595	--	--	137,595
Notes Payable - Current	--	--	18,130	18,130
Closure and Post-Closure Care Costs	--	22,000	--	22,000
Total Current Liabilities	<u>2,860,600</u>	<u>79,942</u>	<u>42,854</u>	<u>2,983,396</u>
Noncurrent Liabilities				
Other Post Employment Benefits Obligation	1,177,789	--	--	1,177,789
Net Pension Liability	2,539,237	--	20,809	2,560,046
Notes Payable	--	--	37,150	37,150
Closure and Post-Closure Care Costs	--	1,329,099	--	1,329,099
Total Noncurrent Liabilities	<u>3,717,026</u>	<u>1,329,099</u>	<u>57,959</u>	<u>5,104,084</u>
Total Liabilities	<u>6,577,626</u>	<u>1,409,041</u>	<u>100,813</u>	<u>8,087,480</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	362,568	--	2,783	365,351
Total Deferred Inflows of Resources	<u>362,568</u>	<u>--</u>	<u>2,783</u>	<u>365,351</u>
NET POSITION				
Net Investment in Capital Assets	15,742,278	888,916	2,112,527	18,743,721
Restricted For				
Revolving Loan Program	--	--	421,266	421,266
Unrestricted	22,250,647	(170,387)	452,799	22,533,059
Total Net Position	<u>\$ 37,992,925</u>	<u>\$ 718,529</u>	<u>\$ 2,986,592</u>	<u>\$ 41,698,046</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2015

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	
OPERATING REVENUES				
Charges for Services	\$ 30,652,322	\$ 951,143	\$ 126,909	\$ 31,730,374
Other	1,552,367	3,500	--	1,555,867
Total Operating Revenues	<u>32,204,689</u>	<u>954,643</u>	<u>126,909</u>	<u>33,286,241</u>
OPERATING EXPENSES				
Personal Services and Employee Benefits	5,227,048	114,481	81,946	5,423,475
Purchased/Contracted Services	1,521,757	730,913	35,425	2,288,095
Supplies	20,972,721	34,651	48,944	21,056,316
Other	1,020,824	4,750	17,960	1,043,534
Depreciation	855,103	42,422	138,739	1,036,264
Total Operating Expenses	<u>29,597,453</u>	<u>927,217</u>	<u>323,014</u>	<u>30,847,684</u>
Operating Income (Loss)	<u>2,607,236</u>	<u>27,426</u>	<u>(196,105)</u>	<u>2,438,557</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental	--	--	58,761	58,761
Interest Revenue	16,570	4,317	2,492	23,379
Contribution from MEAG	740,024	--	--	740,024
Miscellaneous	45,030	--	--	45,030
Interest Expense	--	--	(3,235)	(3,235)
Gain/Loss on Disposition of Capital Assets	1,965	--	--	1,965
Total Nonoperating Revenues (Expenses)	<u>803,589</u>	<u>4,317</u>	<u>58,018</u>	<u>865,924</u>
Income (Loss) Before Capital Contributions and Transfers	<u>3,410,825</u>	<u>31,743</u>	<u>(138,087)</u>	<u>3,304,481</u>
Transfers In	--	--	37,033	37,033
Transfers Out	(1,673,306)	--	--	(1,673,306)
Changes in Net Position	<u>1,737,519</u>	<u>31,743</u>	<u>(101,054)</u>	<u>1,668,208</u>
Net Position - Beginning, as Restated	36,255,406	686,786	3,087,646	40,029,838
Net Position - Ending	<u>\$ 37,992,925</u>	<u>\$ 718,529</u>	<u>\$ 2,986,592</u>	<u>\$ 41,698,046</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, 2015

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 32,574,048	\$ 941,999	\$ 118,332	\$ 33,634,379
Principal Payments Received	--	--	33,704	33,704
Interest Received	--	--	13,088	13,088
Payments to Suppliers	(23,396,235)	(769,620)	(104,424)	(24,270,279)
Payments to Employees	(5,245,873)	(114,217)	(80,007)	(5,440,097)
Net Cash Provided (Used) by Operating Activities	<u>3,931,940</u>	<u>58,162</u>	<u>(19,307)</u>	<u>3,970,795</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental	--	--	24,687	24,687
Contributions - MEAG	740,024	--	--	740,024
Transfers from Other Funds	--	--	37,033	37,033
Transfers to Other Funds	(1,684,701)	--	--	(1,684,701)
Due From Other Funds	--	19,344	--	19,344
Due To Other Funds	--	(241)	205	(36)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(944,677)</u>	<u>19,103</u>	<u>61,925</u>	<u>(863,649)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(391,238)	--	(78,069)	(469,307)
Principal Paid on Capital Debt	--	--	(17,248)	(17,248)
Interest Paid on Capital Debt	--	--	(3,235)	(3,235)
Computer Charges	30,000	--	--	30,000
Proceeds from Sales of Capital Assets	1,390	--	--	1,390
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(359,848)</u>	<u>--</u>	<u>(98,552)</u>	<u>(458,400)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	16,570	4,317	2,500	23,387
Discounts Received	7,368	--	--	7,368
Other	7,662	--	--	7,662
Net Cash Provided (Used) by Investing Activities	<u>31,600</u>	<u>4,317</u>	<u>2,500</u>	<u>38,417</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,659,015	81,582	(53,434)	2,687,163
Cash and Cash Equivalents - Beginning of Year	23,654,402	996,321	632,944	25,283,667
Cash and Cash Equivalents - End of Year	<u>\$ 26,313,417</u>	<u>\$ 1,077,903</u>	<u>\$ 579,510</u>	<u>\$ 27,970,830</u>

CITY OF FITZGERALD, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 2,607,236	\$ 27,426	\$ (196,105)	\$ 2,438,557
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	855,103	42,422	138,739	1,036,264
(Increase) Decrease in Accounts Receivable	344,153	(12,644)	4,511	336,020
(Increase) Decrease in Notes Receivable	--	--	51,664	51,664
(Increase) Decrease in Inventories	223	--	(16,298)	(16,075)
(Increase) Decrease in Prepaid Items	(4,974)	--	(2,984)	(7,958)
(Increase) Decrease in Deferred Charges	335,670	--	--	335,670
(Increase) Decrease in Deferred Pension Outflows	(42,352)	--	(1,900)	(44,252)
Increase (Decrease) in Accounts Payable	(217,463)	694	(773)	(217,542)
Increase (Decrease) in Accrued Liabilities	11,764	264	177	12,205
Increase (Decrease) in Compensated Absences Payable	(9,616)	--	--	(9,616)
Increase (Decrease) in Customer Deposits	25,206	--	--	25,206
Increase (Decrease) in Other Post Employment Benefits Obligation	155,414	--	--	155,414
Increase (Decrease) in Net Pension Liability	(490,992)	--	879	(490,113)
Increase (Decrease) in Deferred Pension Inflows	362,568	--	2,783	365,351
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,931,940</u>	<u>\$ 58,162</u>	<u>\$ (19,307)</u>	<u>\$ 3,970,795</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Purchase of Capital Assets on Account	\$ --	\$ --	\$ 23,160	\$ 23,160

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

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 and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

Blended Component Units

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 did 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 Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate component units for which the primary government is financially accountable.

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the City's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds. The discretely presented component units are shown in separate columns in the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the City's funds and blended component units. Separate statements for each fund category, governmental and proprietary, are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

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

The 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.

During the course of operations the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The 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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the City.

The proprietary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

F. Assets, Liabilities Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

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.

2. Investments

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.

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.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost which exceeds certain capitalization thresholds and an estimated useful life in excess of two years. 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 capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. 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 increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation. Land and construction in progress are not depreciated. The

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Assets	Capitalization Thresholds	Estimated Service Life
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	100
Sewer System	\$ 25,000	25-50

5. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Premiums and discounts are deferred and amortized over the life of the debt using the effective interest method. Debt issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred.

In the fund financial statements, governmental fund types recognize premiums and discounts, as well as 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.

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. The item, deferred charges, is reported in the Government-wide and Proprietary Fund statements of net position. The deferred charges result from the purchase and consumption of energy provided to customers that were not billed prior to the end of the fiscal year. The other item is the deferred outflows related to pensions reported in the government-wide and proprietary fund type statements of net position. These statements report deferred outflows of pensions from two sources: 1) employer contributions to the pension plan subsequent to the measurement date of the net pension liability which will be recognized as a reduction in the net pension liability in the subsequent year and 2) differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability which are amortized and recognized in pension expense over the expected average remaining services lives of active and inactive employees under the plan.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category. The item, *unavailable revenue*, which arises only under a modified accrual basis of accounting, is reported in the governmental funds balance sheet. The

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

governmental funds report unavailable revenues from two sources: property taxes and development and redevelopment property sales. These amounts are deferred and recognized as an inflow of resources in the period that the amount becomes available. The other item is the deferred inflows related to pensions reported in the government-wide and proprietary fund type statements of net position. These statements report deferred inflows of pensions from two sources: 1) differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability which are amortized and recognized in pension expense over the expected average remaining services lives of active and inactive employees under the plan 2) changes in assumptions about future economic or demographic factors or of other inputs which are amortized and recognized in pension expense over the expected average remaining services lives of active and inactive employees under the plan and 3) differences between projected and actual earnings on pension plan investments which are amortized and recognized in pension expense over a closed five-year period.

7. Net Position Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

8. Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balances Policies

Fund balance of governmental funds is reported in various classifications based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance includes amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision making authority.

Assigned fund balance includes amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

Unassigned fund balance is the residual classification for the General Fund. The classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The City Council is the highest level of decision-making authority for the City that can, by board approval, commit fund balance. Once approved, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City Council may assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

Property taxes were levied on September 14, 2015, payable December 20, 2015, and attached as an enforceable lien on property as of January 1, 2015. The billings are considered past due after December 20, 2015, at which time the applicable property is subject to lien, and penalties and interest are assessed.

3. 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 and sick pay is accrued when earned in the Utility Fund financial statements.

4. Proprietary Funds Operating and Nonoperating Revenues and Expenses

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 proprietary funds are charges to customers for sales and services. Operating expenses for proprietary 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.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

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 City Manager and Finance Director prepare and submit a proposed budget to the Mayor and Council for review. The Council holds public hearings and a final budget must be prepared and adopted no later than September 30.

The appropriated budget is prepared by fund, department and expenditure category. The City's Finance Director may make transfers of appropriations within any fund. The adopted budget may be amended by formal action of the Mayor and Council when unexpected modifications are required in estimated revenues and appropriations. The legal level of budgetary control is the department level.

B. Excess of Expenditures Over Appropriations

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

	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund			
Public Works Shop	\$ 144,530	\$ 147,239	\$ (2,709)
Swimming Pools	7,000	9,977	(2,977)
Sports Facilities	33,300	62,192	(28,892)
Grand Theatre	166,989	168,296	(1,307)
Code Enforcement	58,833	61,966	(3,133)
Economic Development	--	186	(186)
Sesquicentennial	9,500	10,878	(1,378)
Community Home Investment Special Revenue Fund	5,700	14,636	(8,936)
NSP Program Special Revenue Fund	72,000	79,906	(7,906)
Humane Society Special Revenue Fund	96,812	97,005	(193)
Recreation Capital Improvement Special Revenue Fund	20,700	25,591	(4,891)
Industrial Development & Promotion Special Revenue Fund	116,400	146,343	(29,943)

C. Deficit Fund Equity

The following funds had deficit fund equity at December 31, 2015:

Family Connection Special Revenue Fund	\$ 1,755
--	----------

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

The City does not have a formal investment policy for interest rate, credit, concentration of credit or custodial credit risks. As of December 31, 2015, the City's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

B. Receivables

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is the detail of receivables for the major funds and the nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts:

	General	Nonmajor Governmental Funds	Utility	Landfill	Other Enterprise Funds	Total
Interest	\$ 4,566	\$ 1,022	\$ --	\$ --	\$ 137	\$ 5,725
Taxes	221,386	25,687	--	--	--	247,073
Accounts	40,712	--	1,186,076	130,333	1,478	1,358,599
Intergovernmental	92,493	193,158	--	--	34,074	319,725
Notes Receivable	--	190,506	--	--	275,402	465,908
Gross Receivables	359,157	410,373	1,186,076	130,333	311,091	2,397,030
Less: Allowance for Uncollectibles	(21,212)	(2,583)	(186,557)	(25,238)	(17,960)	(253,550)
	<u>\$ 337,945</u>	<u>\$ 407,790</u>	<u>\$ 999,519</u>	<u>\$ 105,095</u>	<u>\$ 293,131</u>	<u>\$ 2,143,480</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

C. Capital Assets

Capital asset activity for the year ended December 31, 2015, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 477,040	\$ --	\$ --	\$ 477,040
Construction in Progress	995,889	185,964	(1,026,926)	154,927
Total Capital Assets, Not Being Depreciated	<u>1,472,929</u>	<u>185,964</u>	<u>(1,026,926)</u>	<u>631,967</u>
Capital Assets, Being Depreciated				
Buildings	6,375,572	97,229	(34,156)	6,438,645
Infrastructure	43,625,925	1,006,499	--	44,632,424
Improvements Other Than Buildings	905,530	369,960	--	1,275,490
Machinery and Equipment	5,642,439	424,684	(217,782)	5,849,341
Total Capital Assets, Being Depreciated	<u>56,549,466</u>	<u>1,898,372</u>	<u>(251,938)</u>	<u>58,195,900</u>
Less Accumulated Depreciation For				
Buildings	(1,780,502)	(126,049)	8,254	(1,898,297)
Infrastructure	(14,941,157)	(1,114,414)	--	(16,055,571)
Improvements Other Than Buildings	(328,877)	(21,063)	--	(349,940)
Machinery and Equipment	(4,465,530)	(285,329)	205,295	(4,545,564)
Total Accumulated Depreciation	<u>(21,516,066)</u>	<u>(1,546,855)</u>	<u>213,549</u>	<u>(22,849,372)</u>
Total Capital Assets, Being Depreciated, Net	<u>35,033,400</u>	<u>351,517</u>	<u>(38,389)</u>	<u>35,346,528</u>
Governmental Activities Capital Assets, Net	<u>\$ 36,506,329</u>	<u>\$ 537,481</u>	<u>\$ (1,065,315)</u>	<u>\$ 35,978,495</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 1,106,859	\$ --	\$ --	\$ 1,106,859
Construction in Progress	13,358	101,229	--	114,587
Total Capital Assets, Not Being Depreciated	<u>1,120,217</u>	<u>101,229</u>	<u>--</u>	<u>1,221,446</u>
Capital Assets, Being Depreciated				
Buildings and System	42,834,153	203,536	(24,917)	43,012,772
Machinery and Equipment	4,242,125	187,702	(58,825)	4,371,002
Total Capital Assets, Being Depreciated	<u>47,076,278</u>	<u>391,238</u>	<u>(83,742)</u>	<u>47,383,774</u>
Less Accumulated Depreciation For				
Buildings and System	(25,497,375)	(815,600)	24,917	(26,288,058)
Machinery And Equipment	(3,356,322)	(220,664)	58,825	(3,518,161)
Total Accumulated Depreciation	<u>(28,853,697)</u>	<u>(1,036,264)</u>	<u>83,742</u>	<u>(29,806,219)</u>
Total Capital Assets, Being Depreciated, Net	<u>18,222,581</u>	<u>(645,026)</u>	<u>--</u>	<u>17,577,555</u>
Business-Type Activities Capital Assets, Net	<u>\$ 19,342,798</u>	<u>\$ (543,797)</u>	<u>\$ --</u>	<u>\$ 18,799,001</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

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

Governmental Activities		Business-type Activities	
General Government	\$ 84,995	Electric	\$ 335,026
Public Safety	126,173	Gas	105,940
Public Works	1,261,354	Water	138,709
Culture and Recreation	67,117	Sewer	275,428
Housing and Development	7,216	Landfill	42,422
	<u>\$ 1,546,855</u>	Airport	138,739
			<u>\$ 1,036,264</u>

