

**CITY OF WAYCROSS, GEORGIA**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2014**

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## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Commission  
City of Waycross, Georgia

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Waycross, Georgia, as of and for the year ended June 30, 2014, 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 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.

To the Honorable Mayor and Members of the City Commission  
City of Waycross, Georgia

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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, each major fund, and the aggregate remaining fund information of City of Waycross, Georgia, as of June 30, 2014, 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 and budgetary comparison information on pages 4 through 12 and 56 through 57 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the 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.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Waycross, Georgia's financial statements as a whole. The introductory section, combining and individual non-major fund financial statements, internal service funds, fiduciary funds, the Schedules of Projects Constructed with Special Sales Tax Proceeds and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual non-major fund financial statements, internal service funds, fiduciary funds, and the Schedules of Projects Constructed with Special Sales Tax Proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

To the Honorable Mayor and Members of the City Commission  
City of Waycross, Georgia

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**Report Issued in Accordance with *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2014 on our consideration of City of Waycross, Georgia's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Waycross, Georgia's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Henderson & Godbee, LLP". The signature is written in black ink and is positioned above a horizontal line.

Henderson & Godbee, LLP  
Certified Public Accountants  
Valdosta, Georgia

December 22, 2014

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**



## Management's Discussion and Analysis

Our discussion and analysis of the City of Waycross' financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the City's financial statements, which begin on page 13.

### Financial Highlights

The City continues to operate in a manner that cash balances are adequate to finance day-to-day operations without short term borrowings such as tax anticipation notes. However, long term financing is used for equipment and other major projects.

The largest source of funds for the general fund is local option sales taxes and property taxes accounting for over 57% of the budget. During 2013, sales taxes had a modest decrease from the prior year. During 2014, sales taxes decreased again from the prior year. Collections decreased 4 percent over fiscal year 2014.

The impact of the economy on property taxes has not increased from real or inflationary growth resulting in little or no increase in property taxes. With the decline in local option sales taxes, it was necessary to raise the millage rate from 9.998 to 10.998 mills in fiscal 2010. The millage rate has remained 10.998 mills through fiscal 2014. In fiscal 2012, the general fund balance declined by \$307,308 in the fund balance financial statements. In fiscal year 2013 this trend reversed and the fund balance increased \$46,245 resulting in a fund balance of \$345,028. In fiscal year 2014, the fund balance increased by \$53,062. For fiscal year 2014 the ending fund balance is \$398,090. A 4% increase in the insurance premium taxes and a full year of the new title ad valorem tax (TAVT) revenue played a major factor in the increase of the Fund Balance. Occupational taxes increased by \$157,974, due to the City performing its first Occupational tax audit. These additional funds assisted in offsetting any decreases in other tax revenue areas. Also, the occupational tax revenues will receive a boost due to the implementation of strong revenue administration going forward. The other revenues collected were 1.4% lower than projected and the expenditures were 1% less than the revenue collected. As economic conditions improve, this balance will be increased to serve as a cushion during periods of economic volatility.

The City has a long range plan to identify and quantify the infrastructure needs of our community. The 2008 SPLOST has addressed those needs as it relates to public buildings, streets and major equipment. Since inception, \$10,696,882 has been collected and \$1,300,022 has been spent on fire and special purpose vehicles, \$1,884,462 on street improvements, \$60,921 on technology improvements, \$43,693 on property acquisitions, \$263,483 on Downtown Development Authority projects, \$2,817,438 on building improvements, and \$187,904 on water and sewer rehabilitation and expansion. The renovation of the City Auditorium was completed during the year ended June 30, 2014, resulting in \$1,872,657 total expenses for architect services, replacing the existing roof and construction.

In the public utilities business-type activities (water and sewer services), revenues exceeded expenses by \$87,366. Significant infrastructure replacements to the sewer collection system are necessary to efficiently provide this service. In fiscal year 2012, the new rate structure was implemented. The rates were based on a rate study that insures the rates are adequate to fund necessary improvements. Continued infrastructure replacements are included in our long range plans and will be funded by current operations and implementation in fiscal year 2015.

The waste management business-type activity expenses exceeded revenues by \$55,940. Due to the closing of the county's landfill, the city had to start outsourcing the grinding of yard debris. The grinding services were unexpected in fiscal year 2013. Steps have been taken for fiscal year 2014 and 2015 to budget for this service. Commercial dumpster billing was assumed by the City, which has proven to provide an additional source of revenue.

### How These Statements Were Prepared

The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary financial information in addition to the basic financial statements.

### Government-wide Financial Statements

The government-wide financial statements beginning on page 13 are designed to provide readers with a broad, long-term view of the City's finances, in a manner similar to private sector business. They include all assets and liabilities using the accrual basis of accounting. All of the current revenue and expenses are taken into account regardless of when the cash is received or paid.

The Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. It serves as one measure of the City's financial health or financial position. Over time, increases or decreases in net position may serve as a useful indicator whether the financial health of the City is improving or deteriorating. Other nonfinancial factors also impact the health of the City, such as changes in the property tax base and the condition of the City's roads.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or significant portions of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government and administration (mayor and council, city manager, finance, purchasing, human resources and engineering), public safety (police and fire), public works, cemetery and community development (grants, codes, planning, zoning, and inspections). The business-type activities of

the City include water and sewer services, waste management which includes yard trash and garbage pick-up, and the City auditorium activities.

### Fund Financial Statements

The fund financial statements beginning on page 15 provide detailed information about the most significant funds –not the City as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Some funds are required to be established by State law and bond covenants. The City has established other funds to help control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants or other money. The City’s two kinds of funds – governmental and proprietary –use different accounting approaches and are described further below.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. Such information may be useful in evaluating a government’s short-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near term financing decisions. Both the governmental funds balance sheets and the governmental funds statements of revenues, expenditures and changes in fund balances provides a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 21 governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, the SPLOST 2008-2013 Fund and the Capital Reserve Fund which are considered to be major funds. Data for the other 16 funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 15 and 17.

Proprietary Funds – The City maintains three types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, sanitation, and City auditorium operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City’s various functions. The City uses its

internal funds to account for its fleet services, risk management, data processing, building maintenance, and employee benefit programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Public Utilities and Waste Management Funds since both are considered to be major funds of the City. All internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on pages 19-22 of this report.

### Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-55.

### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The required supplementary information can be found on pages 56-57 of this report.

The combined statements referred to earlier in connection with non-major governmental funds and internal service funds are presented following the required supplementary information. Combined and individual statements and schedules can be found on pages 58-65 and 84-89 of this report.

### The City as Trustee

The City is the trustee, or fiduciary of certain assets. All of the City's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities on page 23. We excluded these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for the intended purpose.

### Governmental-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the government's financial position. In the case of the City of Waycross, assets exceeded liabilities by \$50,046,075 as of June 30, 2014. The tables below should be read in conjunction with the financial statements on pages 13-14.

Statement of Net Position						
	Governmental		Business-Type		Total	
	Activities		Activities			
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 7,901,369	\$ 8,654,917	\$ 2,728,256	\$ 2,630,005	\$ 10,629,625	\$ 11,284,922
Capital Assets	17,560,795	17,656,124	32,013,760	31,113,600	49,574,555	48,769,724
Total Assets	25,462,164	26,311,041	34,742,016	33,743,605	60,204,180	60,054,646
Long-term debt outstanding	\$ 1,814,091	\$ 1,961,612	\$ 7,231,684	\$ 8,288,680	\$ 9,045,775	\$ 10,250,292
Other liabilities	859,289	678,375	253,041	53,526	1,112,330	731,901
Total liabilities	2,673,380	2,639,987	7,484,725	8,342,206	10,158,105	10,982,193
Net Position:						
Net Investment in capital assets	\$ 16,508,263	\$ 16,428,132	\$ 24,791,517	\$ 23,054,204	\$ 41,299,780	\$ 39,482,336
Restricted	5,840,484	6,119,462	-	-	5,840,484	6,119,462
Unrestricted	440,037	1,123,460	2,465,774	2,347,195	2,905,811	3,470,655
Total Net Position	\$ 22,788,784	\$ 23,671,054	\$ 27,257,291	\$ 25,401,399	\$ 50,046,075	\$ 49,072,453

The largest portion of the City's net position (83%) reflects its investment in capital assets (e.g. land, building, equipment, improvements, construction in progress, and infrastructure), less any debt issued to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The net position of the City's governmental activities decreased by \$882,270. A portion of the City's net position, \$5,480,484, represents resources that are subject to external restriction on how they may be used. The unrestricted portion of net position, \$2,905,811 may be used to meet the government's ongoing obligation to citizens and creditors.

The net position of the City's business-type activities increased by a difference of \$1,855,892. The City can only use this net position to finance the continuing operations of the public utilities (water and sewer), waste management (garbage and yard trash pickup/disposal), and city auditorium.

	Change in Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Program Revenues						
Charges for Services	\$ 1,652,627	\$ 1,642,813	\$ 6,256,936	\$ 5,838,107	\$ 7,909,563	\$ 7,480,920
Operating Grants	263,469	174,407	-	-	263,469	174,407
Capital Grants	2,511,589	2,162,333	1,895,352	22,825	4,406,941	2,185,158
General Revenues					-	-
Property Taxes	2,990,583	3,046,334	-	-	2,990,583	3,046,334
Sales Taxes	3,111,426	3,253,938	-	-	3,111,426	3,253,938
Franchise Fees	1,154,004	1,242,729	-	-	1,154,004	1,242,729
Other Taxes	2,015,214	1,443,852	-	-	2,015,214	1,443,852
Investment Earnings	972	4,731	684	980	1,656	5,711
Other	9,842	1,325	-	-	9,842	1,325
Total Revenues	13,709,726	12,972,462	8,152,972	5,861,912	21,862,698	18,834,374
Program Expenses						
General Government	427,698	441,806	-	-	427,698	441,806
Public Safety	8,235,206	8,149,402	-	-	8,235,206	8,149,402
Public Works	4,686,262	3,039,086	-	-	4,686,262	3,039,086
Community Development	1,209,428	634,987	-	-	1,209,428	634,987
Interest	33,402	32,271	-	-	33,402	32,271
Public Utilities	-	-	4,295,261	4,531,590	4,295,261	4,531,590
Waste Management	-	-	1,939,709	1,153,956	1,939,709	1,153,956
City Auditorium	-	-	62,110	-	62,110	-
Total Expenses	14,591,996	12,297,552	6,297,080	5,685,546	20,889,076	17,983,098
Increase in net position	\$ (882,270)	\$ 674,910	\$ 1,855,892	\$ 176,366	\$ 973,622	\$ 851,276

The City's total combined activities revenue increased by \$3,028,324 (16 percent) and the total combined expenses increased by \$2,905,978 (17 percent).

The analysis below separately considers the operations of governmental and business-type activities.

### Governmental Activities

The format of the Statement of Activities is significantly different than a typical statement of Revenues, Expenses and Changes in Fund Balance. Expenses are listed in the first column with the related revenues reported to the right. The result is net (expense) revenue. This format highlights the relative financial burden of each of the functions on the City's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Some of the individual line item revenues reported for each function are:

General Government building permits, occupational licenses, inspection fees public safety fines and forfeitures, grants, Public Works capital grants for infrastructure improvements, Cemetery Lot sales and interment fees.