	Beginning Balance	Increases	Decreases	Ending Balance
Downtown Development Authority				
Capital Assets, Not Being Depreciated				
Land	\$ 25,072	\$ 26,704	\$ (18,096)	\$ 33,680
Total Capital Assets, Not Being Depreciated	<u>25,072</u>	<u>26,704</u>	<u>(18,096)</u>	<u>33,680</u>
Capital Assets, Being Depreciated				
Buildings	308,678	42,030	--	350,708
Total Capital Assets, Being Depreciated	<u>308,678</u>	<u>42,030</u>	<u>--</u>	<u>350,708</u>
Less Accumulated Depreciation For				
Buildings	(40,681)	(9,459)	--	(50,140)
Total Accumulated Depreciation	<u>(40,681)</u>	<u>(9,459)</u>	<u>--</u>	<u>(50,140)</u>
Total Capital Assets, Being Depreciated, Net	<u>267,997</u>	<u>32,571</u>	<u>--</u>	<u>300,568</u>
Authority Capital Assets, Net	<u>\$ 293,069</u>	<u>\$ 59,275</u>	<u>\$ (18,096)</u>	<u>\$ 334,248</u>

	Beginning Balance	Increases	Decreases	Ending Balance
Fitzgerald & Ben Hill Development Authority				
Capital Assets, Not Being Depreciated				
Land	\$ --	\$ 73,103	\$ --	\$ 73,103
Works of Art and Historical Treasures	760,303	--	--	760,303
Total Capital Assets, Not Being Depreciated	<u>760,303</u>	<u>73,103</u>	<u>--</u>	<u>833,406</u>
Capital Assets, Being Depreciated				
Improvements Other Than Buildings	--	55,564	--	55,564
Machinery and Equipment	28,345	--	--	28,345
Total Capital Assets, Being Depreciated	<u>28,345</u>	<u>55,564</u>	<u>--</u>	<u>83,909</u>
Less Accumulated Depreciation For				
Improvements Other Than Buildings	--	(1,543)	--	(1,543)
Machinery and Equipment	(5,452)	(4,049)	--	(9,501)
Total Accumulated Depreciation	<u>(5,452)</u>	<u>(5,592)</u>	<u>--</u>	<u>(11,044)</u>
Total Capital Assets, Being Depreciated, Net	<u>22,893</u>	<u>49,972</u>	<u>--</u>	<u>72,865</u>
Authority Capital Assets, Net	<u>\$ 783,196</u>	<u>\$ 123,075</u>	<u>\$ --</u>	<u>\$ 906,271</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2015 was as follows:

Due From / To Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 16,760
General Fund	Utility Enterprise Fund	227,643
General Fund	Landfill Enterprise Fund	1,062
General Fund	Nonmajor Proprietary Funds	330
Nonmajor Governmental Funds	General Fund	80,771
Nonmajor Governmental Funds	Nonmajor Governmental Funds	5,804
Landfill Enterprise Fund	General Fund	55,656
		<u>\$ 388,026</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The General Fund receivable of \$227,643 from the Utility Fund consists of the unpaid balance of the 2015 Utility Fund transfer required by city ordinance and fire protection and garbage fees collected for the City but un-remitted at December 31, 2015. The General Fund owes \$80,669 to a Nonmajor Governmental Fund for industrial development taxes which have not been remitted to the fund that accounts for the tax. The Landfill Fund loaned the General Fund \$55,656 to finance expenditures.

The composition of interfund transfers for the year ended December 31, 2015 was as follows:

Interfund Transfers

Transfer In	Transfer Out	Amount
General Fund	Utility Enterprise Fund	\$ 1,673,306
Nonmajor Governmental Funds	General Fund	78,259
Nonmajor Governmental Funds	Nonmajor Governmental Funds	42,550
Nonmajor Proprietary Funds	General Fund	37,033
		<u>\$ 1,831,148</u>

The Utility Fund transferred \$1,673,306 to the General Fund in accordance with the city ordinance establishing a required annual remittance to the General Fund. Transfers between other funds were to support the ongoing operations of the receiving fund.

E. Short-Term Debt

On October 22, 2015, the Fitzgerald and Ben Hill County Development Authority drew \$53,950 on a \$400,000 line of credit with Colony Bank to renovate a building. The note is due February 19, 2016 with interest 4%. The balance at December 31, 2015 was \$53,950.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

Short-term debt activity for the year ended December 31, 2015, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Fitzgerald & Ben Hill Development Authority Notes Payable	\$ --	\$ 53,950	\$ --	\$ 53,950
	<u>\$ --</u>	<u>\$ 53,950</u>	<u>\$ --</u>	<u>\$ 53,950</u>

F. Lease Obligations

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. Amortization for the period is included in depreciation.

The City entered into a 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 earned interest before being drawn to purchase equipment, resulting in a lower net interest cost to the City. In 2015, the City withdrew \$243,620 for the lease of 7 police vehicles. The amount remaining to be drawn at December 31, 2015 was \$329,055.

Capital assets subject to lease obligations at December 31, 2015 were as follows:

	Governmental Activities
Machinery and Equipment	\$ 926,175
Less: Accumulated Depreciation	(264,907)
Total	<u>\$ 661,268</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2015, were as follows:

Year Ending December 31	Governmental Activities
2016	\$ 217,718
2017	176,347
2018	95,141
Total Minimum Lease Payments	489,206
Less: Amounts Representing Interest	--
Present Value of Minimum Lease Payments	<u>\$ 489,206</u>

G. Long-Term Debt

Notes Payable

On July 10, 2014, the airport hangar note was refinanced with Planters First for \$79,465 at 5% fixed rate due November 15, 2018 with monthly payments of \$1,707. The balance at December 31, 2015 was \$55,280.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

On May 15, 2012, the Downtown Development Authority roofed buildings and financed the cost with a note from Colony Bank for \$100,000 at 3.5% payable in 60 monthly installments of \$1,822. The balance at December 31, 2015 was \$30,156.

On May 15, 2009, the Fitzgerald & Ben Hill County Development Authority entered into a promissory note with the OneGeorgia Authority for \$500,000 to assist Agriproducts, Inc. The loan is being repaid over seven years in quarterly installments at 3% interest. The balance at December 31, 2015 was \$53,571.

On July 30, 2008, the Fitzgerald & Ben Hill County Development Authority borrowed \$950,000 from Planters First Bank for the purpose of purchasing property known as the Frontier RV property. On December 18, 2014, the Authority again refinanced the debt for \$812,312 for three years at 4.5%. New funds were used to renovate the property. The Authority intends to sell the property and pay off the debt. The balance at December 31, 2015 was \$786,661.

On May 13, 2015, the Fitzgerald & Ben Hill County Development Authority borrowed \$75,000 from Planters First Bank for the renovation of a building. The Authority will make 29 monthly payments of \$475 with interest at 4.5% and one balloon payment on the maturity date. The balance at December 31, 2015 was \$73,714.

Debt service requirements to maturity for the notes payable as of December 31, 2015 were as follows:

Year Ending December 31	Business-type Activities		
	Principal	Interest	Total
2016	\$ 18,130	\$ 2,352	\$ 20,482
2017	19,058	1,425	20,483
2018	18,092	683	18,775
Total	<u>\$ 55,280</u>	<u>\$ 4,460</u>	<u>\$ 59,740</u>

Year Ending December 31	Downtown Development Authority		
	Principal	Interest	Total
2016	\$ 21,128	\$ 731	\$ 21,859
2017	9,028	79	9,107
Total	<u>\$ 30,156</u>	<u>\$ 810</u>	<u>\$ 30,966</u>

Year Ending December 31	Fitzgerald & Ben Hill Development Authority		
	Principal	Interest	Total
2016	\$ 82,833	\$ 38,922	\$ 121,755
2017	831,113	33,763	864,876
Total	<u>\$ 913,946</u>	<u>\$ 72,685</u>	<u>\$ 986,631</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 interest rate is 4.50% with monthly payments of \$23,583 for ten years. The balance at December 31, 2015 was \$259,353. The agreement shall renew automatically from year to year unless terminated by the City due to non-appropriation. Debt service requirements to maturity for the installment sale agreement were as follows:

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

Year Ending December 31	Governmental Activities		
	Principal	Interest	Total
2016	\$ 259,353	\$ 6,004	\$ 265,357
Total	\$ 259,353	\$ 6,004	\$ 265,357

H. Changes in General Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2015, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Net Pension Liability	\$ 1,536,253	\$ 1,066,995	\$ (1,283,911)	\$ 1,319,337	\$ --
Capital Leases	463,304	243,620	(217,718)	489,206	217,718
Installment Sale Agreement	523,533	--	(264,180)	259,353	259,353
	<u>\$ 2,523,090</u>	<u>\$ 1,310,615</u>	<u>\$ (1,765,809)</u>	<u>\$ 2,067,896</u>	<u>\$ 477,071</u>
Business-type Activities					
Compensated Absences	\$ 147,211	\$ --	\$ (9,616)	\$ 137,595	\$ 137,595
Net Pension Liability	3,050,159	760,005	(1,250,118)	2,560,046	--
Other Post Employment Benefits Obligation	1,022,375	190,779	(35,365)	1,177,789	--
Notes Payable	72,528	--	(17,248)	55,280	18,130
Closure and Post-Closure Care Costs	1,351,099	--	--	1,351,099	22,000
	<u>\$ 5,643,372</u>	<u>\$ 950,784</u>	<u>\$ (1,312,347)</u>	<u>\$ 5,281,809</u>	<u>\$ 177,725</u>
Downtown Development Authority					
Notes Payable	\$ 50,550	\$ --	\$ (20,394)	\$ 30,156	\$ 21,128
	<u>\$ 50,550</u>	<u>\$ --</u>	<u>\$ (20,394)</u>	<u>\$ 30,156</u>	<u>\$ 21,128</u>
Fitzgerald & Ben Hill Development Authority					
Notes Payable	\$ 937,312	\$ 75,000	\$ (98,366)	\$ 913,946	\$ 82,833
	<u>\$ 937,312</u>	<u>\$ 75,000</u>	<u>\$ (98,366)</u>	<u>\$ 913,946</u>	<u>\$ 82,833</u>

For governmental activities, claims and judgments, compensated absences, and pension liabilities are generally liquidated by the General Fund.

I. 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 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 was \$1,342,224 as of December 31, 2015, which is based on 38% of landfill capacity used to date. It is estimated that an additional \$2,174,429 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. The construction and demolition portion is expected to be filled by the year 2053 and the municipal solid waste portion is unknown since this waste is sent elsewhere. 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 \$989,916. For the City's old landfill, which was closed prior to April, 1994, the estimated liability for

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

closure and post-closure was \$8,875, which is based on 100% of landfill capacity used to date. Actual costs may be higher due to inflation or deflation, revisions to laws or regulations, or changes in technology.

J. Restricted Assets

Restricted assets in the enterprise funds consisted of customer deposit accounts in the amount of \$546,014.

K. Pensions

The City of Fitzgerald and the Fitzgerald 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.

Insured Plans

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. For retirees receiving benefit payments at that time, a group annuity contract with Principal Life Insurance Company was purchased with pension plan assets under a single premium contract which guarantees payments to the retirees. In 2007, the single premium was paid and the responsibility for making payments to those retirees was effectively transferred to the insurer. No further contributions or premiums are due under the plan.

In 2011, the Fitzgerald Water, Light & Bond Commission 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. For retirees receiving benefit payments, a group annuity contract with Principal Life Insurance Company was purchased with pension plan assets under a single premium contract which guarantees payments to the retirees. In 2011, the single premium was paid and the obligation for benefit payments to those retirees was effectively transferred to the insurer. No further contributions or premiums are due under the plan.

City of Fitzgerald Retirement Plan

The City sponsors a defined benefit pension plan which provides retirement, disability, and death benefits to plan participants and beneficiaries. The plan, through execution of the adoption agreement, is an agent multiple-employer pension plan, administered by the Georgia Municipal Employees Benefit System (GMEBS). All regular employees and members of the City Council are eligible to participate in the plan. GMEBS, in its role as the Plan Sponsor, has the authority to amend the provisions of the GMEBS Master Plan and the elective provisions of the adoption agreement, as provided in Article XVIII, Section 2, of the GMEBS Master Defined Benefit Plan Document. The City has the authority to amend the adoption agreement, which defines the specific benefit provisions of the plan, as provided in Article XVIII, Section 1, of the GMEBS Master Defined Benefit Plan Document. 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.

Retirement benefits for regular employees are calculated as 2% of the employee's final average earnings (annual average of earnings for the 5 consecutive years of credited service preceding the participant's most recent termination in which the participant's earnings were the highest) multiplied by years of total credit service as an eligible regular employee. Regular employees are eligible for normal retirement benefits at age 65 with 5 years of total credited service or at age 55 with 20 years of total credited service. Normal retirement benefits for elected or appointed members of the City Council are calculated as \$20 per month for each year of total credited service or major fraction thereof. Council members are eligible for normal retirement benefits at age 65. Disability retirement qualifications are based upon Social Security Administration award criteria or as otherwise provided under Section 2 of the Master Plan. Disability benefits are calculated as 20% of the participant's average monthly earnings for the 12 calendar month

CITY OF FITZGERALD, GEORGIA
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period immediately preceding their termination of employment as a result of a disability. Council members are not eligible for disability benefits. Pre-retirement death benefits are payable monthly and are equal to the decreased monthly retirement benefit that would have otherwise been payable to the participant as if the 100% joint and survivor benefit had been elected.

At July 1, 2015, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	40
Inactive employees entitled to but not yet receiving benefits	44
Active employees	<u>113</u>
	<u>197</u>

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 the 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 contribution requirements of employees and the City are established by City ordinance. For the year ended December 31, 2015, the City's actuarially determined contribution was \$361,443.

The City's net pension liability was measured as of March 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015.

The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.75%
Inflation	3.25%
Salary increases	3.25% plus service based merit increases

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	50%	5.95%
International Equity	15%	6.45%
Fixed Income	25%	1.55%
Real Estate	10%	3.75%
Cash	0%	0.00%

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The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that employee contributions will not be made and that City contributions will be made at rates equal to the actuarially determined contributions rates. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances - Beginning	\$ 10,252,111	\$ 8,695,928	\$ 1,556,183
Changes for the Year			
Service Cost	181,033		181,033
Interest	781,385		781,385
Differences Between Expected and Actual Experience	108,034		108,034
Contributions - Employer		400,083	(400,083)
Contributions - Employee		--	--
Net Investment Income		845,538	(845,538)
Benefit Payments	(339,447)	(339,447)	--
Administrative Expense		(13,372)	13,372
Other Changes	(54,240)	--	(54,240)
Net Changes	<u>676,765</u>	<u>892,802</u>	<u>(216,037)</u>
Balances - Ending	<u>\$ 10,928,876</u>	<u>\$ 9,588,730</u>	<u>\$ 1,340,146</u>

The following changes in assumptions and benefits affected the measurement of the total pension liability:

The mortality table for disabled participants was changed to remove the two-year set-forward for males and one-year set-forward for females.

The turnover rates were updated to introduce select rates for service less than five years and to reduce the ultimate rate by 15% and to assume no turnover on and after age 55. The selected period rates were further constrained to not be less than the ultimate rates.

The retirement rates where normal retirement is only available on or after age 65 were changed from the prior assumption of 100% at age 65 to the new assumption of 60% at ages 65 to 69 and 100% at age 70. Where normal retirement is available prior to age 65, the rates were changed from the prior assumption of 100% at earliest unreduced age, but not below age 60, to the new assumption of 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70.

The inflation assumption was decreased from 3.50% to 3.25%.

The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases range from 4.00% to 11.00% and included an inflation assumption of 3.5%. Under the new assumption, the salary increases range from 3.75% to 8.00% and include an inflation assumption of 3.25%.

Effective January 1, 2015, the plan was amended to provide for immediate participation for employees.

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The following presents the City's net pension liability calculated using the discount rate of 7.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Net Pension Liability	\$ 2,739,887	\$ 1,340,146	\$ 170,301

For the year ended December 31, 2015, the City recognized pension expense of \$276,826. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 86,428	\$ --
Changes in assumptions	--	43,392
Net difference between projected and actual earnings on pension plan investments	--	135,816
Contributions subsequent to the measurement date	290,463	--
	<u>\$ 376,891</u>	<u>\$ 179,208</u>

Contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the subsequent year. The other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31</u>	
2016	\$ (23,195)
2017	(23,195)
2018	(23,195)
2019	(23,195)
2020	--
Thereafter	--
	<u>\$ (92,780)</u>

Fitzgerald Water, Light & Bond Commission Retirement Plan

The Fitzgerald Water, Light & Bond Commission sponsors a defined benefit plan which provides retirement, disability, and death benefits to plan participants and beneficiaries. The pension plan is an agent multiple-employer defined benefit plan, administered by the Georgia Municipal Employees Benefit System (GMEBS). All full-time employees and governing board members are eligible to participate in the plan. The Commission's participation in the plan, benefit provisions, and other requirements are established by governing board approval. GMEBS issues a financial report that may be obtained by writing to Georgia Municipal Employees Benefit System, 201 Pryor Street SW, Atlanta, Georgia 30303.