All other governmental revenues are reported as general. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

	Governmental Activities		Net Cost of Services	
	2014	2013	2014	2013
General Government	\$ 427,698	\$ 441,806	\$ (692,218)	\$ (602,310)
Public Safety	8,235,206	8,149,402	6,748,776	6,780,662
Public Works	4,686,262	3,039,086	3,198,902	1,762,752
Community Development	1,209,428	634,987	875,449	344,624
Interest on Long-Term Debt	33,402	32,271	33,402	32,271
Total Expenses	\$ 14,591,996	\$ 12,297,552	\$ 10,164,311	\$ 8,317,999

The net expense of operating Governmental Activities increased from \$8,317,999 to \$10,164,311 or 22 percent. General revenues increased 4 percent or \$289,132 from \$8,992,909 in 2013 to \$9,282,041 in 2014.

#### Business-Type Activities

The City’s business-type activities continue to be operated in a manner to cover all operating costs. Rates charged for these services remained the same. The Public Utilities Fund-Water and Sewer has begun a long range plan to perform critical infrastructure replacements to ensure the City is able to continue to provide quality services. A rate study has been completed and was implemented in fiscal year 2012 to adjust rates to adequately fund these improvements.

#### The City’s Funds

As the City completed the year, its governmental funds (as presented on page 15) reported a combined fund balance of \$6,250,621. Included in this total fund balance is the fund balance of the General Fund of \$398,090 which compares to a prior balance of \$345,028 in 2013. This fund balance will assist the City in weathering the current economic slowdown and unanticipated events; however, the balance has been substantially reduced during the economic down turn. As the economy improves, this balance will be increased to provide a cushion for the current economic volatility. Should conditions not improve, services may be curtailed or taxes and fees increased.

#### General Fund Budgetary Highlights

Actual revenues for 2014 did not meet the budgeted amount by \$162,861 or 1 percent and expenses did not exceed the budget by \$211,655 or 2 percent. The revenues for taxes were 3% lower than budgeted. Even with the decrease of 4% from sales tax, other tax revenues were slightly lower than the City had anticipated. For example the franchise fees collected were \$88,725 lower than 2013 collections. The public works department exceeded budgeted

expenditures by \$190,565 or 9 percent. All other operating expenditures were within budget. A more detailed comparison is on page 57.

### Capital Assets

At June 30, 2014, the City had \$50 million invested in a broad range of capital assets, including police and fire equipment, buildings, water and sewer lines, and a treatment plant. This amount represents a net increase (additions and deductions) of \$804,831 over the last year. The table below provides further analysis of these capital assets.

	<b>Capital Assets at Year End</b>					
	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	2014	2013	2014	2013	2014	2013
Land	\$ 5,042,780	\$ 4,876,148	\$ 235,859	\$ 235,859	\$ 5,278,639	\$ 5,112,007
Construction in Progress	147,496	511,768	47,496	30,121	194,992	541,889
Buildings/Improvements	8,792,244	8,584,155	12,107,166	9,785,589	20,899,410	18,369,744
Equipment and Vehicles	8,023,394	7,400,622	5,350,111	5,378,085	13,373,505	12,778,707
Infrastructure	33,492,471	33,391,051	49,653,664	49,653,664	83,146,135	83,044,715
Accumulated Depreciation	(37,937,590)	(37,107,620)	(35,380,536)	(33,969,718)	(73,318,126)	(71,077,338)
<b>Total Assets</b>	<b>\$ 17,560,795</b>	<b>\$ 17,656,124</b>	<b>\$ 32,013,760</b>	<b>\$ 31,113,600</b>	<b>\$ 49,574,555</b>	<b>\$ 48,769,724</b>

Additional information on the City of Waycross' capital assets can be found in footnote 7 on pages 36 and 37 of this report.

### Debt Administration

At year end, the City had \$8,274,775 in bonds, notes, and capital leases outstanding versus \$9,296 last year, a decrease of 11 percent as shown in the following table:

	<b>Outstanding Debt at Year End</b>					
	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	2014	2013	2014	2013	2014	2013
Capital Leases	\$ 380,032	\$ 525,491	\$ 23,614	\$ 76,401	\$ 403,646	\$ 601,892
Notes	672,500	702,500	7,198,629	7,991,667	7,871,129	8,694,167
<b>Total Assets</b>	<b>\$ 1,052,532</b>	<b>\$ 1,227,991</b>	<b>\$ 7,222,243</b>	<b>\$ 8,068,068</b>	<b>\$ 8,274,775</b>	<b>\$ 9,296,059</b>

During the fiscal year ended June 30, 2014 and 2013, the financial condition of the City did not require short-term borrowings to finance governmental operations until property taxes were collected.

Additional information on the City of Waycross' long-term debt can be found in footnote 8 on pages 38 through 42 of this report.



### Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the fiscal-year 2015 budget. In prior years increased operating costs have been funded from increases in the tax digest, primarily in commercial retail property, and increased sales taxes. The economic downturn has adversely impacted these increases. During fiscal year 2014 the local option sales tax revenues decreased by 4 percent or \$142,512. In fiscal 2010, the local option sales tax collection began to decrease significantly. The millage rate was increased from 9.998 to 10.998 to maintain the same level of service in 2010. Recently the city and county came to an agreement on the local option sales tax split. All upcoming budget years will have to be adjusted to the following. As it stands now, the county will receive an increase in funding of 3.5%. Currently the county receives 52% and the city's portion is 48%. Effective July 1, 2014 the county will receive 55.5% and the city's portion will be decreased to 44.5%. Since the city's sales tax revenue has been decreased, either tax rates and /or fees will need to be increased to keep the same levels of service currently being given to our citizens.

The City continues to search for ways to deliver cost effective services to the citizens of Waycross. Over the past several years, garbage services and the operations of the water and wastewater treatment plant has been outsourced. All division directors have been diligently looking for ways to keep operational cost down within their departments. Although some factors such as gas, diesel, and electricity rates are something the city has no control over, each department has stayed within their allotted budgets.

In closing, the City of Waycross continues to operate to maintain a balanced budget by; cutting any wasteful spending, maintaining tight revenue administration to ensure the City receives all revenue it is entitled to, and streamlining our service delivery to save on operational costs.

### Contacting the City's Financial Management

The financial report is designed to provide our citizens, taxpayers, customers and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City Manager's office at the City of Waycross, 417 Pendleton Street, Waycross, Georgia 31501.

## **BASIC FINANCIAL STATEMENTS**

**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2014**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and Equivalents	\$ 7,124,022	\$ 1,567,658	\$ 8,691,680
Receivables	472,030	874,999	1,347,029
Prepays	43,923	-	43,923
Internal Balances	(228,000)	228,000	-
Due from Other Governments	443,749	-	443,749
Inventories	45,645	57,599	103,244
Capital Assets			
Non-depreciable	5,190,276	283,355	5,473,631
Depreciable (net)	12,370,519	31,730,405	44,100,924
Total Assets	<u>\$ 25,462,164</u>	<u>\$ 34,742,016</u>	<u>\$ 60,204,180</u>
<b>Liabilities</b>			
Accounts payable and accrued expenses	\$ 853,410	\$ 43,572	\$ 896,982
Deposits	-	209,469	209,469
Long-term liabilities			
Due within one year			
Loans payable	30,000	804,159	834,159
Capital lease obligations	170,609	23,614	194,223
Due in more than one year			
Loans payable	642,500	6,394,470	7,036,970
Capital lease obligations	209,423	-	209,423
Compensated absences	374,559	9,441	384,000
Other post employment benefits	387,000	-	387,000
Total liabilities	<u>2,667,501</u>	<u>7,484,725</u>	<u>10,152,226</u>
<b>Deferred Inflows of Resources</b>			
Unavailable revenue	5,879	-	5,879
Total deferred inflows of resources	<u>5,879</u>	<u>-</u>	<u>5,879</u>
<b>Net Position</b>			
Net Investment in capital assets	16,508,263	24,791,517	41,299,780
Restricted for:			
Capital projects	5,429,040	-	5,429,040
Community development projects	361,514	-	361,514
Other projects	49,930	-	49,930
Unrestricted	440,037	2,465,774	2,905,811
Total net position	<u>\$ 22,788,784</u>	<u>\$ 27,257,291</u>	<u>\$ 50,046,075</u>

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA  
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2014**

<b>Functions/Programs</b>	<b>Program Revenue</b>			<b>Net (Expense) Revenue and Changes in Net Position</b>			
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Primary government</b>							
Governmental Activities							
General Government	\$ 427,698	\$ 956,113	\$ 163,803	\$ -	\$ 692,218	\$ -	\$ 692,218
Public Safety	8,235,206	543,412	9,504	933,514	(6,748,776)	-	(6,748,776)
Streets and Sanitation	4,686,262	2,172	-	1,485,188	(3,198,902)	-	(3,198,902)
Community Development	1,209,428	150,930	90,162	92,887	(875,449)	-	(875,449)
Interest on Long-term debt	33,402	-	-	-	(33,402)	-	(33,402)
Total governmental activities	<u>14,591,996</u>	<u>1,652,627</u>	<u>263,469</u>	<u>2,511,589</u>	<u>(10,164,311)</u>	<u>-</u>	<u>(10,164,311)</u>
Business-type activities:							
Public Utilities	4,295,261	4,359,249	-	22,695	-	86,683	86,683
Waste Management	1,939,709	1,883,768	-	-	-	(55,941)	(55,941)
City Auditorium	62,110	13,919	-	1,872,657	1,872,657	1,824,466	1,824,466
Total business-type activities	<u>6,297,080</u>	<u>6,256,936</u>	<u>-</u>	<u>1,895,352</u>	<u>1,872,657</u>	<u>1,855,208</u>	<u>1,855,208</u>
<b>Total primary government</b>	<u>\$ 20,889,076</u>	<u>\$ 7,909,563</u>	<u>\$ 263,469</u>	<u>\$ 4,406,941</u>	<u>\$ (10,164,311)</u>	<u>\$ 1,855,208</u>	<u>\$ (8,309,103)</u>
<b>General revenues:</b>							
Taxes:							
Property taxes, levied for general purposes				\$ 2,990,583	\$ -	\$ 2,990,583	
Sales Taxes				3,111,426	-	3,111,426	
Franchise Fee				1,154,004	-	1,154,004	
Other Taxes				2,015,214	-	2,015,214	
Unrestricted investment earnings				972	684	1,656	
Miscellaneous				9,842	-	9,842	
Total general revenues, special items, and transfers				<u>9,282,041</u>	<u>684</u>	<u>9,282,725</u>	
Change in net position				(882,270)	1,855,892	973,622	
Net position - beginning				23,671,054	25,401,399	49,072,453	
Net position - ending				<u>\$ 22,788,784</u>	<u>\$ 27,257,291</u>	<u>\$ 50,046,075</u>	