Retirement benefits for regular employees are calculated as 2% of the employee's final average earnings (annual average of earnings for the 5 consecutive years of credited service preceding the participant's most recent termination in which the participant's earnings were the highest) multiplied by years of total credit service as an eligible regular employee. Regular employees are eligible for normal retirement benefits at age 65 with 5 years of total credited service or at age 55 with 20 years of total credited service. Normal retirement benefits for elected or appointed

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members of the governing board are calculated as \$20 per month for each year of total credited service or major fraction thereof. Board members are eligible for normal retirement benefits at age 65. Disability retirement qualifications are based upon Social Security Administration award criteria or as otherwise provided under Section 2 of the Master Plan. Disability benefits are calculated as 20% of the participant's average monthly earnings for the 12 calendar month period immediately preceding their termination of employment as a result of a disability. Board members are not eligible for disability benefits. Pre-retirement death benefits are payable monthly and are equal to the decreased monthly retirement benefit that would have otherwise been payable to the participant as if the 100% joint and survivor benefit had been elected.

At July 1, 2015, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	3
Inactive employees entitled to but not yet receiving benefits	8
Active employees	<u>82</u>
	<u>93</u>

Commission 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 the 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 contribution requirements of employees and the Commission are established by governing board approval. For the year ended December 31, 2015, the Commission's actuarially determined contribution was \$480,163.

The Commission's net pension liability was measured as of March 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015.

The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.75%
Inflation	3.25%
Salary increases	3.25% plus service based merit increases

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014.

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

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Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	50%	5.95%
International Equity	15%	6.45%
Fixed Income	25%	1.55%
Real Estate	10%	3.75%
Cash	0%	0.00%

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that employee contributions will not be made and that Commission contributions will be made at rates equal to the actuarially determined contributions rates. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances - Beginning	\$ 7,444,748	\$ 4,414,519	\$ 3,030,229
Changes for the Year			
Service Cost	159,715		159,715
Interest	575,947		575,947
Differences Between Expected and Actual Experience	(338,927)		(338,927)
Contributions - Employer		437,811	(437,811)
Contributions - Employee		--	--
Net Investment Income		445,311	(445,311)
Benefit Payments	(26,346)	(26,346)	--
Administrative Expense		(7,514)	7,514
Other Changes	(12,119)	--	(12,119)
Net Changes	358,270	849,262	(490,992)
Balances - Ending	\$ 7,803,018	\$ 5,263,781	\$ 2,539,237

The following changes in assumptions and benefits affected the measurement of the total pension liability:

The mortality table for disabled participants was changed to remove the two-year set-forward for males and one-year set-forward for females.

The turnover rates were updated to introduce select rates for service less than five years and to reduce the ultimate rate by 15% and to assume no turnover on and after age 55. The selected period rates were further constrained to not be less than the ultimate rates.

The retirement rates where normal retirement is only available on or after age 65 were changed from the prior assumption of 100% at age 65 to the new assumption of 60% at ages 65 to 69 and 100% at age 70. Where normal retirement is available prior to age 65, the rates were changed from the prior assumption of 100% at earliest

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unreduced age, but not below age 60, to the new assumption of 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70.

The inflation assumption was decreased from 3.50% to 3.25%.

The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases range from 4.00% to 11.00% and included an inflation assumption of 3.5%. Under the new assumption, the salary increases range from 3.75% to 8.00% and include an inflation assumption of 3.25%.

Effective January 1, 2015, the plan was amended to provide for immediate participation for employees.

The following presents the Commission's net pension liability calculated using the discount rate of 7.75%, as well as what the Commission's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Net Pension Liability	\$ 3,559,513	\$ 2,539,237	\$ 1,675,739

For the year ended December 31, 2015, the Commission recognized pension expense of \$309,387. At December 31, 2015, the Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ --	\$ 282,440
Changes in assumptions	--	10,100
Net difference between projected and actual earnings on pension plan investments	--	70,028
Contributions subsequent to the measurement date	360,122	--
	<u>\$ 360,122</u>	<u>\$ 362,568</u>

Contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the subsequent year. The other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31</u>	
2016	\$ (76,015)
2017	(76,015)
2018	(76,015)
2019	(76,015)
2020	(58,508)
Thereafter	--
	<u>\$ (362,568)</u>

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L. Post Retirement Healthcare Plan

The Fitzgerald Water, Light, and Bond Commission provides 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 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.

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 July 1, 2014 and July 1, 2015 was developed based on the premiums effective. The annual per capita Medicare Part D reimbursement claims cost was also developed based on the premiums effective. The Pre-Medicare cost for medical and prescription drugs was assumed by applying actuarial factors to the weighted average premium rate to estimate individual retiree and spouse costs by age and by gender. The annual per capita dental and vision claims costs for the year beginning July 1, 2014 and July 1, 2015 was assumed to be \$455. The Plan is financed on a pay-as-you-go basis.

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	80
Inactive Participants	0
Retired Participants	<u>15</u>
	<u><u>95</u></u>

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

Annual Required Contribution (ARC)	\$ 210,847
Interest on Net OPEB Obligation	34,804
Adjustment to ARC	<u>(54,872)</u>
Annual OPEB Cost	190,779
Contributions Made	<u>(35,365)</u>
Increase (Decrease) in Net OPEB Obligation	155,414
Net OPEB Obligation Beginning of Year	<u>1,022,375</u>
Net OPEB Obligation End of Year	<u><u>\$ 1,177,789</u></u>

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The Commission's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2015 and the two preceding years were as follows:

Three Year Trend Information

Fiscal Year Ending	Annual OPEB Cost	Percentage of OPEB Cost	Net OPEB Obligation
12/31/2013	\$ 191,729	19 %	\$ 870,097
12/31/2014	190,779	20	1,022,375
12/31/2015	190,779	18	1,177,789

As of July 1, 2014, the most recent actuarial valuation date, the plan was 0.0% funded. The actuarial accrued liability for benefits was \$2,047,002, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,047,002. The covered payroll (annual payroll of active employees covered by the plan) was \$2,944,524, and the ratio of the UAAL to the covered payroll was 69.5%.

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.

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 July 1, 2014. The actuarial assumptions include a 4% investment rate of return, inflation of 3.5%, and projected salary increases of 3.5%. The health care trend rates shown below are "net" and are applied to the net per capita costs. The trend shown for a particular plan year is the rate that must be applied to that year's cost to yield the next year's projected cost.

Year Ending	Medicare Part D Reimbursement	Medicare Supplemental	Pre-Medicare Medical & Drug	Pre-Medicare Dental & Vision
6/30/2016	7.5 %	6.3 %	7.5 %	5.0 %
6/30/2017	7.0 %	6.0 %	7.0 %	5.0 %
6/30/2018	6.5 %	5.8 %	6.5 %	5.0 %
6/30/2019	6.0 %	5.5 %	6.0 %	5.0 %
6/30/2020	5.5 %	5.3 %	5.5 %	5.0 %
Thereafter	5.0 %	5.0 %	5.0 %	5.0 %

The UAAL is being amortized using the level dollar method on a closed basis. The remaining amortization period at January 1, 2015, was 23 years.

Fitzgerald Water, Light, and Bond Commission implemented GASB No. 45 prospectively in 2008, the transition year for implementing GASB No. 45.

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M. Fund Balances

The classifications of fund balances reported in the governmental funds were as follows:

	General	Other Governmental Funds	Total Governmental Funds
Restricted			
Public Safety	\$ --	\$ 8,158	\$ 8,158
Economic Development	--	62,987	62,987
Capital Outlay	--	2,120,009	2,120,009
	--	2,191,154	2,191,154
Assigned			
Public Safety	--	37,602	37,602
Culture and Recreation	--	57,806	57,806
Housing and Development	--	833,708	833,708
Capital Outlay	--	7,844	7,844
	--	936,960	936,960
Unassigned, Reported In			
General Fund	1,873,410	--	1,873,410
Special Revenue Funds	--	(1,755)	(1,755)
	1,873,410	(1,755)	1,871,655
Total Fund Balances	<u>\$ 1,873,410</u>	<u>\$ 3,126,359</u>	<u>\$ 4,999,769</u>

N. 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 \$1,000 with various limits of liability up to an annual aggregate limit of \$24,198,901. The Water, Light and Bond policy deductibles start at \$1,000 with limits of liability up to \$31,186,836.

O. Commitments and Contingencies

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.

Amounts received or receivable from grantor agencies, federal and state, are subject to audit and adjustment by those agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In the opinion of City management, such disallowances, if any, will not be significant to the City's financial statements.

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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 elected to record their 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 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 constitute 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 to December 31, 2025.

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 the 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, 2015, the Utility Fund's accumulated benefit in the Flexible Operating Account had grown to a balance of \$24,285,076. These funds are 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 a proposed amendment to the terms of the Competitive Trust. The First Amendment to the terms of the Competitive Trust was approved and became effective in September, 2008. The amendment authorizes 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. Such credits were applied to offset expenses of the Commission and totaled \$583,170 for the year ended December 31, 2015 and \$779,299 for the year ended December 31, 2014. 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.

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In October, 2008, a proposed Second Amendment to the Competition Trust modified the provisions of the New Generation Capacity Funding Account to provide additional flexibility pertaining to the funding of new generation projects. If not otherwise expended, monies in the Funding Account may be withdrawn after January 1, 2037.

In August, 2009, a proposed Second Replacement Amendment to the Competition Trust and a proposed Second Alternative Amendment to the Competition Trust provide additional flexibility as to the funding of new generation projects and capacity purchases proposed by MEAG Power, the funding of the purchase of additional entitlement shares or obligation shares of existing MEAG Power projects, and for mitigation of certain bulk power supply cost increases.

If not otherwise expended, monies in the Credit Support Operating account and Reserve Funded Debt Service account may be withdrawn on or after December 31, 2018 and 2025, respectively.

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 was \$68,145 in 2015 and \$68,145 in 2014.

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, 2015 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 Millennium Technology Pointe located adjacent to Wiregrass Georgia Technical College. As of December 31, 2005, the Commission had 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 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, 2015, 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 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 the Commission 70% of the gross annual site rental receipts within 60

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Notes to the Financial Statements
December 31, 2015

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 agreed 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 2015, the Commission collected \$28,217 in fees for 2014. In 2014, the Commission collected \$23,976 in fees for 2013.

In addition, an amendment was made to an agreement with Utility Service Communications Co., Inc. on March 4, 2010 granting permission to Verizon Wireless of the East LP (d/b/a Verizon Wireless) to install, maintain, and operate certain radio communications equipment on a water tank of the Commission. Verizon agreed to pay a monthly fee of \$2,405 as of March 1, 2010 for the first year with a 3% increase for each renewal period. The term of this agreement initially began on August 1, 2009 and continues for a period of 5 years with 4 additional 5-year renewal periods. The Licensee may terminate this agreement at the expiration of the initial term or at the expiration of any renewal term. In 2015, the Commission collected \$23,022 in fees for 2014. In 2014, the Commission collected \$22,083 in fees for 2013.

P. 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.

Q. Joint Ventures

Under Georgia law, the City, in conjunction with other cities and counties in the South Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During its year ended December 31, 2015, the City paid \$10,931 in such dues. Membership in a regional commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the regional commission in Georgia. The regional commission board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that member governments are liable for any debts or obligations of a regional commission. Separate financial statements may be obtained from:

Southern Georgia Regional Commission
327 West Savannah Avenue
Valdosta, Georgia 31601

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2015

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 \$212,629 at December 31, 2015. 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

R. Restatement of Net Position

In conformity with generally accepted accounting principles, as set forth in the Governmental Accounting Standards Board (GASB) Statement of Governmental Accounting Standards No. 68, *Accounting and Financial Reporting for Pensions*, as amended, net position has been restated to record the effects of implementing the standard. This restatement affected the beginning net position of the City as follows:

	Governmental Activities	Business-type Activities
December 31, 2014 Net Position, as previously reported	\$ 42,023,255	\$ 42,758,275
Change in accounting principle due to implementation of GASB Statement No. 68	(1,231,604)	(2,728,437)
December 31, 2014 Net Position, as restated	<u>\$ 40,791,651</u>	<u>\$ 40,029,838</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF FITZGERALD, GEORGIA

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 3,854,389	\$ 3,854,389	\$ 3,399,554	\$ (454,835)
Licenses and Permits	20,250	20,250	8,764	(11,486)
Intergovernmental	302,682	302,682	301,626	(1,056)
Charges for Services	1,909,125	1,909,125	1,944,474	35,349
Fines and Forfeitures	158,000	158,000	112,658	(45,342)
Interest Revenue	5,000	5,000	6,967	1,967
Contributions and Donations	6,500	6,500	8,500	2,000
Miscellaneous	243,457	243,457	252,902	9,445
Total Revenues	<u>6,499,403</u>	<u>6,499,403</u>	<u>6,035,445</u>	<u>(463,958)</u>
EXPENDITURES				
Legislative	105,600	105,600	104,548	1,052
Executive	121,641	121,641	29,812	91,829
Elections	29,025	29,025	28,199	826
Financial Administration	573,540	573,540	526,596	46,944
Government Buildings	61,875	61,875	49,395	12,480
Police	1,917,433	1,917,433	1,781,050	136,383
Custody of Prisoners	70,000	70,000	22,750	47,250
Fire	1,269,855	1,269,855	1,203,345	66,510
Animal Control	159,521	159,521	149,347	10,174
Highways and Streets	724,977	724,977	554,297	170,680
Sanitation	938,753	938,753	763,259	175,494
Public Works Shop	144,530	144,530	147,239	(2,709)
Cemetery	176,518	176,518	148,874	27,644
Recreation	490,777	490,777	477,250	13,527
Participant Recreation	53,300	53,300	51,186	2,114
Swimming Pools	7,000	7,000	9,977	(2,977)
Sports Facilities	33,300	33,300	62,192	(28,892)
Museums	15,572	15,572	7,834	7,738
Grand Theatre	166,989	166,989	168,296	(1,307)
The Carnegie Center	4,200	4,200	3,327	873
Parks	155,689	155,689	101,461	54,228
Library	127,714	127,714	127,714	--
Building Inspections	60,748	60,748	58,536	2,212
Urban Development and Housing	162,441	162,441	159,590	2,851
Code Enforcement	58,833	58,833	61,966	(3,133)
Economic Development	--	--	186	(186)
Tourism	128,676	128,676	114,684	13,992
Sesquicentennial	9,500	9,500	10,878	(1,378)
Capital Outlay-Machinery	30,895	30,895	29,046	1,849
Capital Outlay-Vehicles	292,739	292,739	277,905	14,834
Capital Outlay-Computers	6,640	6,640	5,986	654
Capital Outlay-Other Equipment	106,716	106,716	93,441	13,275
Debt Service	157,612	157,612	83,212	74,400
Total Expenditures	<u>8,362,609</u>	<u>8,362,609</u>	<u>7,413,378</u>	<u>949,231</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,863,206)</u>	<u>(1,863,206)</u>	<u>(1,377,933)</u>	<u>485,273</u>

CITY OF FITZGERALD, GEORGIA

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers In				
Utility Enterprise Fund	1,700,000	1,700,000	1,673,306	(26,694)
Transfers Out				
Industrial Development and Promotion Special Revenue F	(110,000)	(110,000)	--	110,000
Airport Enterprise Fund	(37,033)	(37,033)	(37,033)	--
Proceeds of Capital Asset Dispositions	65,000	65,000	33,091	(31,909)
Capital Leases	245,239	245,239	243,620	(1,619)
Total Other Financing Sources (Uses)	<u>1,863,206</u>	<u>1,863,206</u>	<u>1,912,984</u>	<u>49,778</u>
Net Change in Fund Balances	--	--	535,051	535,051
Fund Balances - Beginning	1,338,359	1,338,359	1,338,359	--
Fund Balances - Ending	<u>\$ 1,338,359</u>	<u>\$ 1,338,359</u>	<u>\$ 1,873,410</u>	<u>\$ 535,051</u>