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2014**

	<u>GENERAL FUND</u>	<u>SPLOST 2008- 2013</u>	<u>CAPITAL RESERVE</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>Assets</b>					
Cash and cash equivalents	\$ 58,439	\$ 4,128,877	\$ 146,041	\$ 1,527,226	\$ 5,860,583
Receivables (net)					
Taxes	347,706	-	-	-	347,706
Accounts	25,421	-	-	-	25,421
Due from other funds	500,000	35,209	193,592	-	728,801
Receivable from other governments	276,867	157,584	-	9,298	443,749
Inventories	16,831	-	-	-	16,831
Other receivables	-	-	-	85,698	85,698
Prepaid expenses	15,337	-	-	-	15,337
Total assets	<u>1,240,601</u>	<u>4,321,670</u>	<u>339,633</u>	<u>1,622,222</u>	<u>7,524,126</u>
<b>Liabilities and Fund Balance (Deficit)</b>					
Liabilities:					
Accounts payable	42,758	-	-	14,906	57,664
Due to other funds	393,592	-	375,000	35,209	803,801
Other accrued expenses	77,776	-	-	-	77,776
Total liabilities	<u>514,126</u>	<u>-</u>	<u>375,000</u>	<u>50,115</u>	<u>939,241</u>
<b>Deferred Inflows of Resources</b>					
Unavailable revenue	328,385	-	-	5,879	334,264
Total deferred inflows of resources	<u>328,385</u>	<u>-</u>	<u>-</u>	<u>5,879</u>	<u>334,264</u>
Fund balances (Deficit):					
Nonspendable	32,168	-	-	-	32,168
Restricted	-	4,321,670	-	1,325,239	5,646,909
Committed	-	-	-	219,315	219,315
Assigned	-	-	-	21,674	21,674
Unassigned	365,922	-	(35,367)	-	330,555
Total fund balances (deficit)	<u>398,090</u>	<u>4,321,670</u>	<u>(35,367)</u>	<u>1,566,228</u>	<u>6,250,621</u>
Total liabilities, deferred inflows and fund balances (deficit)	<u>\$ 1,240,601</u>	<u>\$ 4,321,670</u>	<u>\$ 339,633</u>	<u>\$ 1,622,222</u>	<u>\$ 7,524,126</u>

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION  
AS OF JUNE 30, 2014**

Total fund balance, governmental funds		\$ 6,250,621
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements, but are reported in the governmental activities in the government-wide statement of net position.</p>		17,560,795
<p>Long-term liabilities are not due and payable in the current period and are not included in the fund financial statements, but are included in the governmental activities of the government-wide statement of net position.</p>		
Loans payable		(672,500)
Capital lease obligations		(380,032)
Compensated absences		(374,559)
Net other post employment benefits (OPEB)		(387,000)
<p>Internal service funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the government-wide statement of net position.</p>		
Net position of internal service funds	453,825	
Less capital assets included above	(7,401)	
Add compensated absences included above	16,650	
		463,074
<p>Deferred revenue in governmental funds is susceptible to full accrual on the entity-wide statements</p>		328,385
<p>Net Position of Governmental Activities in the Statement of Net Position</p>		\$ 22,788,784

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	GENERAL FUND	SPLOST 2008- 2013	CAPITAL RESERVE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>Revenues</b>					
Taxes	\$ 8,900,997	\$ -	\$ -	\$ 293,192	\$ 9,194,189
Fines and forfeitures	372,867	-	-	-	372,867
Licenses and permits	906,685	-	-	-	906,685
Intergovernmental	131,691	1,770,735	-	747,639	2,650,065
Charges for services	26,326	-	-	43,605	69,931
Interest income	931	2,375	-	376	3,682
Miscellaneous	237,721	-	-	224,608	462,329
Total revenues	<u>10,577,218</u>	<u>1,773,110</u>	<u>-</u>	<u>1,309,420</u>	<u>13,659,748</u>
<b>Expenditures</b>					
Current:					
General government	405,427	-	-	5,038	410,465
Public Safety	7,796,200	-	-	42,105	7,838,305
Public Works	2,117,111	-	-	-	2,117,111
Community development	635,020	-	-	348,112	983,132
Debt Service:					
Principal retirement	292,797	-	-	-	292,797
Interest and other charges	33,403	-	-	-	33,403
Capital Outlay	-	2,439,686	-	325,023	2,764,709
Total Expenditures	<u>11,279,958</u>	<u>2,439,686</u>	<u>-</u>	<u>720,278</u>	<u>14,439,922</u>
Excess (Deficiency) Of Revenues Over Expenditures	<u>(702,740)</u>	<u>(666,576)</u>	<u>-</u>	<u>589,142</u>	<u>(780,174)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	638,465	-	-	45,309	683,774
Transfers out	-	-	-	(220,962)	(220,962)
Proceeds from capital leases	117,337	-	-	-	117,337
Total Other Financing Sources (Uses)	<u>755,802</u>	<u>-</u>	<u>-</u>	<u>(175,653)</u>	<u>580,149</u>
Net Change in Fund Balances	53,062	(666,576)	-	413,489	(200,025)
Fund Balances (Deficit) - Beginning of Year	345,028	4,988,246	(35,367)	1,152,739	6,450,646
Fund Balances (Deficit)- Ending of Year	<u>\$ 398,090</u>	<u>\$ 4,321,670</u>	<u>\$ (35,367)</u>	<u>\$ 1,566,228</u>	<u>\$ 6,250,621</u>

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA**  
**RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES AND CHANGES**  
**IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2014**

Net change in fund balances - total governmental funds:		\$ (200,025)
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period. This is the amount by which capital outlays of \$740,761 were exceeded by depreciation of \$836,090 in the current period.		(95,329)
Revenues reported on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds:		
Deferred Revenues		49,970
Revenues not reported on the statement of activities that provide current financial resources are reported as revenues in governmental funds:		
Proceeds from capital leases		(117,337)
Repayment of principle is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of activities.		
Capital lease principle payments		262,800
Notes payable principle payments		30,000
Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:		
Changes in other post employment benefits (OPEB)		(17,000)
Changes in long-term compensated absences		(10,939)
Internal service funds are used by management to charge the costs of certain activities, such as fleet maintenance and information technology, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.		(810,559)
Less change in capital assets included above		26,441
Add change in compensated absences included above		(292)
		(784,410)
Change in net position of governmental activities		\$ (882,270)

The accompanying notes are an integral part of these statements.



**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2014**

		ENTERPRISE FUNDS				
ASSETS		PUBLIC UTILITIES	WASTE MANAGEMENT	NON-MAJOR CITY AUDITORIUM	TOTALS	INTERNAL SERVICE FUNDS
<b>Current Assets</b>						
Cash and cash equivalents	\$	1,477,265	\$ 86,397	\$ 3,827	\$ 1,567,489	\$ 1,263,435
Accounts receivable, net		629,213	245,786	-	874,999	13,204
Due from other funds		728,000	-	-	728,000	719,841
Inventories		57,599	-	-	57,599	28,814
Prepaid expenses		-	-	-	-	28,586
Total Current Assets		<u>2,892,077</u>	<u>332,183</u>	<u>3,827</u>	<u>3,228,087</u>	<u>2,053,880</u>
<b>Non-Current Assets</b>						
Restricted Assets and Other Debits:						
Restricted cash & cash equivalents		169	-	-	169	-
Total Restricted Assets		<u>169</u>	<u>-</u>	<u>-</u>	<u>169</u>	<u>-</u>
Capital Assets						
Land		225,507	10,352	-	235,859	-
Buildings		9,785,589	-	2,321,577	12,107,166	138,321
Infrastructure		49,653,664	-	-	49,653,664	70,663
Auto and trucks		387,552	546,663	-	934,215	-
Equipment and furniture		3,977,442	438,454	-	4,415,896	100,170
Construction in progress		47,496	-	-	47,496	-
Total capital assets		<u>64,077,250</u>	<u>995,469</u>	<u>2,321,577</u>	<u>67,394,296</u>	<u>309,154</u>
Less Accumulated depreciation		<u>(33,912,888)</u>	<u>(966,710)</u>	<u>(500,938)</u>	<u>(35,380,536)</u>	<u>(301,753)</u>
Net Capital Assets		<u>30,164,362</u>	<u>28,759</u>	<u>1,820,639</u>	<u>32,013,760</u>	<u>7,401</u>
Total Non-Current Assets		<u>30,164,531</u>	<u>28,759</u>	<u>1,820,639</u>	<u>32,013,929</u>	<u>7,401</u>
Total Assets	\$	<u>33,056,608</u>	<u>\$ 360,942</u>	<u>\$ 1,824,466</u>	<u>\$ 35,242,016</u>	<u>\$ 2,061,281</u>

**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2014**

	ENTERPRISE FUNDS				INTERNAL SERVICE FUNDS
	PUBLIC UTILITIES	WASTE MANAGEMENT	NON-MAJOR CITY AUDITORIUM	TOTALS	
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Accounts payable	\$ 40,627	\$ 620	\$ -	\$ 41,247	\$ 715,559
Salaries payable	-	2,325	-	2,325	2,410
Due to other funds	500,000	-	-	500,000	872,842
Compensated absences	-	9,441	-	9,441	16,645
Customer deposits	207,869	1,600	-	209,469	-
Capital lease obligations - current portion	23,614	-	-	23,614	-
Loans payable - current portion	804,159	-	-	804,159	-
<b>Total Current Liabilities</b>	<b>1,576,269</b>	<b>13,986</b>	<b>-</b>	<b>1,590,255</b>	<b>1,607,456</b>
<b>Non-Current Liabilities (payable from unrestricted assets)</b>					
Loans payable (net of current portion)	6,394,470	-	-	6,394,470	-
<b>Total Non-Current Liabilities (payable from unrestricted assets)</b>	<b>6,394,470</b>	<b>-</b>	<b>-</b>	<b>6,394,470</b>	<b>-</b>
<b>Total Liabilities</b>	<b>7,970,739</b>	<b>13,986</b>	<b>-</b>	<b>7,984,725</b>	<b>1,607,456</b>
<b>NET POSITION</b>					
Net investment in capital assets	22,942,119	28,759	1,820,639	24,791,517	7,401
Unrestricted	2,143,750	318,197	3,827	2,465,774	446,424
<b>Total Net Position</b>	<b>\$ 25,085,869</b>	<b>\$ 346,956</b>	<b>\$ 1,824,466</b>	<b>\$ 27,257,291</b>	<b>\$ 453,825</b>