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald Retirement Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
December 31, 2015

	2015
Total Pension Liability	
Service Cost	\$ 181,033
Interest on Total Pension Liability	781,385
Changes of Benefit Terms	--
Differences Between Expected and Actual Experience	108,034
Changes of Assumptions	(54,240)
Benefit Payments	(339,447)
Net Change in Total Pension Liability	<u>676,765</u>
Total Pension Liability - Beginning	<u>10,252,111</u>
Total Pension Liability - Ending (a)	<u><u>\$ 10,928,876</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 400,083
Contributions - Employee	--
Net Investment Income	845,538
Benefit Payments, Including Refunds of Employee Contributions	(339,447)
Administrative Expense	(13,372)
Other	--
Net Change in Plan Fiduciary Net Position	<u>892,802</u>
Plan Fiduciary Net Position - Beginning	<u>8,695,928</u>
Plan Fiduciary Net Position - Ending (b)	<u><u>\$ 9,588,730</u></u>
Net Pension Liability - Ending (a) - (b)	<u><u>\$ 1,340,146</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.74%
Covered-Employee Payroll	\$ 3,586,754
Net Pension Liability as a Percentage of Covered-Employee Payroll	37.36%

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald Retirement Plan
Schedule of Contributions
December 31, 2015

	2015
Actuarially Determined Contribution	\$ 361,443
Contributions in Relation to the Actuarially Determined Contribution	381,945
Contribution Deficiency (Excess)	<u>\$ (20,502)</u>
Covered-Employee Payroll	\$ 3,586,754
Contributions as a Percentage of Covered-Employee Payroll	10.65%

Notes to Schedule

Valuation date	July 1, 2014
Actuarial cost method	Projected unit credit
Amortization method	Closed level dollar for remaining unfunded liability
Remaining amortization period	Net effective period of 14 years
Asset valuation method	Sum of actuarial value at the beginning of the year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Investment rate of return	7.75%
Inflation	3.5%
Salary increases	3.5% plus age and service based merit increases
Cost-of-living adjustment	0%
Retirement age	Earlier of 65 with 5 years of service or 55 with 20 years of service for employees and 65 for officials
Mortality	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light and Bond Commission Retirement Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
December 31, 2015

	2015
Total Pension Liability	
Service Cost	\$ 159,715
Interest on Total Pension Liability	575,947
Changes of Benefit Terms	--
Differences Between Expected and Actual Experience	(338,927)
Changes of Assumptions	(12,119)
Benefit Payments	(26,346)
Net Change in Total Pension Liability	358,270
Total Pension Liability - Beginning	7,444,748
Total Pension Liability - Ending (a)	\$ 7,803,018
Plan Fiduciary Net Position	
Contributions - Employer	\$ 437,811
Contributions - Employee	--
Net Investment Income	445,311
Benefit Payments, Including Refunds of Employee Contributions	(26,346)
Administrative Expense	(7,514)
Other	--
Net Change in Plan Fiduciary Net Position	849,262
Plan Fiduciary Net Position - Beginning	4,414,519
Plan Fiduciary Net Position - Ending (b)	\$ 5,263,781
Net Pension Liability - Ending (a) - (b)	\$ 2,539,237
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.46%
Covered-Employee Payroll	\$ 3,080,495
Net Pension Liability as a Percentage of Covered-Employee Payroll	82.43%

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light and Bond Commission Retirement Plan
Schedule of Contributions
December 31, 2015

	2015
Actuarially Determined Contribution	\$ 480,163
Contributions in Relation to the Actuarially Determined Contribution	480,163
Contribution Deficiency (Excess)	<u>\$ --</u>
Covered-Employee Payroll	\$ 3,080,495
Contributions as a Percentage of Covered-Employee Payroll	15.59%

Notes to Schedule

Valuation date	July 1, 2014
Actuarial cost method	Projected unit credit
Amortization method	Closed level dollar for remaining unfunded liability
Remaining amortization period	Net effective period of 23 years
Asset valuation method	Sum of actuarial value at the beginning of the year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Investment rate of return	7.75%
Inflation	3.5%
Salary increases	3.5% plus age and service based merit increases
Cost-of-living adjustment	0%
Retirement age	Earlier of 65 with 5 years of service or 55 with 20 years of service for employees and 65 for officials
Mortality	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

CITY OF FITZGERALD, GEORGIA

Fitzgerald Water, Light & Bond Commission Post Retirement Healthcare Plan

Schedule of Funding Progress

December 31, 2015

<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>
7/1/2010	\$ --	\$ 2,286,540	\$ 2,286,540	-- %	\$ 2,112,552	108.2 %
7/1/2012	--	1,952,350	1,952,350	--	2,514,757	77.6
7/1/2014	--	2,047,002	2,047,002	--	2,944,524	69.5

CITY OF FITZGERALD, GEORGIA
Notes to the Required Supplementary Information
December 31, 2015

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The presentation of expenditures reported in the General Fund *Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual* differs from the *Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds* due to the functional classification of certain expenditures. The following schedule presents a reconciliation of those amounts.

	Budget Schedule	Reconciliation	Governmental Fund Statement
EXPENDITURES			
Current			
General Government	\$ 738,550	\$ --	\$ 738,550
Public Safety			
Police	1,781,050	--	1,781,050
Custody of Prisoners	22,750	--	22,750
Fire	1,203,345	--	1,203,345
Animal Control	149,347	(36,181)	113,166
	<u>3,156,492</u>	<u>(36,181)</u>	<u>3,120,311</u>
Public Works	1,613,669	--	1,613,669
Culture and Recreation			
Recreation	477,250	(42,078)	435,172
Participant Recreation	51,186	--	51,186
Swimming Pools	9,977	--	9,977
Sports Facilities	62,192	--	62,192
Museums	7,834	--	7,834
Grand Theatre	168,296	(25,407)	142,889
The Carnegie Center	3,327	--	3,327
Parks	101,461	--	101,461
Library	127,714	--	127,714
	<u>1,009,237</u>	<u>(67,485)</u>	<u>941,752</u>
Housing and Development	405,840	--	405,840
Capital Outlay	406,378	25,407	431,785
Debt Service	83,212	--	83,212
Total Expenditures	<u>7,413,378</u>	<u>(78,259)</u>	<u>7,335,119</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	37,033	78,259	115,292
Total	<u>\$ 7,450,411</u>	<u>\$ --</u>	<u>\$ 7,450,411</u>

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

Major Governmental Funds

General Fund

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

CITY OF FITZGERALD, GEORGIA
General Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,672,070	\$ 1,304,260
Receivables (Net of Allowance for Uncollectibles)		
Interest	4,566	--
Taxes	200,174	250,754
Accounts	40,712	40,696
Intergovernmental	92,493	100,381
Due From Other Funds		
Family Connection Special Revenue Fund	15,740	14,363
Monitor Enrichment Special Revenue Fund	230	--
Humane Society Special Revenue Fund	790	--
Utility Enterprise Fund	227,643	239,038
Landfill Enterprise Fund	1,062	1,303
Airport Enterprise Fund	330	125
Total Assets	<u>\$ 2,255,810</u>	<u>\$ 1,950,920</u>
LIABILITIES		
Accounts Payable	\$ 97,059	\$ 142,667
Accrued Liabilities	21,103	124,470
Intergovernmental Payable	5,340	--
Due To Other Funds		
Industrial Development and Promotion Special Revenue Fund	80,669	80,669
Police Technology Special Revenue Fund	102	293
Landfill Enterprise Fund	55,656	75,000
Other Current Liabilities	23,286	24,793
Total Liabilities	<u>283,215</u>	<u>447,892</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	99,185	164,669
Total Deferred Inflows of Resources	<u>99,185</u>	<u>164,669</u>
FUND BALANCES		
Unassigned	1,873,410	1,338,359
Total Fund Balances	<u>1,873,410</u>	<u>1,338,359</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,255,810</u>	<u>\$ 1,950,920</u>

CITY OF FITZGERALD, GEORGIA**General Fund****Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes	\$ 3,399,554	\$ 3,462,143
Licenses and Permits	8,764	19,138
Intergovernmental	301,626	307,911
Charges for Services	1,944,474	1,978,882
Fines and Forfeitures	112,658	144,197
Interest Revenue	6,967	4,633
Contributions and Donations	8,500	--
Miscellaneous	252,902	223,252
Total Revenues	<u>6,035,445</u>	<u>6,140,156</u>
EXPENDITURES		
Current		
General Government	738,550	719,712
Public Safety	3,120,311	3,075,844
Public Works	1,613,669	1,766,280
Culture and Recreation	941,752	981,047
Housing and Development	405,840	381,253
Capital Outlay	431,785	166,046
Debt Service	83,212	70,661
Total Expenditures	<u>7,335,119</u>	<u>7,160,843</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,299,674)</u>	<u>(1,020,687)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Utility Enterprise Fund	1,673,306	1,711,671
Transfers Out		
Humane Society Special Revenue Fund	(36,181)	(36,909)
Recreation Capital Improvement Special Revenue Fund	(42,078)	(24,343)
Airport Enterprise Fund	(37,033)	(37,282)
Proceeds of Capital Asset Dispositions	33,091	750
Capital Leases	243,620	--
Total Other Financing Sources (Uses)	<u>1,834,725</u>	<u>1,613,887</u>
Net Change in Fund Balances	535,051	593,200
Fund Balances - Beginning	1,338,359	745,159
Fund Balances - Ending	<u>\$ 1,873,410</u>	<u>\$ 1,338,359</u>

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Police Technology Fund - This fund is used to account for fines collected through the imposition of a technology surcharge.

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.

NSP Program Fund - This fund is used to account for grant funds received for the purpose of redevelopment including financing, purchasing and rehabilitating homes, and demolishing blighted structures.

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.

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

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

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

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

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

Industrial Development & 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.

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.

Capital Projects Funds

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

SPLOST Fund - This fund is used to account for the City's share of the County one-percent Special Purpose Local Option Sales Tax in effect from July 1, 2005 to June 30, 2011.

SPLOST 2011 Fund - This fund is used to account for the City's share of the County one-percent Special Purpose Local Option Sales Tax in effect from July 1, 2011 to June 30, 2017.

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
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Special Revenue Funds							
	Police Technology	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
ASSETS								
Cash and Cash Equivalents	\$ 8,056	\$ 991	\$ 18,034	\$ 59,308	\$ 23,886	\$ 40,237	\$ 31,472	\$ 171
Receivables (Net of Allowance for Uncollectibles)	--	102,158	39,474	3,679	--	--	--	--
Due From Other Funds	102	--	--	--	--	--	--	--
Due From Component Units	--	--	--	--	--	--	--	--
Total Assets	<u>\$ 8,158</u>	<u>\$ 103,149</u>	<u>\$ 57,508</u>	<u>\$ 62,987</u>	<u>\$ 23,886</u>	<u>\$ 40,237</u>	<u>\$ 31,472</u>	<u>\$ 171</u>
LIABILITIES								
Accounts Payable	--	--	4,106	--	547	1,584	247	--
Accrued Liabilities	--	--	--	--	--	261	157	--
Intergovernmental Payable	--	--	--	--	--	--	--	--
Due To Other Funds	--	--	5,804	--	--	790	230	--
Total Liabilities	<u>--</u>	<u>--</u>	<u>9,910</u>	<u>--</u>	<u>547</u>	<u>2,635</u>	<u>634</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue								
Property Taxes	--	--	--	--	--	--	--	--
Development and Redevelopment Property	--	102,158	39,474	--	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>102,158</u>	<u>39,474</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCES								
Restricted	8,158	--	--	62,987	--	--	--	--
Assigned	--	991	8,124	--	23,339	37,602	30,838	171
Unassigned	--	--	--	--	--	--	--	--
Total Fund Balances	<u>8,158</u>	<u>991</u>	<u>8,124</u>	<u>62,987</u>	<u>23,339</u>	<u>37,602</u>	<u>30,838</u>	<u>171</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 8,158</u>	<u>\$ 103,149</u>	<u>\$ 57,508</u>	<u>\$ 62,987</u>	<u>\$ 23,886</u>	<u>\$ 40,237</u>	<u>\$ 31,472</u>	<u>\$ 171</u>

Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	Capital Projects Funds				Total Nonmajor Governmental Funds
					SPLOST	SPLOST 2011	Civil War Heritage Trail	Total	
\$ 62,700	\$ 629,221	\$ 2,096	\$ 2,437	\$ 878,609	\$ 256,250	\$ 1,683,095	\$ 7,844	\$ 1,947,189	\$ 2,825,798
50	20,386	48,874	12,125	226,746	--	181,044	--	181,044	407,790
--	80,669	5,804	--	86,575	--	--	--	--	86,575
--	50,000	--	--	50,000	--	--	--	--	50,000
<u>\$ 62,750</u>	<u>\$ 780,276</u>	<u>\$ 56,774</u>	<u>\$ 14,562</u>	<u>\$ 1,241,930</u>	<u>\$ 256,250</u>	<u>\$ 1,864,139</u>	<u>\$ 7,844</u>	<u>\$ 2,128,233</u>	<u>\$ 3,370,163</u>
5,115	287	83	204	12,173	--	380	--	380	12,553
--	--	--	373	791	--	--	--	--	791
--	5,877	--	--	5,877	--	--	--	--	5,877
--	--	--	15,740	22,564	--	--	--	--	22,564
<u>5,115</u>	<u>6,164</u>	<u>83</u>	<u>16,317</u>	<u>41,405</u>	<u>--</u>	<u>380</u>	<u>--</u>	<u>380</u>	<u>41,785</u>
--	11,513	--	--	11,513	--	--	--	--	11,513
--	--	48,874	--	190,506	--	--	--	--	190,506
--	11,513	48,874	--	202,019	--	--	--	--	202,019
--	--	--	--	71,145	256,250	1,863,759	--	2,120,009	2,191,154
57,635	762,599	7,817	--	929,116	--	--	7,844	7,844	936,960
--	--	--	(1,755)	(1,755)	--	--	--	--	(1,755)
<u>57,635</u>	<u>762,599</u>	<u>7,817</u>	<u>(1,755)</u>	<u>998,506</u>	<u>256,250</u>	<u>1,863,759</u>	<u>7,844</u>	<u>2,127,853</u>	<u>3,126,359</u>
<u>\$ 62,750</u>	<u>\$ 780,276</u>	<u>\$ 56,774</u>	<u>\$ 14,562</u>	<u>\$ 1,241,930</u>	<u>\$ 256,250</u>	<u>\$ 1,864,139</u>	<u>\$ 7,844</u>	<u>\$ 2,128,233</u>	<u>\$ 3,370,163</u>

CITY OF FITZGERALD, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
December 31, 2015

	Special Revenue Funds							
	Police Technology	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
REVENUES								
Taxes	\$ --	\$ --	\$ --	\$ 59,715	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	10,002	--	--	36,181	41,345	--
Charges for Services	--	2,054	40,344	--	704	11,658	19,249	--
Fines and Forfeitures	4,583	--	--	--	--	--	--	--
Interest Revenue	--	3,582	2,763	123	49	48	--	--
Contributions and Donations	--	--	--	--	--	6,192	17,158	--
Miscellaneous	--	--	12,089	--	50	277	--	--
Total Revenues	<u>4,583</u>	<u>5,636</u>	<u>65,198</u>	<u>59,838</u>	<u>803</u>	<u>54,356</u>	<u>77,752</u>	<u>--</u>
EXPENDITURES								
Current								
Public Safety	1,889	--	--	--	--	96,396	--	--
Health and Welfare	--	--	--	--	--	--	--	--
Housing and Development	--	14,636	79,906	3,650	29,761	--	63,750	--
Capital Outlay	--	--	--	--	3,993	609	--	--
Debt Service	--	--	--	--	--	--	--	--
Total Expenditures	<u>1,889</u>	<u>14,636</u>	<u>79,906</u>	<u>3,650</u>	<u>33,754</u>	<u>97,005</u>	<u>63,750</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,694</u>	<u>(9,000)</u>	<u>(14,708)</u>	<u>56,188</u>	<u>(32,951)</u>	<u>(42,649)</u>	<u>14,002</u>	<u>--</u>
OTHER FINANCING SOURCES (USES)								
Transfers In	--	--	--	--	42,000	36,181	550	--
Transfers Out	--	--	--	(42,000)	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>(42,000)</u>	<u>42,000</u>	<u>36,181</u>	<u>550</u>	<u>--</u>
Net Change in Fund Balances	<u>2,694</u>	<u>(9,000)</u>	<u>(14,708)</u>	<u>14,188</u>	<u>9,049</u>	<u>(6,468)</u>	<u>14,552</u>	<u>--</u>
Fund Balances - Beginning	5,464	9,991	22,832	48,799	14,290	44,070	16,286	171
Fund Balances - Ending	<u>\$ 8,158</u>	<u>\$ 991</u>	<u>\$ 8,124</u>	<u>\$ 62,987</u>	<u>\$ 23,339</u>	<u>\$ 37,602</u>	<u>\$ 30,838</u>	<u>\$ 171</u>

					Capital Projects Funds				Total Nonmajor Governmental Funds
Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	SPLOST	SPLOST 2011	Civil War Heritage Trail	Total	
\$ --	\$ 140,962	\$ --	\$ --	\$ 200,677	\$ --	\$ --	\$ --	\$ --	\$ 200,677
--	--	--	43,532	131,060	33,810	1,027,171	--	1,060,981	1,192,041
--	--	300	--	74,309	--	--	--	--	74,309
--	--	--	--	4,583	--	--	--	--	4,583
118	2,097	577	--	9,357	1,558	7,704	41	9,303	18,660
--	--	--	--	23,350	--	--	--	--	23,350
--	--	11,583	--	23,999	--	--	--	--	23,999
118	143,059	12,460	43,532	467,335	35,368	1,034,875	41	1,070,284	1,537,619
--	--	--	--	98,285	--	--	--	--	98,285
--	--	--	44,800	44,800	--	--	--	--	44,800
--	146,343	16,963	--	355,009	--	209,536	--	209,536	564,545
25,591	--	--	--	30,193	183,297	613,772	338	797,407	827,600
--	--	--	--	--	--	420,322	--	420,322	420,322
25,591	146,343	16,963	44,800	528,287	183,297	1,243,630	338	1,427,265	1,955,552
(25,473)	(3,284)	(4,503)	(1,268)	(60,952)	(147,929)	(208,755)	(297)	(356,981)	(417,933)
42,078	--	--	--	120,809	--	--	--	--	120,809
--	--	--	(550)	(42,550)	--	--	--	--	(42,550)
42,078	--	--	(550)	78,259	--	--	--	--	78,259
16,605	(3,284)	(4,503)	(1,818)	17,307	(147,929)	(208,755)	(297)	(356,981)	(339,674)
41,030	765,883	12,320	63	981,199	404,179	2,072,514	8,141	2,484,834	3,466,033
\$ 57,635	\$ 762,599	\$ 7,817	\$ (1,755)	\$ 998,506	\$ 256,250	\$ 1,863,759	\$ 7,844	\$ 2,127,853	\$ 3,126,359

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 8,056	\$ 5,660
Due From Other Funds		
General Fund	102	293
Total Assets	<u>\$ 8,158</u>	<u>\$ 5,953</u>
LIABILITIES		
Accounts Payable	\$ --	\$ 489
Total Liabilities	<u>--</u>	<u>489</u>
FUND BALANCES		
Restricted	8,158	5,464
Total Fund Balances	<u>8,158</u>	<u>5,464</u>
Total Liabilities and Fund Balances	<u>\$ 8,158</u>	<u>\$ 5,953</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Fines and Forfeitures	\$ 4,583	\$ 5,577
Total Revenues	<u>4,583</u>	<u>5,577</u>
EXPENDITURES		
Current		
Public Safety	1,889	2,382
Capital Outlay	--	5,292
Total Expenditures	<u>1,889</u>	<u>7,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,694</u>	<u>(2,097)</u>
Net Change in Fund Balances	2,694	(2,097)
Fund Balances - Beginning	5,464	7,561
Fund Balances - Ending	<u>\$ 8,158</u>	<u>\$ 5,464</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and Forfeitures	\$ 5,500	\$ 4,583	\$ (917)
Total Revenues	<u>5,500</u>	<u>4,583</u>	<u>(917)</u>
EXPENDITURES			
Current			
Public Safety	1,800	1,889	(89)
Capital Outlay	3,700	--	3,700
Total Expenditures	<u>5,500</u>	<u>1,889</u>	<u>3,611</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	2,694	2,694
Net Change in Fund Balances	--	2,694	2,694
Fund Balances - Beginning	5,464	5,464	--
Fund Balances - Ending	<u>\$ 5,464</u>	<u>\$ 8,158</u>	<u>\$ 2,694</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 991	\$ 9,991
Receivables		
Notes	102,158	104,212
Total Assets	<u>\$ 103,149</u>	<u>\$ 114,203</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	\$ 102,158	\$ 104,212
Total Deferred Inflows of Resources	<u>102,158</u>	<u>104,212</u>
FUND BALANCES		
Assigned	991	9,991
Total Fund Balances	<u>991</u>	<u>9,991</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 103,149</u>	<u>\$ 114,203</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Charges for Services	\$ 2,054	\$ 1,924
Interest Revenue	3,582	3,602
Miscellaneous	--	430
Total Revenues	<u>5,636</u>	<u>5,956</u>
EXPENDITURES		
Current		
Housing and Development	14,636	6,930
Total Expenditures	<u>14,636</u>	<u>6,930</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,000)</u>	<u>(974)</u>
Net Change in Fund Balances	(9,000)	(974)
Fund Balances - Beginning	9,991	10,965
Fund Balances - Ending	<u>\$ 991</u>	<u>\$ 9,991</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 5,700	\$ 2,054	\$ (3,646)
Interest Revenue	--	3,582	3,582
Total Revenues	<u>5,700</u>	<u>5,636</u>	<u>(64)</u>
EXPENDITURES			
Current			
Housing and Development	5,700	14,636	(8,936)
Total Expenditures	<u>5,700</u>	<u>14,636</u>	<u>(8,936)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(9,000)	(9,000)
Net Change in Fund Balances	--	(9,000)	(9,000)
Fund Balances - Beginning	9,991	9,991	--
Fund Balances - Ending	<u>\$ 9,991</u>	<u>\$ 991</u>	<u>\$ (9,000)</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 18,034	\$ 37,952
Receivables		
Notes	39,474	40,218
Total Assets	<u>\$ 57,508</u>	<u>\$ 78,170</u>
LIABILITIES		
Accounts Payable	\$ 4,106	\$ 8,831
Due To Other Funds		
Community Development Special Revenue Fund	5,804	6,289
Total Liabilities	<u>9,910</u>	<u>15,120</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	39,474	40,218
Total Deferred Inflows of Resources	<u>39,474</u>	<u>40,218</u>
FUND BALANCES		
Assigned	8,124	22,832
Total Fund Balances	<u>8,124</u>	<u>22,832</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 57,508</u>	<u>\$ 78,170</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Intergovernmental	\$ 10,002	\$ --
Charges for Services	40,344	58,536
Interest Revenue	2,763	2,309
Miscellaneous	12,089	9,238
Total Revenues	<u>65,198</u>	<u>70,083</u>
EXPENDITURES		
Current		
Housing and Development	79,906	76,884
Total Expenditures	<u>79,906</u>	<u>76,884</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,708)</u>	<u>(6,801)</u>
Net Change in Fund Balances	(14,708)	(6,801)
Fund Balances - Beginning	22,832	29,633
Fund Balances - Ending	<u>\$ 8,124</u>	<u>\$ 22,832</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 10,000	\$ 10,002	\$ 2
Charges for Services	55,000	40,344	(14,656)
Interest Revenue	--	2,763	2,763
Miscellaneous	7,000	12,089	5,089
Total Revenues	<u>72,000</u>	<u>65,198</u>	<u>(6,802)</u>
EXPENDITURES			
Current			
Housing and Development	72,000	79,906	(7,906)
Total Expenditures	<u>72,000</u>	<u>79,906</u>	<u>(7,906)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(14,708)	(14,708)
Net Change in Fund Balances	--	(14,708)	(14,708)
Fund Balances - Beginning	22,832	22,832	--
Fund Balances - Ending	<u>\$ 22,832</u>	<u>\$ 8,124</u>	<u>\$ (14,708)</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 59,308	\$ 44,866
Receivables		
Taxes	3,679	3,933
Total Assets	<u>\$ 62,987</u>	<u>\$ 48,799</u>
FUND BALANCES		
Restricted	62,987	48,799
Total Fund Balances	<u>\$ 62,987</u>	<u>\$ 48,799</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes	\$ 59,715	\$ 57,923
Interest Revenue	123	77
Total Revenues	<u>59,838</u>	<u>58,000</u>
EXPENDITURES		
Current		
Housing and Development	3,650	115
Total Expenditures	<u>3,650</u>	<u>115</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>56,188</u>	<u>57,885</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Tourism and Convention Special Revenue Fund	<u>(42,000)</u>	<u>(33,000)</u>
Total Other Financing Sources (Uses)	<u>(42,000)</u>	<u>(33,000)</u>
Net Change in Fund Balances	14,188	24,885
Fund Balances - Beginning	48,799	23,914
Fund Balances - Ending	<u>\$ 62,987</u>	<u>\$ 48,799</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 42,350	\$ 59,715	\$ 17,365
Charges for Services	50	--	(50)
Interest Revenue	75	123	48
Total Revenues	<u>42,475</u>	<u>59,838</u>	<u>17,363</u>
EXPENDITURES			
Current			
Housing and Development	9,050	3,650	5,400
Total Expenditures	<u>9,050</u>	<u>3,650</u>	<u>5,400</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>33,425</u>	<u>56,188</u>	<u>22,763</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Tourism and Convention Special Revenue Fund	(42,000)	(42,000)	--
Total Other Financing Sources (Uses)	<u>(42,000)</u>	<u>(42,000)</u>	<u>--</u>
Net Change in Fund Balances	(8,575)	14,188	22,763
Fund Balances - Beginning	48,799	48,799	--
Fund Balances - Ending	<u>\$ 40,224</u>	<u>\$ 62,987</u>	<u>\$ 22,763</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 23,886	\$ 17,286
Total Assets	<u>\$ 23,886</u>	<u>\$ 17,286</u>
LIABILITIES		
Accounts Payable	\$ 547	\$ 2,996
Total Liabilities	<u>547</u>	<u>2,996</u>
FUND BALANCES		
Assigned	23,339	14,290
Total Fund Balances	<u>23,339</u>	<u>14,290</u>
Total Liabilities and Fund Balances	<u>\$ 23,886</u>	<u>\$ 17,286</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Charges for Services	\$ 704	\$ 8
Interest Revenue	49	50
Miscellaneous	50	--
Total Revenues	<u>803</u>	<u>58</u>
EXPENDITURES		
Current		
Housing and Development	29,761	32,487
Capital Outlay	3,993	12,308
Total Expenditures	<u>33,754</u>	<u>44,795</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(32,951)</u>	<u>(44,737)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Hotel/Motel Tax Special Revenue Fund	42,000	33,000
Total Other Financing Sources (Uses)	<u>42,000</u>	<u>33,000</u>
Net Change in Fund Balances	9,049	(11,737)
Fund Balances - Beginning	14,290	26,027
Fund Balances - Ending	<u>\$ 23,339</u>	<u>\$ 14,290</u>

CITY OF FITZGERALD, GEORGIA

Tourism & Convention Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 50	\$ 704	\$ 654
Interest Revenue	75	49	(26)
Miscellaneous	--	50	50
Total Revenues	<u>125</u>	<u>803</u>	<u>678</u>
EXPENDITURES			
Current			
Housing and Development	35,925	29,761	6,164
Capital Outlay	6,200	3,993	2,207
Total Expenditures	<u>42,125</u>	<u>33,754</u>	<u>8,371</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(42,000)</u>	<u>(32,951)</u>	<u>9,049</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
Hotel/Motel Tax Special Revenue Fund	42,000	42,000	--
Total Other Financing Sources (Uses)	<u>42,000</u>	<u>42,000</u>	<u>--</u>
Net Change in Fund Balances	--	9,049	9,049
Fund Balances - Beginning	14,290	14,290	--
Fund Balances - Ending	<u>\$ 14,290</u>	<u>\$ 23,339</u>	<u>\$ 9,049</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 40,237	\$ 46,475
Total Assets	<u>\$ 40,237</u>	<u>\$ 46,475</u>
LIABILITIES		
Accounts Payable	\$ 1,584	\$ 2,279
Accrued Liabilities	261	126
Due To Other Funds		
General Fund	790	--
Total Liabilities	<u>2,635</u>	<u>2,405</u>
FUND BALANCES		
Assigned	<u>37,602</u>	<u>44,070</u>
Total Fund Balances	<u>37,602</u>	<u>44,070</u>
Total Liabilities and Fund Balances	<u>\$ 40,237</u>	<u>\$ 46,475</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Intergovernmental	\$ 36,181	\$ 36,909
Charges for Services	11,658	14,557
Interest Revenue	48	46
Contributions and Donations	6,192	10,910
Miscellaneous	277	--
Total Revenues	<u>54,356</u>	<u>62,422</u>
EXPENDITURES		
Current		
Public Safety	96,396	94,084
Capital Outlay	609	--
Total Expenditures	<u>97,005</u>	<u>94,084</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(42,649)</u>	<u>(31,662)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	36,181	36,909
Total Other Financing Sources (Uses)	<u>36,181</u>	<u>36,909</u>
Net Change in Fund Balances	<u>(6,468)</u>	<u>5,247</u>
Fund Balances - Beginning	44,070	38,823
Fund Balances - Ending	<u>\$ 37,602</u>	<u>\$ 44,070</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 36,181	\$ 36,181	\$ --
Charges for Services	19,050	11,658	(7,392)
Interest Revenue	150	48	(102)
Contributions and Donations	5,000	6,192	1,192
Miscellaneous	250	277	27
Total Revenues	<u>60,631</u>	<u>54,356</u>	<u>(6,275)</u>
EXPENDITURES			
Current			
Public Safety	96,312	96,396	(84)
Capital Outlay	500	609	(109)
Total Expenditures	<u>96,812</u>	<u>97,005</u>	<u>(193)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(36,181)</u>	<u>(42,649)</u>	<u>(6,468)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	36,181	36,181	--
Total Other Financing Sources (Uses)	<u>36,181</u>	<u>36,181</u>	<u>--</u>
Net Change in Fund Balances	--	(6,468)	(6,468)
Fund Balances - Beginning	44,070	44,070	--
Fund Balances - Ending	<u>\$ 44,070</u>	<u>\$ 37,602</u>	<u>\$ (6,468)</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 31,472	\$ 16,622
Total Assets	<u>\$ 31,472</u>	<u>\$ 16,622</u>
LIABILITIES		
Accounts Payable	\$ 247	\$ 253
Accrued Liabilities	157	83
Due To Other Funds		
General Fund	230	--
Total Liabilities	<u>634</u>	<u>336</u>
FUND BALANCES		
Assigned	<u>30,838</u>	<u>16,286</u>
Total Fund Balances	<u>30,838</u>	<u>16,286</u>
Total Liabilities and Fund Balances	<u>\$ 31,472</u>	<u>\$ 16,622</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Intergovernmental	\$ 41,345	\$ 41,366
Charges for Services	19,249	15,789
Contributions and Donations	17,158	14,177
Total Revenues	<u>77,752</u>	<u>71,332</u>
EXPENDITURES		
Current		
Housing and Development	63,750	64,958
Total Expenditures	<u>63,750</u>	<u>64,958</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,002</u>	<u>6,374</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Family Connection Special Revenue Fund	550	800
Total Other Financing Sources (Uses)	<u>550</u>	<u>800</u>
Net Change in Fund Balances	14,552	7,174
Fund Balances - Beginning	16,286	9,112
Fund Balances - Ending	<u>\$ 30,838</u>	<u>\$ 16,286</u>