**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	ENTERPRISE FUNDS				INTERNAL SERVICE FUNDS
	PUBLIC UTILITIES	WASTE MANAGEMENT	NON-MAJOR CITY AUDITORIUM	TOTALS	
<b>Revenues</b>					
Charges for services	\$ 4,359,249	\$ 1,883,768	\$ 13,919	\$ 6,256,936	\$ 460,549
Operating contributions	-	-	-	-	3,663,050
Total operating revenues	<u>4,359,249</u>	<u>1,883,768</u>	<u>13,919</u>	<u>6,256,936</u>	<u>4,123,599</u>
<b>Operating Expenses</b>					
Personal services	-	486,499	1,478	487,977	401,484
Contractual services	2,491,896	1,218,562	531	3,710,989	19,414
Utilities	-	-	3,991	3,991	-
Repairs and maintenance	157,437	192,195	1,006	350,638	31,090
Other supplies and expenses	459,793	1,478	3,086	464,357	-
Retirement payments	-	-	-	-	1,351,517
Insurance claims and expenses	-	8,211	-	8,211	2,711,441
Depreciation and amortization	991,171	31,228	52,018	1,074,417	4,867
Total Operating Expenses	<u>4,100,297</u>	<u>1,938,173</u>	<u>62,110</u>	<u>6,100,580</u>	<u>4,519,813</u>
Operating Income (Loss)	<u>258,952</u>	<u>(54,405)</u>	<u>(48,191)</u>	<u>156,356</u>	<u>(396,214)</u>
<b>Non-Operating Revenues (Expenses)</b>					
Interest and investment revenue	684	-	-	684	12
Miscellaneous revenue	-	-	-	-	48,455
Interest expense	(194,965)	(1,535)	-	(196,500)	-
Total Non-Operating Revenues (Expenses)	<u>(194,281)</u>	<u>(1,535)</u>	<u>-</u>	<u>(195,816)</u>	<u>48,467</u>
Income (Loss) Before Contributions And Transfers	<u>64,671</u>	<u>(55,940)</u>	<u>(48,191)</u>	<u>(39,460)</u>	<u>(347,747)</u>
Capital grants and contributions	22,695	-	1,872,657	1,895,352	-
Transfers out	-	-	-	-	(462,812)
Total Other Financing Sources	<u>22,695</u>	<u>-</u>	<u>-</u>	<u>1,895,352</u>	<u>(462,812)</u>
Change in net position	87,366	(55,940)	1,824,466	1,855,892	(810,559)
Total net position - beginning	24,998,503	402,896	-	25,401,399	1,264,384
Total net position - ending	<u>\$ 25,085,869</u>	<u>\$ 346,956</u>	<u>\$ 1,824,466</u>	<u>\$ 27,257,291</u>	<u>\$ 453,825</u>

**CITY OF WAYCROSS, GEORGIA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2014**

**BUSINESS-TYPE ACTIVITIES  
ENTERPRISE FUNDS**

	<u>PUBLIC UTILITIES</u>	<u>WASTE MANAGEMENT</u>	<u>CITY AUDITORIUM</u>	<u>TOTAL</u>	<u>INTERNAL SERVICE FUNDS</u>
<b>Cash Flows From Operating Activities</b>					
Cash received from customers:	\$ 4,377,204	\$ 1,860,875	\$ 13,919	\$ 6,251,998	\$ 4,124,946
Cash paid to suppliers	(2,879,541)	(1,471,898)	(8,614)	(4,360,053)	(3,831,504)
Cash paid to employees	-	(484,955)	(1,478)	(486,433)	(401,249)
Net Cash Provided By (Used In) Operating Activities	<u>1,497,663</u>	<u>(95,978)</u>	<u>3,827</u>	<u>1,405,512</u>	<u>(107,807)</u>
<b>Cash Flows From Noncapital Financing Activities</b>					
Miscellaneous non-operating revenue	-	-	-	-	48,456
Cash paid for transfer out	-	-	-	-	(462,813)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(414,357)</u>
<b>Cash Flows From Capital And Related Financing Activities</b>					
Principal paid on loans payable	(818,842)	(18,311)	-	(837,153)	-
Acquisition and construction of capital assets	(101,924)	-	(1,872,657)	(1,974,581)	21,574
Capital grants and contributions	22,695	-	1,872,657	1,895,352	-
Interest paid	(194,965)	(1,535)	-	(196,500)	-
Net Cash (Used In) Capital And Related Activities	<u>(1,093,036)</u>	<u>(19,846)</u>	<u>-</u>	<u>(1,112,882)</u>	<u>21,574</u>
<b>Cash Flows From Investing Activities</b>					
Interest on cash deposits	684	-	-	684	12
Net Cash Provided By Investing Activities	<u>684</u>	<u>-</u>	<u>-</u>	<u>684</u>	<u>12</u>
Net Increase (Decrease) In Cash	405,311	(115,824)	3,827	293,314	(500,578)
Cash Beginning of Year	1,071,954	202,221	-	1,274,175	1,764,013
Cash at End of Year	<u>\$ 1,477,265</u>	<u>\$ 86,397</u>	<u>\$ 3,827</u>	<u>\$ 1,567,489</u>	<u>\$ 1,263,435</u>

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES**

Operating Income (Loss)	\$ 258,952	\$ (54,405)	\$ (48,191)	\$ 156,356	\$ (396,214)
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By (Used In) Operating Activities:					
Depreciation and amortization	991,171	31,228	52,018	1,074,417	4,867
Change in Assets and Liabilities:					
Accounts receivable	29,422	(22,892)	-	6,530	123
Inventories	(11,467)	-	-	(11,467)	1,224
Prepaid expenses	-	-	-	-	13,867
Accounts payable	40,578	(51,303)	-	(10,725)	268,091
Accrued expenses	-	1,544	-	1,544	235
Customer deposits	(10,993)	(150)	-	(11,143)	-
Net Cash Provided By (Used In) Operating Activities	<u>\$ 1,497,663</u>	<u>\$ (95,978)</u>	<u>\$ 3,827</u>	<u>\$ 1,405,512</u>	<u>\$ (107,807)</u>
Cash Per Financial Statements, Including Investments	\$ 1,477,434	\$ 86,397	\$ 3,827	\$ 1,567,658	\$ 1,263,435
Less: Non-Cash Equivalents	169	-	-	169	-
Total Cash	<u>\$ 1,477,265</u>	<u>\$ 86,397</u>	<u>\$ 3,827</u>	<u>\$ 1,567,489</u>	<u>\$ 1,263,435</u>

**CITY OF WAYCROSS, GEORGIA**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2014**

	<b>TOTAL AGENCY FUNDS</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 158,948
Total assets	158,948
<b>LIABILITIES</b>	
Refundable court bonds	111,081
Seized funds held	47,867
Total liabilities	\$ 158,948

The accompanying notes are an integral part of these statements.

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

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

The City of Waycross, Georgia operates under the leadership of the Mayor, City Manager and City Commission consisting of four members and provides or assists in providing the following services: public safety (police department), highways and streets, public improvements, recreation, and general administrative and other services. In addition, the City operates enterprise funds (water and sewer and waste management) for incorporated and immediate surrounding areas.

**A. Basis of Presentation**

The City's basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**Government-Wide Financial Statements**

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and business-type activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the City.

**Fund Financial Statements**

During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated, however, those transactions between governmental and business-type activities have not been eliminated. Governmental activities which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**B. Reporting Entity**

Standards published by the Governmental Accounting Standards Board (GASB) define the financial reporting entity as (a) the primary government, (b) organizations for which the primary government is financially responsible, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are no organizations identified as component units of the City, as defined by GASB Statement No. 14, "The Financial Reporting Entity".

**C. Fund Accounting**

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are two categories of funds: governmental and proprietary.

**Governmental Funds**

Governmental funds are those through which most governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

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

SPLOST Fund 2008-2013 - The fund is used to account for the special one cent sales tax revenues (approved by Ware County voters) that are specifically restricted to various capital improvements within the city limits.

Capital Reserve Fund - The fund is used to account for capital improvements (except for those financed through Proprietary Funds) which are financed from certain Federal Grants and other City Funds.

The other governmental funds of the City account for grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt; and the acquisition or construction of major capital projects.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Proprietary Funds**

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The City's enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

Public Utilities Fund - The fund is used to account for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and sewer system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

Waste Management Fund - The fund is used to account for operations of solid waste collection and disposal services. All costs are financed through charges to sanitation customers.

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

**Internal Service Funds**

The City reports Internal Service Funds which are used to account for the fleet management services, building maintenance, data processing services, payroll services, retirement, self-funded property and casualty insurance, self-funded workers compensation insurance, and self-funded health insurance provided to departments of the City.

**Fiduciary Funds**

Fiduciary Funds are accounted for on the accrual basis. Agency funds account for assets held by the City in a purely custodial capacity. The reporting entity includes two agency funds. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. The Police Condemnation fund is used to account for monies seized that are waiting to be disposed of by the court system. The Municipal Court fund accounts for court bonds held awaiting court dates.

**D. Measurement Focus**

*Government-Wide Financial Statements*

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net position.

*Fund Financial Statements*

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements



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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the enterprise funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in revenues, expenses, and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows reflects how the City finances and meets the cash flow needs of its enterprise activities.

**E. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide and enterprise fund financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; enterprise funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**F. Revenues – Exchange and Non-exchange Transactions**

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within sixty days after year end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes are recognized in the year for which the taxes are levied. Revenues from sales taxes are recognized in the period in which the sales are made. Revenues from grants, entitlements, and donations are recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used of the year when use is first permitted; matching requirements in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, charges for services, fines and forfeitures, state-levied locally shared taxes, grants, interest, and rent.

**G. Deferred Outflows/Inflows of Resources**

Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has unavailable revenue, which arises only under the modified accrual basis of accounting, which qualifies for reporting in this category on the governmental funds balance sheet. Deferred revenues arise when assets are recognized before the revenue recognition criteria have been satisfied.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**H. Expenses/ Expenditures**

On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**I. FASB Statements and Interpretations**

For Proprietary activities, all FASB Statements and Interpretations issued after November 30, 1989 have been applied except for those that conflict with or contradict GASB pronouncements.

**J. Budgets and Budgetary Accounting**

An annual budget is adopted (as required by law) by the City for the general and special revenue funds. The budgets are adopted on a basis substantially consistent with generally accepted accounting principles.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to June 30, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at City Hall to obtain taxpayer comments.
3. The City Council approves, by ordinance, total budget appropriation and departmental budgets. The City Manager is authorized to transfer budget amounts between line items within any department in conjunction with the department head; however, any revisions that alter the total appropriations of any department or fund must be approved by the City Council. Therefore, the level of budgetary responsibility is by department-level appropriations; however, for reporting purposes, this level has been expanded to a functional basis (General Government, Public Safety, etc.).
4. Unused appropriations for all of the above annually budgeted funds lapse at the end of the fiscal year.
5. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.
6. Formal budgetary integration is employed as management control device during the year for the General Fund. The budget for the general fund is prepared on the cash and expenses/encumbrances basis. Revenues are budgeted in the year receipt is expected; and expenditures, which include encumbrances, are budgeted in the year that applicable purchase orders are expected to be issued. The budget for the Enterprise Fund is adopted under a basis consistent with GAAP, except for that

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

depreciation, certain capital expenses, and certain non-operating income and expense items are not considered. Annual appropriated budgets are adopted for the special revenue funds. Annual appropriated budgets are also adopted for the following internal service funds; health insurance, liability insurance, workers compensation insurance, retirement fund, data processing fund, city garage fund and the public building fund.

Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original appropriations, which were adopted.

OCGA 36-81-3(b) requires an annual balanced budget for the general fund, each special revenue fund and requires a project-length balanced budget for each capital project fund. For the year ended June 30, 2014, an annual budget was adopted for all funds.

The legal level of budgetary control for the City is at the department level.

**K. Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund and Special Revenue Funds. Encumbrances outstanding at fiscal year-end lapse and must be re-budgeted.