CITY OF FITZGERALD, GEORGIA

Monitor Enrichment Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 41,500	\$ 41,345	\$ (155)
Charges for Services	12,000	19,249	7,249
Contributions and Donations	10,000	17,158	7,158
Total Revenues	<u>63,500</u>	<u>77,752</u>	<u>14,252</u>
EXPENDITURES			
Current			
Housing and Development	64,000	63,750	250
Total Expenditures	<u>64,000</u>	<u>63,750</u>	<u>250</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(500)</u>	<u>14,002</u>	<u>14,502</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
Family Connection Special Revenue Fund	500	550	50
Total Other Financing Sources (Uses)	<u>500</u>	<u>550</u>	<u>50</u>
Net Change in Fund Balances	--	14,552	14,552
Fund Balances - Beginning	16,286	16,286	--
Fund Balances - Ending	<u>\$ 16,286</u>	<u>\$ 30,838</u>	<u>\$ 14,552</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 171	\$ 171
Total Assets	<u>\$ 171</u>	<u>\$ 171</u>
FUND BALANCES		
Assigned	\$ 171	\$ 171
Total Fund Balances	<u>\$ 171</u>	<u>\$ 171</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
EXPENDITURES		
Current		
Culture and Recreation	\$ --	\$ 30
Total Expenditures	<u>--</u>	<u>30</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(30)</u>
Net Change in Fund Balances	--	(30)
Fund Balances - Beginning	171	201
Fund Balances - Ending	<u>\$ 171</u>	<u>\$ 171</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 15	\$ --	\$ (15)
Miscellaneous	25	--	(25)
Total Revenues	<u>40</u>	<u>--</u>	<u>(40)</u>
EXPENDITURES			
Current			
Culture and Recreation	40	--	40
Capital Outlay	500	--	500
Total Expenditures	<u>540</u>	<u>--</u>	<u>540</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(500)</u>	<u>--</u>	<u>500</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	500	--	(500)
Total Other Financing Sources (Uses)	<u>500</u>	<u>--</u>	<u>(500)</u>
Fund Balances - Beginning	171	171	--
Fund Balances - Ending	<u>\$ 171</u>	<u>\$ 171</u>	<u>\$ --</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 62,700	\$ 44,780
Receivables		
Interest	50	50
Total Assets	<u>\$ 62,750</u>	<u>\$ 44,830</u>
LIABILITIES		
Accounts Payable	\$ 5,115	\$ 3,800
Total Liabilities	<u>5,115</u>	<u>3,800</u>
FUND BALANCES		
Assigned	57,635	41,030
Total Fund Balances	<u>57,635</u>	<u>41,030</u>
Total Liabilities and Fund Balances	<u>\$ 62,750</u>	<u>\$ 44,830</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Interest Revenue	\$ 118	\$ 75
Total Revenues	<u>118</u>	<u>75</u>
EXPENDITURES		
Capital Outlay	25,591	8,173
Total Expenditures	<u>25,591</u>	<u>8,173</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(25,473)</u>	<u>(8,098)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	42,078	24,343
Proceeds of Capital Asset Dispositions	--	1,500
Total Other Financing Sources (Uses)	<u>42,078</u>	<u>25,843</u>
Net Change in Fund Balances	16,605	17,745
Fund Balances - Beginning	41,030	23,285
Fund Balances - Ending	<u>\$ 57,635</u>	<u>\$ 41,030</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 200	\$ 118	\$ (82)
Miscellaneous	15,000	--	(15,000)
Total Revenues	<u>15,200</u>	<u>118</u>	<u>(15,082)</u>
EXPENDITURES			
Capital Outlay	20,700	25,591	(4,891)
Total Expenditures	<u>20,700</u>	<u>25,591</u>	<u>(4,891)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,500)</u>	<u>(25,473)</u>	<u>(19,973)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	5,000	42,078	37,078
Proceeds of Capital Asset Dispositions	500	--	(500)
Total Other Financing Sources (Uses)	<u>5,500</u>	<u>42,078</u>	<u>36,578</u>
Net Change in Fund Balances	--	16,605	16,605
Fund Balances - Beginning	41,030	41,030	--
Fund Balances - Ending	<u>\$ 41,030</u>	<u>\$ 57,635</u>	<u>\$ 16,605</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 629,221	\$ 634,813
Receivables (Net of Allowance for Uncollectibles)		
Interest	961	958
Taxes	19,425	25,651
Due From Other Funds		
General Fund	80,669	80,669
Due From Component Units	50,000	50,000
Total Assets	<u>\$ 780,276</u>	<u>\$ 792,091</u>
LIABILITIES		
Accounts Payable	\$ 287	\$ 278
Intergovernmental Payable	5,877	6,907
Total Liabilities	<u>6,164</u>	<u>7,185</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	11,513	19,023
Total Deferred Inflows of Resources	<u>11,513</u>	<u>19,023</u>
FUND BALANCES		
Assigned	762,599	765,883
Total Fund Balances	<u>762,599</u>	<u>765,883</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 780,276</u>	<u>\$ 792,091</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes	\$ 140,962	\$ 146,821
Interest Revenue	2,097	1,583
Total Revenues	<u>143,059</u>	<u>148,404</u>
EXPENDITURES		
Current		
Housing and Development	146,343	90,089
Total Expenditures	<u>146,343</u>	<u>90,089</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,284)</u>	<u>58,315</u>
Net Change in Fund Balances	(3,284)	58,315
Fund Balances - Beginning	765,883	707,568
Fund Balances - Ending	<u>\$ 762,599</u>	<u>\$ 765,883</u>

CITY OF FITZGERALD, GEORGIA

Industrial Development & Promotion Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 115,000	\$ 140,962	\$ 25,962
Interest Revenue	1,400	2,097	697
Total Revenues	<u>116,400</u>	<u>143,059</u>	<u>26,659</u>
EXPENDITURES			
Current			
Housing and Development	116,400	146,343	(29,943)
Total Expenditures	<u>116,400</u>	<u>146,343</u>	<u>(29,943)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(3,284)	(3,284)
Net Change in Fund Balances	--	(3,284)	(3,284)
Fund Balances - Beginning	765,883	765,883	--
Fund Balances - Ending	<u>\$ 765,883</u>	<u>\$ 762,599</u>	<u>\$ (3,284)</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 2,096	\$ 6,060
Receivables		
Notes	48,874	49,226
Due From Other Funds		
NSP Program Special Revenue Fund	5,804	6,289
Total Assets	<u>\$ 56,774</u>	<u>\$ 61,575</u>
LIABILITIES		
Accounts Payable	\$ 83	\$ 29
Total Liabilities	<u>83</u>	<u>29</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	48,874	49,226
Total Deferred Inflows of Resources	<u>48,874</u>	<u>49,226</u>
FUND BALANCES		
Assigned	7,817	12,320
Total Fund Balances	<u>7,817</u>	<u>12,320</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 56,774</u>	<u>\$ 61,575</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Charges for Services	\$ 300	\$ 19,860
Interest Revenue	577	1,402
Miscellaneous	11,583	7,219
Total Revenues	<u>12,460</u>	<u>28,481</u>
EXPENDITURES		
Current		
Housing and Development	16,963	16,851
Total Expenditures	<u>16,963</u>	<u>16,851</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,503)</u>	<u>11,630</u>
Net Change in Fund Balances	(4,503)	11,630
Fund Balances - Beginning	12,320	690
Fund Balances - Ending	<u>\$ 7,817</u>	<u>\$ 12,320</u>

CITY OF FITZGERALD, GEORGIA

Community Development Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 15,000	\$ 300	\$ (14,700)
Interest Revenue	25	577	552
Miscellaneous	9,596	11,583	1,987
Total Revenues	<u>24,621</u>	<u>12,460</u>	<u>(12,161)</u>
EXPENDITURES			
Current			
Housing and Development	24,621	16,963	7,658
Total Expenditures	<u>24,621</u>	<u>16,963</u>	<u>7,658</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>--</u>	<u>(4,503)</u>	<u>(4,503)</u>
Net Change in Fund Balances	<u>--</u>	<u>(4,503)</u>	<u>(4,503)</u>
Fund Balances - Beginning	12,320	12,320	--
Fund Balances - Ending	<u>\$ 12,320</u>	<u>\$ 7,817</u>	<u>\$ (4,503)</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 2,437	\$ 3,135
Receivables		
Interest	11	11
Intergovernmental	12,114	11,417
Total Assets	<u>\$ 14,562</u>	<u>\$ 14,563</u>
LIABILITIES		
Accounts Payable	\$ 204	\$ 41
Accrued Liabilities	373	96
Due To Other Funds		
General Fund	15,740	14,363
Total Liabilities	<u>16,317</u>	<u>14,500</u>
FUND BALANCES		
Assigned	--	63
Unassigned	(1,755)	--
Total Fund Balances	<u>(1,755)</u>	<u>63</u>
Total Liabilities and Fund Balances	<u>\$ 14,562</u>	<u>\$ 14,563</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	2015	2014
REVENUES		
Intergovernmental	\$ 43,532	\$ 47,756
Total Revenues	<u>43,532</u>	<u>47,756</u>
EXPENDITURES		
Current		
Health and Welfare	44,800	45,551
Total Expenditures	<u>44,800</u>	<u>45,551</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,268)</u>	<u>2,205</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Monitor Enrichment Special Revenue Fund	(550)	(800)
Total Other Financing Sources (Uses)	<u>(550)</u>	<u>(800)</u>
Net Change in Fund Balances	(1,818)	1,405
Fund Balances - Beginning	63	(1,342)
Fund Balances - Ending	<u>\$ (1,755)</u>	<u>\$ 63</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 45,500	\$ 43,532	\$ (1,968)
Total Revenues	<u>45,500</u>	<u>43,532</u>	<u>(1,968)</u>
EXPENDITURES			
Current			
Health and Welfare	45,500	44,800	700
Total Expenditures	<u>45,500</u>	<u>44,800</u>	<u>700</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>--</u>	<u>(1,268)</u>	<u>(1,268)</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Monitor Enrichment Special Revenue Fund	--	(550)	(550)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(550)</u>	<u>(550)</u>
Net Change in Fund Balances	--	(1,818)	(1,818)
Fund Balances - Beginning	63	63	--
Fund Balances - Ending	<u>\$ 63</u>	<u>\$ (1,755)</u>	<u>\$ (1,818)</u>

CITY OF FITZGERALD, GEORGIA
SPLOST Capital Projects Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 256,250	\$ 434,718
Total Assets	<u>\$ 256,250</u>	<u>\$ 434,718</u>
LIABILITIES		
Accounts Payable	\$ --	\$ 30,539
Total Liabilities	<u>--</u>	<u>30,539</u>
FUND BALANCES		
Restricted	256,250	404,179
Total Fund Balances	<u>256,250</u>	<u>404,179</u>
Total Liabilities and Fund Balances	<u>\$ 256,250</u>	<u>\$ 434,718</u>

CITY OF FITZGERALD, GEORGIA
SPLOST Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Intergovernmental	\$ 33,810	\$ --
Interest Revenue	1,558	3,009
Total Revenues	<u>35,368</u>	<u>3,009</u>
EXPENDITURES		
Capital Outlay	183,297	170,624
Total Expenditures	<u>183,297</u>	<u>170,624</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(147,929)</u>	<u>(167,615)</u>
Net Change in Fund Balances	(147,929)	(167,615)
Fund Balances - Beginning	404,179	571,794
Fund Balances - Ending	<u>\$ 256,250</u>	<u>\$ 404,179</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2011 Capital Projects Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,683,095	\$ 1,883,771
Receivables		
Intergovernmental	181,044	188,743
Total Assets	<u>\$ 1,864,139</u>	<u>\$ 2,072,514</u>
LIABILITIES		
Accounts Payable	\$ 380	\$ --
Total Liabilities	<u>380</u>	<u>--</u>
FUND BALANCES		
Restricted	1,863,759	2,072,514
Total Liabilities and Fund Balances	<u>\$ 1,864,139</u>	<u>\$ 2,072,514</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2011 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Intergovernmental	\$ 1,027,171	\$ 1,253,871
Interest Revenue	7,704	6,207
Total Revenues	<u>1,034,875</u>	<u>1,260,078</u>
EXPENDITURES		
Current		
Housing and Development	209,536	21,859
Capital Outlay	613,772	261,000
Debt Service	420,322	423,401
Total Expenditures	<u>1,243,630</u>	<u>706,260</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(208,755)</u>	<u>553,818</u>
OTHER FINANCING SOURCES (USES)		
Capital Leases	--	235,000
Total Other Financing Sources (Uses)	<u>--</u>	<u>235,000</u>
Net Change in Fund Balances	<u>(208,755)</u>	<u>788,818</u>
Fund Balances - Beginning	2,072,514	1,283,696
Fund Balances - Ending	<u>\$ 1,863,759</u>	<u>\$ 2,072,514</u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Balance Sheet
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Cash Equivalents	\$ 7,844	\$ 8,141
Total Assets	<u>\$ 7,844</u>	<u>\$ 8,141</u>
FUND BALANCES		
Assigned	\$ 7,844	\$ 8,141
Total Fund Balances	<u>\$ 7,844</u>	<u>\$ 8,141</u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Interest Revenue	\$ 41	\$ 46
Total Revenues	<u>41</u>	<u>46</u>
EXPENDITURES		
Capital Outlay	<u>338</u>	<u>724</u>
Total Expenditures	<u>338</u>	<u>724</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(297)</u>	<u>(678)</u>
Net Change in Fund Balances	<u>(297)</u>	<u>(678)</u>
Fund Balances - Beginning	8,141	8,819
Fund Balances - Ending	<u>\$ 7,844</u>	<u>\$ 8,141</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 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.

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Net Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 25,767,403	\$ 23,133,288
Receivables (Net of Allowance for Uncollectibles)		
Accounts	999,519	1,343,097
Inventories	699,665	699,888
Prepaid Items	204,992	200,018
Restricted Assets		
Cash and Cash Equivalents	546,014	521,114
Total Current Assets	<u>28,217,593</u>	<u>25,897,405</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	266,790	266,790
Capital Assets Net of Accumulated Depreciation		
Buildings and System	2,747,861	2,737,768
Water System and Equipment	21,186,708	21,115,680
Electric Distribution System	8,293,627	8,222,165
Gas Distribution System	2,622,366	2,596,330
Machinery and Equipment	3,052,468	2,923,591
Accumulated Depreciation	<u>(22,427,542)</u>	<u>(21,656,181)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>15,742,278</u>	<u>16,206,143</u>
Total Noncurrent Assets	<u>15,742,278</u>	<u>16,206,143</u>
Total Assets	<u>43,959,871</u>	<u>42,103,548</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charges	613,126	948,796
Pension	360,122	317,770
Total Deferred Outflows of Resources	<u>973,248</u>	<u>1,266,566</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	1,899,937	2,117,400
Accrued Liabilities	58,817	47,053
Due To Other Funds		
General Fund	227,643	239,038
Customer Deposits	536,608	511,402
Compensated Absences	137,595	147,211
Total Current Liabilities	<u>2,860,600</u>	<u>3,062,104</u>
Noncurrent Liabilities		
Net Pension Liability	2,539,237	3,030,229
Other Post Employment Benefits Obligation	1,177,789	1,022,375
Total Noncurrent Liabilities	<u>3,717,026</u>	<u>4,052,604</u>
Total Liabilities	<u>6,577,626</u>	<u>7,114,708</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	362,568	--
Total Deferred Inflows of Resources	<u>362,568</u>	<u>--</u>
NET POSITION		
Investment In Capital Assets	15,742,278	16,206,143
Unrestricted	22,250,647	20,049,263
Total Net Position	<u>\$ 37,992,925</u>	<u>\$ 36,255,406</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Charges for Services	\$ 30,652,322	\$ 32,611,243
Other	1,552,367	1,737,801
Total Operating Revenues	<u>32,204,689</u>	<u>34,349,044</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	5,227,048	5,242,249
Purchased/Contracted Services	1,521,757	1,332,650
Supplies	20,972,721	22,372,010
Depreciation	855,103	862,250
Other	1,020,824	1,157,066
Total Operating Expenses	<u>29,597,453</u>	<u>30,966,225</u>
Operating Income (Loss)	<u>2,607,236</u>	<u>3,382,819</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	16,570	17,651
Contribution from MEAG	740,024	1,018,734
Miscellaneous	45,030	46,281
Gain/Loss on Disposition of Capital Assets	1,965	10,691
Total Nonoperating Revenues (Expenses)	<u>803,589</u>	<u>1,093,357</u>
Income (Loss) Before Capital Contributions and Transfers	<u>3,410,825</u>	<u>4,476,176</u>
Transfers Out		
General Fund	<u>(1,673,306)</u>	<u>(1,711,671)</u>
Changes in Net Position	1,737,519	2,764,505
Net Position - Beginning, as Restated	36,255,406	33,490,901
Net Position - Ending	<u>\$ 37,992,925</u>	<u>\$ 36,255,406</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 32,574,048	\$ 34,149,640
Payments to Suppliers	(23,396,235)	(25,026,631)
Payments to Employees	(5,245,873)	(4,920,681)
Net Cash Provided (Used) by Operating Activities	<u>3,931,940</u>	<u>4,202,328</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Contributions - MEAG	740,024	1,018,734
Transfers to Other Funds		
General Fund	(1,684,701)	(1,706,293)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(944,677)</u>	<u>(687,559)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(391,238)	(308,879)
Computer Charges	30,000	25,500
Proceeds from Sales of Capital Assets	1,390	12,226
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(359,848)</u>	<u>(271,153)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	16,570	17,651
Discounts Received	7,368	7,819
Other	7,662	12,962
Net Cash Provided (Used) by Investing Activities	<u>31,600</u>	<u>38,432</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,659,015	3,282,048
Cash and Cash Equivalents - Beginning of Year	23,654,402	20,372,354
Cash and Cash Equivalents - End of Year	<u>\$ 26,313,417</u>	<u>\$ 23,654,402</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 2,607,236	\$ 3,382,819
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	855,103	862,250
(Increase) Decrease in Accounts Receivable	344,153	(209,593)
(Increase) Decrease in Inventories	223	90,259
(Increase) Decrease in Prepaid Items	(4,974)	94,425
(Increase) Decrease in Deferred Charges	335,670	(254,830)
(Increase) Decrease in Deferred Pension Outflows	(42,352)	(43,362)
Increase (Decrease) in Accounts Payable	(217,463)	(21)
Increase (Decrease) in Accrued Liabilities	11,764	16,018
Increase (Decrease) in Compensated Absences Payable	(9,616)	7,483
Increase (Decrease) in Customer Deposits	25,206	10,189
Increase (Decrease) in Other Post Employment Benefits Obligation	155,414	152,278
Increase (Decrease) in Net Pension Liability	(490,992)	94,413
Increase (Decrease) in Deferred Pension Inflows	362,568	--
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,931,940</u>	<u>\$ 4,202,328</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Net Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 1,077,903	\$ 996,321
Receivables (Net of Allowance for Uncollectibles)		
Accounts	105,095	92,451
Due From Other Funds		
General Fund	55,656	75,000
Total Current Assets	<u>1,238,654</u>	<u>1,163,772</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	550,824	550,824
Capital Assets Net of Accumulated Depreciation		
Landfill	3,460,409	3,460,409
Machinery and Equipment	1,108,727	1,108,727
Accumulated Depreciation	(4,231,044)	(4,188,622)
Total Capital Assets Net of Accumulated Depreciation	<u>888,916</u>	<u>931,338</u>
Total Noncurrent Assets	<u>888,916</u>	<u>931,338</u>
Total Assets	<u>2,127,570</u>	<u>2,095,110</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	56,380	55,686
Accrued Liabilities	500	236
Due To Other Funds		
General Fund	1,062	1,303
Closure and Post-Closure Care Costs	22,000	22,000
Total Current Liabilities	<u>79,942</u>	<u>79,225</u>
Noncurrent Liabilities		
Closure and Post-Closure Care Costs	1,329,099	1,329,099
Total Noncurrent Liabilities	<u>1,329,099</u>	<u>1,329,099</u>
Total Liabilities	<u>1,409,041</u>	<u>1,408,324</u>
NET POSITION		
Investment In Capital Assets	888,916	931,338
Unrestricted	(170,387)	(244,552)
Total Net Position	<u>\$ 718,529</u>	<u>\$ 686,786</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Charges for Services	\$ 951,143	\$ 879,418
Other	3,500	--
Total Operating Revenues	<u>954,643</u>	<u>879,418</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	114,481	117,991
Purchased/Contracted Services	730,913	756,368
Supplies	34,651	54,459
Depreciation	42,422	33,601
Other	4,750	2,785
Total Operating Expenses	<u>927,217</u>	<u>965,204</u>
Operating Income (Loss)	<u>27,426</u>	<u>(85,786)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	4,317	4,641
Total Nonoperating Revenues (Expenses)	<u>4,317</u>	<u>4,641</u>
Changes in Net Position	31,743	(81,145)
Net Position - Beginning	686,786	767,931
Net Position - Ending	<u>\$ 718,529</u>	<u>\$ 686,786</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 941,999	\$ 854,680
Payments to Suppliers	(769,620)	(807,447)
Payments to Employees	(114,217)	(121,046)
Net Cash Provided (Used) by Operating Activities	<u>58,162</u>	<u>(73,813)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Due From Other Funds	19,344	--
Due To Other Funds	(241)	--
Net Cash Provided (Used) by Noncapital Financing Activities	<u>19,103</u>	<u>--</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	--	(101,234)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>--</u>	<u>(101,234)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	4,317	4,641
Net Cash Provided (Used) by Investing Activities	<u>4,317</u>	<u>4,641</u>
Net Increase (Decrease) in Cash and Cash Equivalents	81,582	(170,406)
Cash and Cash Equivalents - Beginning of Year	996,321	1,166,727
Cash and Cash Equivalents - End of Year	<u>\$ 1,077,903</u>	<u>\$ 996,321</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 27,426	\$ (85,786)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	42,422	33,601
(Increase) Decrease in Accounts Receivable	(12,644)	(24,738)
Increase (Decrease) in Accounts Payable	694	7,044
Increase (Decrease) in Accrued Liabilities	264	(3,055)
Increase (Decrease) in Due To Other Funds	--	(879)
Net Cash Provided (Used) by Operating Activities	<u>\$ 58,162</u>	<u>\$ (73,813)</u>

Nonmajor 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.

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

EIP Revolving Loan Fund - This fund is used to account for the employment incentive program community development block grant and related loans for capital expenditures to qualifying employers in the City of Fitzgerald.

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Net Position
December 31, 2015

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 415,686	\$ 163,824	\$ 579,510
Receivables (Net of Allowance for Uncollectibles)	35,689	39,806	75,495
Inventories	40,904	--	40,904
Prepaid Items	2,984	--	2,984
Total Current Assets	<u>495,263</u>	<u>203,630</u>	<u>698,893</u>
Noncurrent Assets			
Notes Receivable	--	217,636	217,636
Capital Assets Not Being Depreciated	403,832	--	403,832
Capital Assets Net of Accumulated Depreciation	1,763,975	--	1,763,975
Total Noncurrent Assets	<u>2,167,807</u>	<u>217,636</u>	<u>2,385,443</u>
Total Assets	<u>2,663,070</u>	<u>421,266</u>	<u>3,084,336</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	5,852	--	5,852
Total Deferred Outflows of Resources	<u>5,852</u>	<u>--</u>	<u>5,852</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	24,048	--	24,048
Accrued Liabilities	346	--	346
Due To Other Funds	330	--	330
Notes Payable - Current	18,130	--	18,130
Total Current Liabilities	<u>42,854</u>	<u>--</u>	<u>42,854</u>
Noncurrent Liabilities			
Net Pension Liability	20,809	--	20,809
Notes Payable	37,150	--	37,150
Total Noncurrent Liabilities	<u>57,959</u>	<u>--</u>	<u>57,959</u>
Total Liabilities	<u>100,813</u>	<u>--</u>	<u>100,813</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	2,783	--	2,783
Total Deferred Inflows of Resources	<u>2,783</u>	<u>--</u>	<u>2,783</u>
NET POSITION			
Net Investment in Capital Assets	2,112,527	--	2,112,527
Restricted	--	421,266	421,266
Unrestricted	452,799	--	452,799
Total Net Position	<u>\$ 2,565,326</u>	<u>\$ 421,266</u>	<u>\$ 2,986,592</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2015

	Enterprise Funds		
	Airport	EIP Revolving Loan	Total
OPERATING REVENUES			
Charges for Services	\$ 113,821	\$ 13,088	\$ 126,909
Total Operating Revenues	<u>113,821</u>	<u>13,088</u>	<u>126,909</u>
OPERATING EXPENSES			
Personal Services and Employee Benefits	81,946	--	81,946
Purchased/Contracted Services	35,425	--	35,425
Supplies	48,944	--	48,944
Depreciation	138,739	--	138,739
Bad Debts	--	17,960	17,960
Total Operating Expenses	<u>305,054</u>	<u>17,960</u>	<u>323,014</u>
Operating Income (Loss)	<u>(191,233)</u>	<u>(4,872)</u>	<u>(196,105)</u>
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental	58,761	--	58,761
Interest Revenue	1,793	699	2,492
Interest Expense	(3,235)	--	(3,235)
Total Nonoperating Revenues (Expenses)	<u>57,319</u>	<u>699</u>	<u>58,018</u>
Income (Loss) Before Capital Contributions and Transfers	(133,914)	(4,173)	(138,087)
Transfers In	37,033	--	37,033
Changes in Net Position	<u>(96,881)</u>	<u>(4,173)</u>	<u>(101,054)</u>
Net Position - Beginning, as Restated	2,662,207	425,439	3,087,646
Net Position - Ending	<u>\$ 2,565,326</u>	<u>\$ 421,266</u>	<u>\$ 2,986,592</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2015

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 118,332	\$ --	\$ 118,332
Principal Payments Received	--	33,704	33,704
Interest Received	--	13,088	13,088
Payments to Suppliers	(104,424)	--	(104,424)
Payments to Employees	(80,007)	--	(80,007)
Net Cash Provided (Used) by Operating Activities	<u>(66,099)</u>	<u>46,792</u>	<u>(19,307)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental	24,687	--	24,687
Transfers from Other Funds	37,033	--	37,033
Due To Other Funds	205	--	205
Net Cash Provided (Used) by Noncapital Financing Activities	<u>61,925</u>	<u>--</u>	<u>61,925</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(78,069)	--	(78,069)
Principal Paid on Capital Debt	(17,248)	--	(17,248)
Interest Paid on Capital Debt	(3,235)	--	(3,235)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(98,552)</u>	<u>--</u>	<u>(98,552)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	1,801	699	2,500
Net Cash Provided (Used) by Investing Activities	<u>1,801</u>	<u>699</u>	<u>2,500</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(100,925)	47,491	(53,434)
Cash and Cash Equivalents - Beginning of Year	516,611	116,333	632,944
Cash and Cash Equivalents - End of Year	<u>\$ 415,686</u>	<u>\$ 163,824</u>	<u>\$ 579,510</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2015

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED			
(USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (191,233)	\$ (4,872)	\$ (196,105)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	138,739	--	138,739
(Increase) Decrease in Accounts Receivable	4,511	--	4,511
(Increase) Decrease in Notes Receivable	--	51,664	51,664
(Increase) Decrease in Inventories	(16,298)	--	(16,298)
(Increase) Decrease in Prepaid Items	(2,984)	--	(2,984)
(Increase) Decrease in Deferred Pension Outflows	(1,900)	--	(1,900)
Increase (Decrease) in Accounts Payable	(773)	--	(773)
Increase (Decrease) in Accrued Liabilities	177	--	177
Increase (Decrease) in Net Pension Liability	879	--	879
Increase (Decrease) in Deferred Pension Inflows	2,783	--	2,783
Net Cash Provided (Used) by Operating Activities	<u>\$ (66,099)</u>	<u>\$ 46,792</u>	<u>\$ (19,307)</u>
Purchase of Capital Assets on Account	\$ 23,160	\$ --	\$ 23,160

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Net Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 415,686	\$ 516,611
Receivables		
Interest	137	145
Accounts	1,478	5,989
Intergovernmental	34,074	--
Inventories	40,904	24,606
Prepaid Items	2,984	--
Total Current Assets	<u>495,263</u>	<u>547,351</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	289,245	289,245
Construction in Progress	114,587	13,358
Capital Assets Net of Accumulated Depreciation		
Airport Improvement Projects	4,701,801	4,701,801
Machinery and Equipment	209,807	209,807
Accumulated Depreciation	<u>(3,147,633)</u>	<u>(3,008,894)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>2,167,807</u>	<u>2,205,317</u>
Total Noncurrent Assets	<u>2,167,807</u>	<u>2,205,317</u>
Total Assets	<u>2,663,070</u>	<u>2,752,668</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	5,852	3,952
Total Deferred Outflows of Resources	<u>5,852</u>	<u>3,952</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	24,048	1,661
Accrued Liabilities	346	169
Due To Other Funds		
General Fund	330	125
Notes Payable - Current	18,130	17,248
Total Current Liabilities	<u>42,854</u>	<u>19,203</u>
Noncurrent Liabilities		
Net Pension Liability	20,809	19,930
Notes Payable	37,150	55,280
Total Noncurrent Liabilities	<u>57,959</u>	<u>75,210</u>
Total Liabilities	<u>100,813</u>	<u>94,413</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	2,783	--
Total Deferred Inflows of Resources	<u>2,783</u>	<u>--</u>
NET POSITION		
Net Investment in Capital Assets	2,112,527	2,132,789
Unrestricted	452,799	529,418
Total Net Position	<u>\$ 2,565,326</u>	<u>\$ 2,662,207</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Charges for Services	\$ 113,821	\$ 147,785
Other	--	400
Total Operating Revenues	<u>113,821</u>	<u>148,185</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	81,946	62,154
Purchased/Contracted Services	35,425	39,827
Supplies	48,944	73,778
Depreciation	138,739	135,088
Total Operating Expenses	<u>305,054</u>	<u>310,847</u>
Operating Income (Loss)	<u>(191,233)</u>	<u>(162,662)</u>
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	58,761	108,429
Interest Revenue	1,793	1,825
Interest Expense	(3,235)	(5,167)
Total Nonoperating Revenues (Expenses)	<u>57,319</u>	<u>105,087</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(133,914)</u>	<u>(57,575)</u>
Transfers In		
General Fund	<u>37,033</u>	<u>37,282</u>
Changes in Net Position	<u>(96,881)</u>	<u>(20,293)</u>
Net Position - Beginning, as Restated	<u>2,662,207</u>	<u>2,682,500</u>
Net Position - Ending	<u>\$ 2,565,326</u>	<u>\$ 2,662,207</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2015 and 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 118,332	\$ 151,123
Payments to Suppliers	(104,424)	(112,159)
Payments to Employees	(80,007)	(71,497)
Net Cash Provided (Used) by Operating Activities	<u>(66,099)</u>	<u>(32,533)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental	24,687	24,854
Transfers from Other Funds		
General Fund	37,033	37,282
Due To Other Funds	205	(58)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>61,925</u>	<u>62,078</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(78,069)	(67,060)
Principal Paid on Capital Debt	(17,248)	(13,958)
Interest Paid on Capital Debt	(3,235)	(5,167)
Grants	--	83,575
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(98,552)</u>	<u>(2,610)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	1,801	1,835
Net Cash Provided (Used) by Investing Activities	<u>1,801</u>	<u>1,835</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(100,925)	28,770
Cash and Cash Equivalents - Beginning of Year	516,611	487,841
Cash and Cash Equivalents - End of Year	<u>\$ 415,686</u>	<u>\$ 516,611</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (191,233)	\$ (162,662)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	138,739	135,088
(Increase) Decrease in Accounts Receivable	4,511	2,937
(Increase) Decrease in Inventories	(16,298)	913
(Increase) Decrease in Prepaid Items	(2,984)	--
(Increase) Decrease in Deferred Pension Outflows	(1,900)	317
Increase (Decrease) in Accounts Payable	(773)	533
Increase (Decrease) in Accrued Liabilities	177	(2,006)
Increase (Decrease) in Net Pension Liability	879	(7,653)
Increase (Decrease) in Deferred Pension Inflows	2,783	--
Net Cash Provided (Used) by Operating Activities	<u>\$ (66,099)</u>	<u>\$ (32,533)</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Net Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 163,824	\$ 116,333
Receivables (Net of Allowance for Uncollectibles)		
Notes	39,806	38,239
Total Current Assets	<u>203,630</u>	<u>154,572</u>
Noncurrent Assets		
Notes Receivable	217,636	270,867
Total Noncurrent Assets	<u>217,636</u>	<u>270,867</u>
Total Assets	<u>421,266</u>	<u>425,439</u>
NET POSITION		
Restricted	421,266	425,439
Total Net Position	<u>\$ 421,266</u>	<u>\$ 425,439</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Interest	\$ 13,088	\$ 15,919
Total Operating Revenues	<u>13,088</u>	<u>15,919</u>
OPERATING EXPENSES		
Bad Debts	17,960	--
Total Operating Expenses	<u>17,960</u>	<u>--</u>
Operating Income (Loss)	<u>(4,872)</u>	<u>15,919</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	699	500
Total Nonoperating Revenues (Expenses)	<u>699</u>	<u>500</u>
Changes in Net Position	<u>(4,173)</u>	<u>16,419</u>
Net Position - Beginning	425,439	409,020
Net Position - Ending	<u>\$ 421,266</u>	<u>\$ 425,439</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Principal Payments Received	\$ 33,704	\$ 30,404
Interest Received	13,088	15,919
Net Cash Provided (Used) by Operating Activities	<u>46,792</u>	<u>46,323</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	699	500
Net Cash Provided (Used) by Investing Activities	<u>699</u>	<u>500</u>
Net Increase (Decrease) in Cash and Cash Equivalents	47,491	46,823
Cash and Cash Equivalents - Beginning of Year	116,333	69,510
Cash and Cash Equivalents - End of Year	<u>\$ 163,824</u>	<u>\$ 116,333</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (4,872)	\$ 15,919
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
(Increase) Decrease in Notes Receivable	51,664	30,404
Net Cash Provided (Used) by Operating Activities	<u>\$ 46,792</u>	<u>\$ 46,323</u>