**L. Cash and Cash Equivalents**

For the proprietary fund types a statement of cash flows is presented, as is required by GASB Statement 9, instead of a statement of changes in financial position. For this statement, cash equivalents are defined as short-term, highly liquid investments with a maturity of three months or less when purchased, that are readily convertible to known amounts of cash, and so near their maturity that they present insignificant rates of changes in value because of changes in interest rates.

**M. Investments**

The City is authorized to invest its funds in (1) obligations which constitute direct obligations of, or are unconditionally guaranteed by, the United States of America; (2) certificates of deposit issued by state and national banks located within the state of Georgia when secured by acceptable collateral; (3) obligations of the Federal Land Bank, the Federal Home Loan Bank, Federal Intermediate Credit Bank and Federal Bank for Cooperatives; and (4) bonds or other obligations issued by any public housing agency or municipality which are served by a pledge of annual contributors under contract with the United States Government, or project notes secured by a payment agreement with the United States Government.

All investments are stated at market value.

**N. Capital Assets**

General capital assets are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column of the government-wide

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

statement of net position and in the respective funds.

The cost of infrastructure assets, including roads, bridges, curbs and gutters, streets, sidewalks, drainage systems and lighting systems acquired during the current fiscal year is recorded in the government-wide financial statements. The City is not required to and will not record acquisitions prior to June 30, 2003.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market value on the date donated. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land and improvements and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Building and Building Improvements	20-40 years
Machinery and Equipment	5-20 years
Infrastructure	15-40 years

**O. Inventories**

Inventories in the governmental and proprietary funds consist of supplies and are valued at weighted average cost. These inventories are recorded as expenditures as they are consumed.

**P. Interfund Receivables and Payables**

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

**Q. Transfers Between Funds**

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

**R. Allowance For Doubtful Accounts**

The City provides an allowance for the Public Utilities Fund, Waste Management Fund and the Property tax accounts receivable that may be uncollectible. At June 30, 2014, the allowances are \$131,230, \$63,761 and \$24,249, respectively. No other allowances for uncollectible accounts receivable are necessary. All other accounts receivable are considered collectible as reported at June 30, 2014.

**S. Bond Discounts, Premiums, and Issuance Costs**

Bond discounts and premiums for proprietary fund types are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. At the governmental fund reporting level, bond discounts and premiums are reported as other financing sources, separately from the face amount of the bonds issued. Bond issuance costs are reported as expenditures in the year incurred.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**T. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to service already rendered and it is probable the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees.

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. The noncurrent portion of the liability is not reported. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

**U. Accrued and Long - Term Liabilities**

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities are recognized as fund liabilities when incurred. However, compensated absences and contractually required pension contributions that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Loans and capital leases are recognized as a liability on the fund financial statements when due.

**V. Capital Lease Obligations**

The capitalized lease obligations are stated at the original fair market value of leased assets capitalized, less payments since the inception of the lease, discounted at the implicit rate of interest in the lease.

**W. Fund Equity**

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

Fund Balance - Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

*Nonspendable* – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e. items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

*Restricted* – Fund balances are reported as restricted when there are limitations imposed on their use wither through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Committed* – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through adoption of a resolution. The City Council also may modify or rescind the commitment by the same formal action.

*Assigned* – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City Manager to assign fund balances.

*Unassigned* – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City’s policy to use fund balance to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position- Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when as described in the fund balance section above. All other net position is reported as unrestricted.

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**X. Prepaid Expenditures**

Payments made to various vendors for items or services for a future period are recorded as prepaid expenditures.

**Y. Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumption that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

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

**NOTE 2 – EXPENDITURES IN EXCESS OF APPROPRIATIONS**

The following funds' expenditures/expenses exceeded appropriations:

<u>Fund Level</u>	<u>Expenditures/ Expenses Actual</u>	<u>Appropriations</u>	<u>Amount Exceeding Appropriations</u>
Forfeited Property	\$ 21,905	\$ -	\$ 21,905
Jail	466	-	466
Community Development	52,241	20,000	32,241
Cemetery Trust Fund	45,309	-	45,309
Wayfest Fund	8,717	8,495	222
SPLOST Fund	247	-	247
 <u>Departmental Level</u>			
General Fund			
Public Works	2,117,111	1,926,546	190,565

The General fund's excess in public works was the result of unanticipated expenditures. This will be addressed by more careful budgeting in future years.

The following funds had deficits at June 30, 2014:

	<u>Deficit</u>
Capital Reserve Fund	\$ 35,367
Health Insurance Fund	1,453,112

**NOTE 3 – CASH DEPOSITS AND INVESTMENTS**

As of June 30, 2014, the carrying amount of the City's bank deposits was \$8,318,105 and the respective bank balances totaled \$8,698,640. Of the total bank balance, \$392,209 was insured through the Federal Depository Insurance Corporation (FDIC). The remaining \$8,306,431 was collateralized with pooled securities held by the financial institutions' trust departments. These securities are held in the name of the financial institution and not that of the city.

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

**NOTE 3 – CASH DEPOSITS AND INVESTMENTS, CONTINUED**

As of June 30, 2014, the City’s carrying amount of deposits, related bank balances, and other cash, were as follows:

	Carrying Amount	Bank Balance
Demand deposits	\$ 8,318,105	\$ 8,698,640
Petty Cash	3,998	-
Totals	<u>\$ 8,322,103</u>	<u>\$ 8,698,640</u>

Custodial credit risk is the risk that, in the event of a bank failure, the government’s deposits may not be returned to it. The City has a policy to reduce its exposure to this risk by requiring deposits to be collateralized in accordance with State law. As of June 30, 2014, \$8,306,431 of the City’s bank balance was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the City’s name.

**NOTE 4 – RECEIVABLES AND PAYABLES**

Amounts were recorded in the basic financial statements as receivables (amounts due to the City) and payables (amounts due others from the City).

Receivables at June 30, 2014 were as follows:

	Taxes	Accounts Receivable	Other Govts	Other	Total
<u>Governmental Activities:</u>					
General	\$ 347,706	\$ 25,421	\$ 276,867	\$ -	\$ 649,994
SPLOST 2008-2013	-	-	157,584	-	157,584
Non-major	-	-	9,298	85,698	94,996
Internal service funds	-	13,204	-	-	13,204
Total Governmental Activities	347,706	38,625	443,749	85,698	915,778
<u>Business-Type Activities:</u>					
Public Utilities	\$ -	\$ 629,213	\$ -	\$ -	\$ 629,213
Waste Management	-	245,786	-	-	245,786
Total Business-Type Activities	\$ -	\$ 874,999	\$ -	\$ -	\$ 874,999



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

**NOTE 4 – RECEIVABLES AND PAYABLES, CONTINUED**

Payables at June 30, 2014 were as follows:

	Vendors	Salaries/ Benefits	Other	Total
<u>Governmental Activities:</u>				
General	\$ 42,759	\$ 77,776	\$ -	\$ 120,535
Non-major	14,906	-	-	14,906
Internal service funds	242,309	2,410	473,250	717,969
Total Governmental Activities	<u>299,974</u>	<u>80,186</u>	<u>473,250</u>	<u>853,410</u>
<u>Business-Type Activities:</u>				
Public Utilities	\$ 40,627	-	\$ 207,869	248,496
Waste Management	620	2,325	1,600	4,545
Total Business-Type Activities	<u>\$ 41,247</u>	<u>\$ 2,325</u>	<u>\$ 209,469</u>	<u>\$ 253,041</u>

**NOTE 5 – PROPERTY TAXES**

Property taxes attach an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable on or before December 1. The City's taxes are billed and collected by the Ware County Tax Commissioner. City property tax revenues are recognized when levied. An allowance is established for delinquent taxes to the extent that the taxes are not collectible.

**NOTE 6 – HOTEL/MOTEL LODGING TAX**

The City is required to disburse funds received from the collection of hotel/motel taxes pursuant to O.C.G.A 48-13-51(a)(3.7). The tax rate is 5% and is levied on a monthly basis. The City received \$293,192 from the collection of the hotel/motel tax during the fiscal year ended June 30, 2014. The City disbursed \$91,779 for the promotion of tourism and \$166,281 to Channel 42. The balance of lodging tax funds was transferred to the General Fund.

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

**NOTE 7 – CAPITAL ASSETS**

A summary of changes in fixed assets for the year ended June 30, 2014 is as follows:

	<u>Balance</u> <u>June 30, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
<b>Primary Government</b>				
<u>Governmental Activities:</u>				
Nondepreciable Capital Assets:				
Land	\$ 4,876,148	\$ 166,632	\$ -	\$ 5,042,780
Construction in Progress	511,768	2,138,718	2,502,990	147,496
Depreciable Capital Assets:				
Buildings	8,584,155	657,009	448,920	8,792,244
Machinery and Equipment	2,788,928	236,886	-	3,025,814
Vehicles	4,611,694	540,017	154,131	4,997,580
Infrastructure	33,391,051	101,420	-	33,492,471
Total Capital Assets	<u>54,763,744</u>	<u>3,840,682</u>	<u>3,106,041</u>	<u>55,498,385</u>
Less Accumulated Depreciation For:				
Buildings	(4,059,625)	(313,753)	(448,920)	(3,924,458)
Machinery and Equipment	(2,411,858)	(144,337)	-	(2,556,195)
Vehicles	(4,048,901)	(261,769)	(154,131)	(4,156,539)
Infrastructure	(26,587,236)	(713,162)	-	(27,300,398)
Governmental Activities Capital Assets, Net	<u>17,656,124</u>	<u>2,407,661</u>	<u>2,502,990</u>	<u>17,560,795</u>
<u>Business-Type Activities:</u>				
Nondepreciable Capital Assets:				
Land and Improvements	\$ 235,859	\$ -	\$ -	\$ 235,859
Construction in Progress	30,121	22,695	5,320	47,496
Depreciable Capital Assets:				
Buildings	9,785,589	2,321,577	-	12,107,166
Machinery and Equipment	4,331,350	84,546	-	4,415,896
Vehicles	1,046,735	-	112,520	934,215
Infrastructure	49,653,664	-	-	49,653,664
Total Capital Assets	<u>65,083,318</u>	<u>2,428,818</u>	<u>117,840</u>	<u>67,394,296</u>
Less Accumulated Depreciation For:				
Buildings	(5,928,858)	(684,329)	-	(6,613,187)
Machinery and Equipment	(4,221,309)	(30,676)	-	(4,251,985)
Vehicles	(1,020,145)	(24,408)	(112,520)	(932,033)
Infrastructure	(22,799,406)	(783,925)	-	(23,583,331)
Business-Type Activities Capital Assets, Net	<u>31,113,600</u>	<u>905,480</u>	<u>5,320</u>	<u>32,013,760</u>
	<u>\$ 48,769,724</u>	<u>\$ 3,313,141</u>	<u>\$ 2,508,310</u>	<u>\$ 49,574,555</u>

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

**NOTE 7 – CAPITAL ASSETS, CONTINUED**

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

Governmental Activities:

General Government	\$ 42,707
Public Safety	502,024
Public Works	876,541
Community Development	<u>11,749</u>

Total Depreciation Expense-Governmental Activities \$ 1,433,021

Business-Type Activities:

Public Utilities	\$ 991,171
Waste Management	31,228
City Auditorium	<u>52,018</u>

Total Depreciation Expense-Business-Type Activities \$ 1,074,417

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

**NOTE 8 – LONG-TERM OBLIGATIONS**

Transactions for the year ended June 30, 2014 are summarized as follows:

Change in Outstanding Debt:

	Balance June 30, 2013	Issues or Additions	Payments or Expenditures	Balance June 30, 2014	Amount Due Within One Year
<u>Governmental Type Activities:</u>					
Lease Obligations Payable	\$ 525,491	\$ 117,337	\$ 262,796	\$ 380,032	\$ 170,609
Notes Payable	702,500	-	30,000	672,500	30,000
Compensated Absences	363,620	10,939	-	374,559	-
Other post employment benefits	370,000	17,000	-	387,000	-
Total Governmental Activities	<u>1,961,611</u>	<u>145,276</u>	<u>292,796</u>	<u>1,814,091</u>	<u>200,609</u>
<u>Business-Type Activities:</u>					
Lease Obligations Payable	18,311	-	18,311	-	-
Lease Obligations Payable	58,090	-	34,476	23,614	23,614
GEFA-98-L68WJ	992,961	-	115,514	877,447	120,324
GEFA Loan-00-L36EJ	4,948,942	-	520,983	4,427,959	531,481
SRF Loan-CWSRF-00-0020	1,521,788	-	92,890	1,428,898	95,708
SRF Loan-CWSRF-00-01	482,316	-	50,593	431,723	52,127
GEFA Loan-CW09071PF60	36,988	-	4,386	32,602	4,519
Compensated Absences	8,672	769	-	9,441	-
Total Business-Type Activities	<u>8,068,068</u>	<u>769</u>	<u>837,153</u>	<u>7,231,684</u>	<u>827,773</u>
Total All Funds	<u>\$ 10,029,679</u>	<u>\$ 146,045</u>	<u>\$ 1,129,949</u>	<u>\$ 9,045,775</u>	<u>\$ 1,028,382</u>

Liabilities for compensated absences are liquidated using resources from the fund in which the employee terminating service previously charged their salary and benefits to, which is the general fund, cemetery fund and solid waste fund.

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

**NOTE 8 – LONG-TERM OBLIGATIONS, CONTINUED**

Notes/Loans Payable:

The following is a schedule of annual requirements for GEFA contracts CW09071PF60, 98-L68WJ, CW13088301, 00-L36WJ, #00-20 and SRF00-001.

Year Ending June 30:	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2015	\$ 30,000	\$ -	\$ 804,159	\$ 173,793
2016	30,000	-	824,501	153,451
2017	30,000	-	845,407	132,545
2018	30,000	-	866,896	111,056
2019	30,000	-	888,984	88,968
2020-2024	150,000	-	2,638,684	162,615
2025-2029	150,000	-	329,998	13,765
2030-2034	150,000	-	-	-
2035-2036	72,500	-	-	-
<b>Total</b>	<b>\$ 672,500</b>	<b>\$ -</b>	<b>\$ 7,198,629</b>	<b>\$ 836,193</b>

Governmental Activities:

In March 2010, the City entered into an agreement with BC Waycross Associates, LLP to finance construction of storm water infrastructure and a regional storm water retention pond on the owner's property to accept off-site storm water runoff and render owner's property suitable for development. The total amount financed of \$800,000 is due in 320 monthly payments of \$2,500 beginning March 15, 2010 at 0 percent interest. At June 30, 2014, the outstanding balance on this loan was \$672,500.

Business-Type Activities:

In October 1998, the City entered into a loan agreement (98-L68WJ) with the Georgia Environmental Facilities Authority for certain water and sewer projects for a total amount of \$2,000,000. Repayment is over eighty (80) quarterly payments beginning September 1, 2001 at 4.1 percent. At June 30, 2014, the outstanding balance on this loan was \$877,447 and quarterly payments are \$38,616.

In August 2000, the City entered into a loan program (CWSRF 00-001) with the Georgia Department of Natural Resources and the Georgia Environmental Facilities Authority for certain sewer improvements for a total amount of \$935,467. Repayment is over 78 quarterly payments at 3 percent beginning September 1, 2002. At June 30, 2014, the outstanding balance of this loan was \$431,723 and quarterly payments are \$16,124. This loan is to be repaid from revenues of the Water and Sewer System; however, the obligation to repay this loan is a general obligation of the City to which it has dedicated its general power of taxation.

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

**NOTE 8 – LONG-TERM OBLIGATIONS, CONTINUED**

In September 2000, the City entered into a loan agreement (2000-L36WJ) with the Georgia Environmental Facilities Authority for sewer improvements for a total amount of \$9,815,000. Repayment is over 80 quarterly payments beginning October 1, 2002 at 2 percent. At June 30, 2014, the outstanding balance was \$4,427,959 and quarterly payments of \$154,018. This loan is to be repaid from revenues of the Water and Sewer System; however, the obligation to repay this loan is a general obligation of the City.

In June 2003, the City entered into a loan agreement (CWSRF-00-020) with the Georgia Environmental Facilities Authority for certain water and sewer projects. At June 30, 2014, the outstanding balance was \$1,428,898. Repayment is over 80 quarterly payments of \$34,376 at 3 percent. This loan is to be repaid from revenues of the Water and Sewer System; however, the obligation to repay is a general obligation of the City.

In November 2009, the City entered into a loan agreement (CW09071PF60) with the Georgia Environmental Facilities Authority for the construction of a litter trap. The total amount received was \$120,785 as part of the American Recovery and Reinvestment Act (ARRA). The ARRA funds will help finance water system improvements through a low-interest loan in the amount of \$47,393 and subsidy of \$80,400. At June 30, 2014, the outstanding loan balance was \$32,602. Repayment is over 120 monthly payments of \$451 at 3 percent.

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

**NOTE 8 – LONG-TERM OBLIGATIONS, CONTINUED**

Capital Leases

The City has entered into various lease agreements as lessee to finance various machinery and equipment. These leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The following is a summary of equipment leased under capital lease agreements by the City as of June 30, 2014;

	Government-Type Activities	Business-Type Activities
Combo Server	\$ -	\$ 224,208
Knuckleboom Loader	-	94,245
Fire Pumper	210,000	-
07 Street sweeper	124,007	-
Hydraulic Excavator	142,760	-
Criminal Inv. - Malibu	17,970	-
5 Malibu Patrol Cars	138,029	-
Ford F-150	14,342	-
John Deere Backhoe	69,499	-
Peterbilt Garbage Truck	-	103,960
5 Impala Patrol Cars	120,824	-
Ford F-150	15,259	-
5 Impala Patrol Cars	98,089	-
6 Impala Patrol Cars	136,673	-
Animal Control Truck	21,475	-
2012 Street Sweeper	152,105	-
International 7500 Dump Truck	82,878	-
4 Impala Patrol Cars	89,824	-
2014 Side Arm Tractor	117,337	-
	<u>1,551,071</u>	<u>422,413</u>
Less Accumulated Depreciation	<u>(1,088,511)</u>	<u>(420,680)</u>
Total	<u>\$ 462,560</u>	<u>\$ 1,733</u>

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

**NOTE 8 – LONG-TERM OBLIGATIONS, CONTINUED**

The following is a schedule of the future minimum lease payments required under these capital leases and the present value of the net minimum lease payments at June 30, 2014:

Year Ending <u>June 30:</u>	Governmental-Type Activities	Business-Type Activities
2015	\$ 184,850	\$ 23,902
2016	102,353	-
2017	63,431	-
2018	25,470	-
2019	25,470	-
2020-2021	27,593	-
Total Minimum Lease Payments	429,167	23,902
Less: Amount Representing Interest	(49,135)	(288)
Present Value of Future Minimum Lease Payments	<u>\$ 380,032</u>	<u>\$ 23,614</u>

**NOTE 9 – INTERFUND TRANSFERS**

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources to provide services. Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers and are reported as other financial sources (uses) in the Governmental Funds and transfers section in the Proprietary Funds.

Transfers between funds during the year ended June 30, 2014 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 638,465	\$ -
Cemetery Fund	45,309	-
Hotel/Motel Tax Fund	-	175,652
Cemetery Trust Fund	-	45,309
Data Processing Fund	-	233,586
Public Building Fund	-	229,227
	<u>\$ 683,774</u>	<u>\$ 683,774</u>



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

**NOTE 10 – INTERFUND RECEIVABLE AND PAYABLE BALANCES**

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets, and service debt. To the extent that certain transactions between funds had not been paid or received as of June 30, 2014, balances of interfund amounts receivable or payable have been recorded.

Individual fund interfund receivable and payable balances at June 30, 2014 are as follows:

	Interfund Receivables	Interfund Payables
<u>Major Governmental Funds</u>		
General Fund:		
Public Utilities	\$ 500,000	\$ 100,000
Internal Service Funds	-	293,592
	500,000	393,592
Splost 2008-2013 Fund:		
Other Governmental Funds	35,209	-
	35,209	-
Capital Reserve Fund:		
Internal Service Funds	193,592	-
Public Utilities	-	375,000
	193,592	375,000
Non-major Governmental Funds:		
Splost 2008-2013 Fund	-	35,209
	-	35,209
Total Governmental Funds	728,801	803,801
<u>Major Business-type Funds</u>		
Public Utilities:		
General Fund	100,000	500,000
Internal Service Funds	253,000	-
Capital Reserve Fund	375,000	-
	728,000	500,000
Internal Service Funds:		
General Fund	293,592	-
Public Utilities	-	253,000
Capital Reserve Fund	-	193,592
Other Internal Service Funds	426,250	426,250
	719,842	872,842
Totals	\$ 2,176,643	\$ 2,176,643

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

**NOTE 11 – FUND EQUITY**

Fund balances at June 30, 2014 are classified as follows:

Nonspendable – The following fund balances are nonspendable because they are allocated to:

General Fund:

Inventories	\$ 16,831
Prepaid expenses	<u>15,337</u>
Total Nonspendable	<u><u>\$ 32,168</u></u>

Restricted – The following fund balances are restricted for:

Special Revenue Funds:

<i>Forfeited Property Fund</i> - used to account for funds received from property forfeitures.	\$ 32,427
<i>Jail Fund</i> - used to account for vending revenue of the jail.	141
<i>FEMA Grants Fund</i> - used to account for expenditures of FEMA grants.	565
<i>EIP Revolving Loan Fund</i> - used to account for revolving loans issued to local businesses.	142,199
<i>Misc Grant Fund</i> - used to account for expenditures of miscellaneous small grants.	9,611
<i>Hotel/Motel Tax Fund</i> - used to account for hotel/motel tax revenues.	25,740
<i>Waycross Fire Dept Fund</i> - used to account for contributions and miscellaneous grants received for the purpose of fire department expenditures.	<u>7,186</u>
Total Restricted for Special Revenue	<u><u>\$ 217,869</u></u>

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

**NOTE 11 – FUND EQUITY, CONTINUED**

Capital Projects Funds:

*SPLOST Fund* - used to account for capital projects financed with special purpose local option sales tax. \$ 694,012

*SPLOST 2008-2013 Fund* - used to account for capital projects financed with special purpose local option sales tax. 4,321,670

*LMIG Fund* - used to account for capital projects financed with Georgia DOT local maintenance improvement program. 413,358

Total Restricted for Capital Projects \$ 5,429,040

Total Restricted Fund Balance \$ 5,646,909

Committed – The following fund balances are committed to:

Special Revenue Funds:

*Community Development Fund* - used to account for miscellaneous revenues that are committed to community development expenditures. \$ 81,087

*Cemetery Fund* - used to account for revenues from purchases of cemetery lots and interment fees, which are committed to upkeep and improvements to the lots. 59,975

*Cemetery Trust Fund* - used to account for funds that accumulated for future cemetery improvements and expansion. 78,253

Total Committed Fund Balance \$ 219,315

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

**NOTE 11 – FUND EQUITY, CONTINUED**

Assigned – The following fund balances are assigned to:

Special Revenue Funds:

<i>WPD Info Technology Fund</i> - used to account for fines and forfeitures that are restricted for the use of police department information technology expenditures.	\$ 16,020
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<i>Misc Fund</i> - used to account for donations for the purpose of upkeep and improvements to Henry Walker Park	4,995
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<i>Wayfest Fund</i> - used to account for donations for the purpose of annual Wayfest festival	79
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<i>Lt Jeff Little Scholarship Fund</i> - used to account for donations for the purpose of awarding scholarships	580
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Total Assigned Fund Balance	<u><u>\$ 21,674</u></u>
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Unassigned – The City’s policy is to maintain an adequate General Fund unassigned fund balance to provide liquidity in the event of economic downturn or natural disaster.