SUPPLEMENTAL SCHEDULES

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Revenues
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
REVENUES		
Taxes		
Real Property	\$ 1,154,732	\$ 1,203,918
Personal Property	169,372	180,318
Real Estate Transfer (Intangible)	1,334	2,427
Franchise	161,151	156,394
General Sales and Use	1,037,333	1,063,761
Selective Sales and Use	170,814	169,627
Business		
Business and Occupation	105,398	111,933
Insurance Premium	522,733	489,296
Financial Institution	61,067	64,079
Penalties and Interest on Delinquent Taxes	15,620	20,390
	<u>3,399,554</u>	<u>3,462,143</u>
Licenses and Permits		
Non-Business	986	840
Regulatory	6,844	16,627
Penalties and Interest	934	1,671
	<u>8,764</u>	<u>19,138</u>
Intergovernmental	<u>301,626</u>	<u>307,911</u>
Charges for Services		
General Government	29,280	28,200
Public Safety	466,928	472,229
Street and Public Improvements	2,348	17,372
Public Works	1,220,108	1,243,219
Culture and Recreation	146,597	140,810
Other Charges for Services	79,213	77,052
	<u>1,944,474</u>	<u>1,978,882</u>
Fines and Forfeitures	<u>112,658</u>	<u>144,197</u>
Interest Revenue	<u>6,967</u>	<u>4,633</u>
Contributions and Donations	<u>8,500</u>	<u>--</u>
Miscellaneous	<u>252,902</u>	<u>223,252</u>
Total Revenues	<u>\$ 6,035,445</u>	<u>\$ 6,140,156</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
EXPENDITURES		
Current		
General Government		
Legislative		
Personal Services and Employee Benefits	\$ 68,065	\$ 63,923
Purchased/Contracted Services	36,002	33,768
Supplies	481	562
Total Legislative	<u>104,548</u>	<u>98,253</u>
Executive		
Personal Services and Employee Benefits	15,701	15,386
Purchased/Contracted Services	12,847	12,440
Supplies	1,264	1,177
Total Executive	<u>29,812</u>	<u>29,003</u>
Elections		
Purchased/Contracted Services	28,043	17,034
Supplies	156	--
Total Elections	<u>28,199</u>	<u>17,034</u>
Financial Administration		
Personal Services and Employee Benefits	312,243	314,595
Purchased/Contracted Services	200,887	192,653
Supplies	13,466	15,359
Total Financial Administration	<u>526,596</u>	<u>522,607</u>
Government Buildings		
Personal Services and Employee Benefits	(1,152)	--
Purchased/Contracted Services	46,100	50,547
Supplies	4,447	2,268
Total Government Buildings	<u>49,395</u>	<u>52,815</u>
Total General Government	<u>738,550</u>	<u>719,712</u>
Public Safety		
Police		
Personal Services and Employee Benefits	1,483,581	1,460,088
Purchased/Contracted Services	157,745	165,289
Supplies	86,304	122,393
Capital Outlay	1,173	4,783
Other Costs	52,247	42,305
Total Police	<u>1,781,050</u>	<u>1,794,858</u>
Custody of Prisoners		
Purchased/Contracted Services	22,750	68,390
Total Custody of Prisoners	<u>22,750</u>	<u>68,390</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Fire		
Personal Services and Employee Benefits	1,128,531	1,054,826
Purchased/Contracted Services	54,534	59,926
Supplies	16,837	21,420
Capital Outlay	3,443	1,801
Total Fire	<u>1,203,345</u>	<u>1,137,973</u>
Animal Control		
Personal Services and Employee Benefits	96,533	65,385
Purchased/Contracted Services	6,668	3,668
Supplies	9,965	5,570
Total Animal Control	<u>113,166</u>	<u>74,623</u>
Total Public Safety	<u>3,120,311</u>	<u>3,075,844</u>
Public Works		
Highways and Streets		
Personal Services and Employee Benefits	375,615	383,820
Purchased/Contracted Services	122,814	132,191
Supplies	53,622	69,365
Other Costs	2,246	294
Total Highways and Streets	<u>554,297</u>	<u>585,670</u>
Sanitation		
Personal Services and Employee Benefits	279,427	330,671
Purchased/Contracted Services	397,072	446,204
Supplies	85,799	102,134
Other Costs	961	6,804
Total Sanitation	<u>763,259</u>	<u>885,813</u>
Public Works Shop		
Personal Services and Employee Benefits	119,168	107,493
Purchased/Contracted Services	14,128	9,111
Supplies	13,943	12,297
Total Public Works Shop	<u>147,239</u>	<u>128,901</u>
Cemetery		
Personal Services and Employee Benefits	127,632	131,594
Purchased/Contracted Services	9,305	12,100
Supplies	11,937	17,202
Other Costs	--	5,000
Total Cemetery	<u>148,874</u>	<u>165,896</u>
Total Public Works	<u>1,613,669</u>	<u>1,766,280</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Culture and Recreation		
Recreation		
Personal Services and Employee Benefits	329,402	325,099
Purchased/Contracted Services	31,433	31,196
Supplies	73,551	83,024
Other Costs	786	4,738
Total Recreation	<u>435,172</u>	<u>444,057</u>
Participant Recreation		
Purchased/Contracted Services	17,688	15,832
Supplies	33,498	37,650
Total Participant Recreation	<u>51,186</u>	<u>53,482</u>
Swimming Pools		
Purchased/Contracted Services	9,787	5,813
Supplies	190	1,874
Total Swimming Pools	<u>9,977</u>	<u>7,687</u>
Sports Facilities		
Legion Park Facility	15,623	12,342
Monitor Facility	6,987	6,415
Ball Parks and Fields	32,151	23,034
Tennis Courts	237	--
Paulk Park Camp Site	6,774	4,083
Skeet Range	420	1,486
Total Sports Facilities	<u>62,192</u>	<u>47,360</u>
Museums		
Personal Services and Employee Benefits	3,188	9,427
Purchased/Contracted Services	3,400	3,144
Supplies	1,246	677
Total Museums	<u>7,834</u>	<u>13,248</u>
Grand Theatre		
Personal Services and Employee Benefits	72,582	61,046
Purchased/Contracted Services	17,035	19,592
Supplies	53,272	64,725
Total Grand Theatre	<u>142,889</u>	<u>145,363</u>
The Carnegie Center		
Purchased/Contracted Services	2,748	2,516
Supplies	579	336
Total The Carnegie Center	<u>3,327</u>	<u>2,852</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Parks		
Personal Services and Employee Benefits	81,030	112,678
Purchased/Contracted Services	12,596	15,356
Supplies	7,044	10,947
Capital Outlay	516	303
Other Costs	275	--
Total Parks	<u>101,461</u>	<u>139,284</u>
Library		
Other Costs	127,714	127,714
Total Library	<u>127,714</u>	<u>127,714</u>
Total Culture and Recreation	<u>941,752</u>	<u>981,047</u>
Housing and Development		
Building Inspections		
Personal Services and Employee Benefits	49,413	48,444
Purchased/Contracted Services	5,510	6,149
Supplies	3,613	4,743
Total Building Inspections	<u>58,536</u>	<u>59,336</u>
Urban Development and Housing		
Personal Services and Employee Benefits	126,343	123,767
Purchased/Contracted Services	29,267	24,126
Supplies	3,980	4,872
Total Urban Development and Housing	<u>159,590</u>	<u>152,765</u>
Code Enforcement		
Personal Services and Employee Benefits	49,350	48,478
Purchased/Contracted Services	4,173	5,572
Supplies	3,343	3,769
Other Costs	5,100	--
Total Code Enforcement	<u>61,966</u>	<u>57,819</u>
Economic Development		
Other Costs	186	(1,591)
Total Economic Development	<u>186</u>	<u>(1,591)</u>
Tourism		
Personal Services and Employee Benefits	106,474	106,426
Purchased/Contracted Services	5,818	4,761
Supplies	2,392	1,737
Total Tourism	<u>114,684</u>	<u>112,924</u>
Sesquicentennial		
Purchased/Contracted Services	1,392	--
Supplies	9,486	--
Total Sesquicentennial	<u>10,878</u>	<u>--</u>
Total Housing and Development	<u>405,840</u>	<u>381,253</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Capital Outlay	431,785	166,046
Debt Service	83,212	70,661
Total Expenditures	<u>\$ 7,335,119</u>	<u>\$ 7,160,843</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule of General Fund Distribution
For the Year Ended December 31, 2015

Annual Gross Income	<u>\$ 31,877,008</u>
Less	
Contract Electric Receipts (Connected Load Greater Than 900 KW)	7,376,288
Contract Natural Gas Receipts (Annual Consumption Greater Than 34,000 MCF)	2,507,671
Contract Water and Sewer Receipts	424,830
Rent	<u>272,908</u>
	<u>10,581,697</u>
Adjusted Gross Income	21,295,311
Add	
Other Receipts	
Computer Fees	30,000
Recovery of Old Accounts	(1,459)
Cash Overage (Shortage)	<u>85</u>
	<u>28,626</u>
Gross Income Subject to Transfer	<u><u>\$ 21,323,937</u></u>
8% of 21,323,937	<u><u>\$ 1,705,915</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, 2015

Total Expenditures	
Tourism, Promotions, Conventions, Trade Shows, and Facility Support	\$ 45,650
	<u>45,650</u>
Taxes Collected	
Tax Collections @ 3%	35,829
Tax Collections Greater Than 3%	23,886
	<u>59,715</u>
Percentage of Current Year Taxes Expended	<u>76%</u>

CITY OF FITZGERALD, GEORGIA
Schedule of DHR Grants
For the Year Ended December 31, 2015

Contract Number	93-151500026	93-161600026	40-0000022487	40-0000044323
Contract Period	7/1/14 - 6/30/15	7/1/15 - 6/30/16	10/1/14 - 9/30/15	10/1/15 - 9/30/16
Contract Amount	\$ 45,000	\$ 46,000	\$ 37,000	\$ 40,500
Revenues - DHR				
FYE 12/31/14	\$ 12,834	\$ --	\$ 37,000	\$ --
FYE 12/31/15	32,166	10,671	--	37,000
	<u>45,000</u>	<u>10,671</u>	<u>37,000</u>	<u>37,000</u>
Expenditures				
FYE 12/31/14	24,251	--	37,000	--
FYE 12/31/15	20,749	22,785	--	37,000
	<u>45,000</u>	<u>22,785</u>	<u>37,000</u>	<u>37,000</u>
Due from DHR	\$ --	\$ 12,114	\$ --	\$ --

CITY OF FITZGERALD, GEORGIA

**Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2015**

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
Sales Tax Referendum 7/1/2005 - 6/30/2011						
Transportation Improvement	\$ 1,500,000	\$ 2,126,048	\$ 2,256,370	\$ 152,562	\$ 2,408,932	113%
Old City Hall Restoration	1,550,000	2,679,126	2,681,803	--	2,681,803	100%
Carnegie Library	500,000	524,641	524,641	--	524,641	100%
Depot Renovation	300,000	300,000	48,798	28,856	77,654	26%
Capital Equipment	700,000	700,000	695,776	--	695,776	99%
Cemetery Improvements	50,000	65,169	65,169	--	65,169	100%
City Hall / Carnegie Furnishings	200,000	201,233	201,233	--	201,233	100%
Telecommunications	200,000	200,000	177,508	1,879	179,387	90%
	<u>\$ 5,000,000</u>	<u>\$ 6,796,217</u>	<u>\$ 6,651,298</u>	<u>\$ 183,297</u>	<u>\$ 6,834,595</u>	
SPLOST Capital Projects Fund						
Total Expenditures				<u>\$ 183,297</u>		
				<u>\$ 183,297</u>		
Sales Tax Referendum 7/1/2011 - 6/30/2017						
Transportation Improvements	\$ 2,100,000	\$ 2,100,000	\$ 486,287	\$ --	\$ 486,287	23%
City Hall Debt	1,500,000	1,500,000	943,842	282,998	1,226,840	82%
Capital Equipment	700,000	700,000	221,494	156,524	378,018	54%
Public Works	150,000	150,000	--	--	--	0%
Fire Museum; Fire and Rescue Vehicles and Equipment	75,000	75,000	--	--	--	0%
Jaycee Stadium Improvements	900,000	900,000	--	363,380	363,380	40%
Carnegie Center Improvements	100,000	100,000	--	--	--	0%
Cemetery Improvements	75,000	75,000	4,180	--	4,180	6%
City and County Joint Projects						
Development Authority of Ben Hill County	150,000	150,000	61,633	21,859	83,492	56%
Fitzgerald & Ben Hill County Development Authority	1,500,000	1,350,000	57,366	268,740	326,106	24%
Humane Society	25,000	25,000	--	--	--	0%
Grand Conference Center	100,000	250,000	4,540	150,129	154,669	62%
	<u>\$ 7,375,000</u>	<u>\$ 7,375,000</u>	<u>\$ 1,779,342</u>	<u>\$ 1,243,630</u>	<u>\$ 3,022,972</u>	
SPLOST 2011 Capital Projects Fund						
Total Expenditures				<u>\$ 1,243,630</u>		
				<u>\$ 1,243,630</u>		

CITY OF FITZGERALD, GEORGIA
Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2015

The amounts reported as prior years expenditures have been restated to reflect the following adjustments:

	Prior Years Expenditures Previously Reported	Adjustments		Prior Years Expenditures Restated
		Amounts Financed By Intergovernmental Revenue	Prior Year Projects Re- categorized	
Sales Tax Referendum 7/1/2011 - 6/30/2017				
Transportation Improvements	\$ 883,641	\$ (397,354)	\$ --	\$ 486,287
City Hall Debt	943,842	--	--	943,842
Capital Equipment	221,494	--	--	221,494
Public Works	--	--	--	--
Fire Museum; Fire and Rescue Vehicles and Equipment	--	--	--	--
Jaycee Stadium Improvements	--	--	--	--
Carnegie Center Improvements	--	--	--	--
Cemetery Improvements	4,180	--	--	4,180
City and County Joint Projects				
Development Authority of Ben Hill County	61,633	--	--	61,633
Fitzgerald & Ben Hill County Development Authority	40,741	--	16,625	57,366
Humane Society	--	--	--	--
Grand Conference Center	4,540	--	--	4,540
	<u>\$ 2,160,071</u>	<u>\$ (397,354)</u>	<u>\$ 16,625</u>	<u>\$ 1,779,342</u>

MEEKS CPA, LLP

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Certified Public Accountants

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

To The Honorable Mayor and Council
City of Fitzgerald, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise City of Fitzgerald, Georgia's basic financial statements, and have issued our report thereon dated December 08, 2016.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

MEEKS CPA, LLP

Ocilla, Georgia
December 08, 2016