The following balances are unassigned:

<i>General Fund</i>	\$ 365,922
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<i>Capital Reserve Fund</i> - negative committed fund balance reported as unassigned.	<u>(35,367)</u>
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Total Unassigned Fund Balance	<u><u>\$ 330,555</u></u>
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**CITY OF WAYCROSS, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 – RETIREMENT BENEFITS**

**Pension Plan -**

Plan Description:

The City provides retirement benefits for substantially all of its employees under a defined benefit pension plan – the Georgia Municipal Employees Benefit System, an agent multiple – employer public employee retirement system that acts as a common investment and administrative agent for cities in the State of Georgia. GMEBS issues a stand-alone financial statement that can be obtained from the Georgia Municipal Association, 201 Pryor Street S.W., Atlanta, Georgia 30303.

The City’s payroll for employees covered by the System for the year ended January 1, 2014 was \$6,452,390. Substantially all full-time City employees are eligible to participate in the system. Benefits vest after ten years of service. City employees who retire at or after age 65 with 5 years of credited service are entitled to an annual retirement benefit, payable monthly for life in an amount determined based on average salary and years of service. There is also an alternative normal retirement date of age 60 with 30 years of service. Early retirement is available at age 55 with 10 years of credited service. The system also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute and City ordinance.

The system is noncontributory, but voluntary contributions are permitted. The City is required to contribute amounts necessary to fund the system, using the actuarial basis specified by statute.

The Significant Actuarial Assumptions

The significant actuarial assumptions used to compute the actuarial accrued liability and the annual recommended contribution of the plan meet the Actuarial Standard of Practice No. 4, Measuring Pension Obligations, establishing generally accepted actuarial principles and practices.

The significant actuarial assumptions used in the current valuation are:

Rate of return on investment	7.75% per year
Projected salary increases	3.50% plus age and service based merit increases
Cost of Living Adjustment	N/A
Inflation Rate	3.50%

The Effect of Plan Changes on the Actuarial Accrued Liability

The effect on the actuarial accrued liability of any current year changes in actuarial assumptions or benefit provisions is:

The effect of the change in plan provisions will be provided upon request. The actuarial assumptions are the same as those used in the preceding valuation.

The Funding Policy and Annual Contributions

The funding policy for the plan is to contribute an amount equal to the recommended contribution in each year. The recommended contribution meets the guidelines for calculating an annual required contribution set forth in paragraph 9-10 of Statement No. 27. These contributions are determined under the projected unit credit actuarial cost method and the asset valuation method for developing the actuarial value of assets. The period, and related method for amortizing the initial unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods as a level dollar amount. These amortization periods, if applicable, are closed for this plan year.

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

**NOTE 12 – RETIREMENT BENEFITS, CONTINUED**

The Effect of Plan Changes on Recommended Contributions

The effect on the recommended contributions of any current year changes in actuarial assumptions, benefit provisions, or actuarial funding method is:

The effect on the change in plan provision will be provided upon request. The actuarial assumptions are the same as those used in the preceding year.

Current Plan Membership

As of January 1, 2014, the current plan membership includes the following categories of participants:

Retirees and beneficiaries currently receiving benefits	155
Terminated employees entitled to benefits but not yet receiving them	68
Current active employees:	
Vested	100
Nonvested	90
Total membership in the plan	413

Funded Status

	Number of Participants	Present Value of Benefits
Present Value of Accrued Plan Benefits (on-going basis)		
Vested Benefits of Retired Participants and Beneficiaries currently receiving payments	155	\$ 11,156,349
Other Vested Benefits		
Terminated Vested Participants	68	1,273,401
Active Participants	100	6,992,457
Total Present Value of Vested Benefits		\$ 19,422,207
Nonvested Benefits	90	520,199
Total Present Value of Accrued Plan Benefits	413	19,942,406
Market Value of Assets		16,058,793
Unfunded Present Value of Accrued Plan Benefits		3,883,613
Funded Percentage		80.53%

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

**NOTE 12 – RETIREMENT BENEFITS, CONTINUED**

	<u>Number of Participants</u>	<u>Lump Sum Value of Benefits</u>
Present Value of Accrued Plan Benefits (Plan Termination Basis):		
Retired Participants and Beneficiaries Currently		
Receiving Payments	155	\$ 17,074,175
Terminated Vested Participants	68	3,110,029
Active Participants	100	<u>14,493,569</u>
Total Present Value of Vested Benefits		\$ 34,677,773
Nonvested Benefits	90	<u>1,348,336</u>
Total Present Value of Accrued Plan Benefits	413	36,026,109
Market Value of Assets		16,058,793
Unfunded Present Value of Accrued Plan Benefits		19,967,316
Funded Percentage		44.58%

Schedule of Funding Progress

The schedule of funding progress presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a % of Covered Payroll (b-a/c)
1/1/2010	12,745,143	18,040,473	5,295,330	70.65%	6,614,425	80.06%
1/1/2011	13,356,680	18,951,798	5,595,118	70.48%	6,299,680	88.82%
1/1/2012	13,921,917	19,831,649	5,909,732	70.20%	6,586,863	89.72%
1/1/2013	14,732,909	20,831,811	6,098,902	70.72%	6,303,324	96.76%
1/1/2014	16,005,617	21,698,484	5,692,867	73.76%	6,452,390	88.23%

Schedule of Employer Contribution

Fiscal Year	Annual Required Contribution	Amount Contributed	Percentage of ARC Contributed	Net Pension Obligation
2010	762,262	859,337	100.00%	-
2011	787,610	881,932	100.00%	-
2012	829,915	1,118,533	100.00%	-
2013	830,293	1,338,855	100.00%	-
2014	820,215	1,351,517	100.00%	-

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

**NOTE 12 – RETIREMENT BENEFITS, CONTINUED**

Schedule of Recommended Contribution

Normal Cost		
Retirement Benefits:		
Employees	\$	423,980
Administrative Expenses		33,679
Total Normal Cost	\$	457,659
Payment on Unfunded Actuarial Accrued Liability		808,132
Interest		48,134
Minimum Contribution		1,313,925
Normal Cost (including admin) with interest		1,265,791
Recommended Contribution		1,313,925

Actuarial Method

Actuarial Cost Method	Projected Unit Credit Cost Method
Actuarial Value of Assets	Sum of the actuarial value at the beginning of year and the cash flow during year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than market value at end of year.

**Deferred Compensation –**

The City offers its employees a deferred compensation plan in accordance with IRS Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The City funds are amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in fixed and variable annuity contracts underwritten by Nationwide Life Insurance Company.

In accordance with current GASB pronouncements, the deferred compensation plan is no longer included in the financial statements. Plan assets are held in trust for the benefit of the plan participants and their beneficiaries, and will not be diverted for any other purpose. Amendments to the laws governing Section 457, deferred compensation plans, substantially became effective January 1, 1997.

**NOTE 13 – COMMITMENTS AND CONTINGENCIES**

The City has participated in a number of federally assisted grant programs, principal of which are the FEMA Grant, CHIP Grants, and CDBG Grants. These programs are subject to program compliance audits by the grantors or their representatives. Such audits could result in request for reimbursement by the Federal and State agencies for expenditures disallowed under the terms and conditions of the appropriate agency. The amount of expenditures which may be disallowed by granting agencies cannot be determined at this time; although, the City expects such amounts, if any, to be immaterial.

Various claims and lawsuits are pending against the City. The City estimates that the potential claims from the pending lawsuits against the City, not covered by insurance, would not materially affect the financial statements of the City.



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

**NOTE 14 – JOINT VENTURES/RELATED ORGANIZATIONS**

Under Georgia law, the City, in conjunction with other cities and counties in the eighteen county south Georgia area, is a member of the Southern Georgia Regional Development Commission (SGRC) and is required to pay annual dues thereto. During the year ended June 30, 2014 the City paid \$18,774 in such dues. Membership in the SGRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RCs in Georgia. The RC Board membership includes elected officials from member counties and cities and nonpublic appointed members. The law defines RCs as “public agencies and instrumentalities of their members”. Georgia laws also provide that the member governments are liable for any debts or obligations of an RC beyond its resources. Separate financial statements may be obtained from:

Southern Georgia Regional Commission  
1725 South Georgia Parkway  
Waycross, Georgia 31503

The Housing Authority of the City of Waycross, Georgia is considered a related organization based upon the criteria in GASB Statement 14. The Housing Authority is a legally separate entity having a board composed of a majority of members appointed originally by the City of Waycross, Georgia. The City of Waycross, Georgia is not able to impose its will upon the Housing Authority and a financial benefit/burden relationship does not exist between them. Therefore, based upon the criteria above, the Housing Authority of the City of Waycross, Georgia is a related organization.

**NOTE 15 – RISK MANAGEMENT**

The City is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the fiscal year 1992, the City established internal service funds to account for and finance its uninsured risks of loss. The City maintains commercial insurance coverage covering general liability claims and property damage claims.

The City established a limited risk management program for health insurance in July 1991. The plan provides coverage for up to a maximum of \$80,000 for each individual claim with a \$1,000,000 lifetime maximum.

In January 1992, the City established a limited risk program for workers' compensation. The City hired Corvel Corporation as administrator for this program. The plan provides coverage for up to a maximum of \$350,000 for each worker's compensation claim. The City purchases commercial insurance for these claims in excess of coverage provided by these funds and for all other insignificant risks of loss. Settled claims in the past three years have not exceeded the commercial coverages.

All funds of the City participate in the program and make payments to the funds based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses.

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

**NOTE 15 – RISK MANAGEMENT, CONTINUED**

Self-Insurance

The City maintains the Health Insurance Fund to account for the City’s employee health care coverage, which is self-insured by the City. The City has established an internal service fund to account for its self-insurance program. The purpose of this fund is to pay medical insurance claims of the City employees and their covered dependents and minimize the total costs of annual insurance to the municipality. The private insurance carrier determines premium payments to be made by the City. Annual claims are paid from accumulated premium payments, and claims exceeding accumulated premium payments are paid by the private insurance carrier. Estimated claims incurred, but not reported, of \$149,516 have been recorded as of June 30, 2014. Dependent coverage is funded by charges to employees. Revenues are recognized from payroll deductions and City contributions. The Claims liability of \$149,516 reported in the Health Insurance Fund at June 30, 2014 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the claims liability amount in the fiscal years 2008-2014 were:

Fiscal Year	Balance Beginning of Fiscal Year	Claims and Changes in Estimates	Claims Payments	Balance End of Fiscal Year
2008	163,524	1,093,535	1,076,796	180,263
2009	180,263	1,223,278	1,198,032	205,509
2010	205,509	1,634,144	1,561,420	278,233
2011	278,233	1,225,376	1,331,328	172,281
2012	172,281	1,775,673	1,776,472	171,482
2013	171,482	1,189,110	1,188,910	171,682
2014	171,682	1,615,879	1,638,045	149,516

Also, the City has established an internal service fund to account for its self-insurance program relating to workers compensation insurance. The purpose of this fund is to pay worker’s compensation claims of the city employees while minimizing the total costs to the municipality. The City maintains a stop-loss policy with a private insurance company. City officials believe that the reserve in this fund is adequate to cover any incurred, but not reported, losses through the statement date. Changes in the claims liability amount in the fiscal years 2008-2014 were:

Fiscal Year	Balance Beginning of Fiscal Year	Claims and Changes in Estimates	Claims Payments	Balance End of Fiscal Year
2008	-	307,430	294,138	13,292
2009	13,292	227,446	172,008	68,730
2010	68,730	122,836	185,828	5,738
2011	5,738	350,686	333,380	23,044
2012	23,044	430,782	440,199	13,627
2013	13,627	289,441	266,482	36,586
2014	36,586	295,531	309,702	22,415

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

**NOTE 16 – OTHER POST EMPLOYMENT BENEFITS**

The City provides certain health care benefits for retired employees through an independent third party administrator, in which all employees may become eligible for benefits if they qualify for early retirement or normal retirement (See Note 12). All retired employees are provided \$1,000 of life insurance coverage which is fully funded by insurance. The total cost to provide retiree health care benefits is paid from the Health Insurance Fund, an internal service fund, and is recognized as paid. The plan does not issue separate financial statements. The City also provides health care benefits for terminated employees who elected coverage under the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA) for a period of 18 to 24 months. Employees electing this coverage pay 100% of the premium.

As of July 1, 2012, employee membership data relative to the OPEB plan consist of the following:

Current Retirees, beneficiaries, and dependents	23
Current active participants	148
	148
Total membership in the plan	171

Summary of Significant Accounting Policies

The accrual basis of accounting is used with respect to the recognition in the financial statements of contributions in the form of insurance premiums made to the plan. Plan investments, if any, are reported at their fair value at the reporting date. As of June 30, 2014 the plan reported no assets.

Funding Policy

The contribution requirements are established and may be amended by the City. Funding for the plan is derived from member contributions and employer contributions. A retired employee, who is participating in the employer’s medical program is eligible to elect post-retirement coverage if they retire at or after age 65 with 5 year of service, age 60 with 30 years of service or age 55 with at least 10 years of service, and eligible for immediate early retirement benefits under the City of Waycross Retirement Plan. Retirees pay a flat portion of the premium in effect at their retirement date for medical coverage and dental coverage.

Annual OPEB Cost and Net OPEB Obligation

The City’s most recent actuarial valuation was performed for the plan as of July 1, 2012 to determine the funded status of the plan as of that date as well as the employer’s annual required contribution (ARC) for the period according to 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 liabilities (or funding excess) over a period not to exceed thirty years. The City’s annual OPEB cost is \$305,000.

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

**NOTE 16 – OTHER POST EMPLOYMENT BENEFITS, CONTINUED**

The following table reflects the components of the City’s annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the City’s net OPEB obligation:

Net OPEB (NOO) as of July 1, 2013	\$	370,000
Annual Required Contributions (ARC)		305,000
Interest on Existing (NOO)		15,000
ARC Adjustment		(15,000)
Annual OPEB Cost		305,000
Annual Employer Contribution		(288,000)
Change in Net OPEB Obligation		17,000
Net OPEB Obligation as of June 30, 2014	\$	387,000

The City’s annual OPEB cost, the percentage of annual cost contributed to the plan, and the net OPEB obligation is as follows:

Year Ended	OPEB Cost	Annual OPEB Cost Contributed	OPEB Obligation
6/30/2014	\$ 305,000	94.4%	\$ 387,000
6/30/2013	298,000	87.6%	370,000
6/30/2012	218,000	66.1%	333,000
6/30/2011	213,000	66.7%	259,000
6/30/2010	325,000	42.2%	188,000
6/30/2009	231,000	59.3%	94,000

Funded Status and Funding Progress

Actuarial valuation date		July 1, 2012
Actuarial value of assets	\$	-
Actuarial accrued liability		4,386,000
Total unfunded actuarial liability		4,386,000
Funded ratio		0.00%
Annual covered payroll	\$	5,091,000
Ratio of unfunded actuarial liability to annual covered payroll		86.15%

Date prior to 2009 is not available. As the Plan gains experience, this table and the schedules found in the Required Supplementary Information section will show multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

**NOTE 16 – OTHER POST EMPLOYMENT BENEFITS, CONTINUED**

Actuarial Assumptions and Methods

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. As such, actuarial calculations reflect a long-term perspective. Actuarial determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets. Significant actuarial assumptions and other information used to compute the actuarial accrued liability and the annual required contribution of the plans are as follows:

Actuarial Method

Actuarial Cost Method	Projected Unit Credit Cost Method
Amortization Method	2.5% Increase over 30 years, Level dollar, open
Remaining Amortization period	30 years as of July 1, 2013
Asset Valuation Method	Market Value

Actuarial Assumptions:

Investment Rate of Return	7% prefunded or 4% pay-as-you-go
Medical and drug cost trend rate	10% graded to 5% over 10 years

Full participation by the eligible population is assumed. The valuation does not use a core inflation rate directly, although inflation trends are reviewed to ensure consistency in the selection of the discount rate and the medical trend rate. Calculations are based on the types of benefits provided under the plan at the time of each valuation and on the pattern of cost sharing between the employer and plan members to that point. The City has not entered into any long-term contracts for contributions to the Plan with any party, and accordingly, there were not amounts of contractually required contributions outstanding at the report date.

**NOTE 17 – SUBSEQUENT EVENTS**

Subsequent events were evaluated through December 22, 2014, which is the date the financial statements were available to be issued.

## **REQUIRED SUPPLEMENTAL INFORMATION**

**Required supplemental information includes financial information and disclosures that are required by the GASB but are not considered part of the basic financial statements. Such information includes:**

- Georgian Municipal Employees Benefit System and Other Post-Employment Benefits
- Budgetary Comparison Schedule – General Fund

**CITY OF WAYCROSS, GEORGIA  
REQUIRED SUPPLEMENTAL INFORMATION  
UNAUDITED**

**Schedule of Funding Progress: Georgia Municipal Employees Benefit System**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAAL as a % of Covered Payroll (b-a/c)
5/1/2009	9,967,608	17,069,922	7,102,314	58.39%	6,806,444	104.35%
1/1/2010	12,745,143	18,040,473	5,295,330	70.65%	6,614,425	80.06%
1/1/2011	13,356,680	18,951,798	5,595,118	70.48%	6,299,680	88.82%
1/1/2012	13,921,917	19,831,649	5,909,732	70.20%	6,586,863	89.72%
1/1/2013	14,732,909	20,831,811	6,098,902	70.72%	6,303,324	96.76%
1/1/2014	16,005,617	21,698,484	5,692,867	73.76%	6,452,390	88.23%

**Funded Status and Funding Progress: Other Post Employment Benefits**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)
7/1/2008	-	2,660,000	2,660,000	0.00%
7/1/2010	-	2,664,000	2,664,000	0.00%
7/1/2012	-	4,386,000	4,386,000	0.00%

AAL based on a pay-as-you-go-plan

**CITY OF WAYCROSS, GEORGIA  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>Revenues</b>				
Taxes	\$ 9,209,728	\$ 9,209,728	\$ 8,900,997	\$ (308,731)
Fees and fines	504,000	504,000	372,867	(131,133)
Licenses and permits	807,600	807,600	906,685	99,085
Intergovernmental	136,000	136,000	131,691	(4,309)
Charges for services	27,300	27,300	26,326	(974)
Investment earnings	4,500	4,500	931	(3,569)
Miscellaneous	234,900	234,900	237,721	2,821
Transfers In	571,853	571,853	638,465	66,612
Proceeds from capital leases	-	-	117,337	117,337
	<u>11,495,881</u>	<u>11,495,881</u>	<u>11,333,020</u>	<u>(162,861)</u>
<b>Total Revenues</b>				
<b>Expenditures</b>				
Current:				
General government	773,222	773,222	405,427	367,795
Public safety	7,806,129	7,806,129	7,796,200	9,929
Public works	1,926,546	1,926,546	2,117,111	(190,565)
Community development	651,491	651,491	635,020	16,471
Debt Service:				
Principal	300,000	300,000	292,797	7,203
Interest and other charges	34,225	34,225	33,403	822
	<u>11,491,613</u>	<u>11,491,613</u>	<u>11,279,958</u>	<u>211,655</u>
<b>Total Expenditures</b>				
Excess Of Revenues Over Expenditures	4,268	4,268	53,062	48,794
Fund Balances - Beginning of Year	345,028	345,028	345,028	-
Fund Balances - Ending of Year	<u>\$ 349,296</u>	<u>\$ 349,296</u>	<u>\$ 398,090</u>	<u>\$ 48,794</u>

The accompanying notes are an integral part of these statements.



**COMBINING AND INDIVIDUAL FUND SCHEDULES**

**CITY OF WAYCROSS, GEORGIA  
BUDGETARY COMPARISON SCHEDULE  
SPLOST 2008-2013 FUND  
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>Revenues</b>				
Intergovernmental	\$ 1,858,345	\$ 1,858,345	\$ 1,770,735	\$ (87,610)
Interest	-	-	2,375	2,375
Total Revenues	<u>1,858,345</u>	<u>1,858,345</u>	<u>1,773,110</u>	<u>(85,235)</u>
<b>Expenditures</b>				
Current:				
Capital Outlay	<u>4,302,989</u>	<u>4,302,989</u>	<u>2,439,686</u>	<u>1,863,303</u>
Total Expenditures	<u>4,302,989</u>	<u>4,302,989</u>	<u>2,439,686</u>	<u>1,863,303</u>
(Deficiency) Of Revenues Over Expenditures	(2,444,644)	(2,444,644)	(666,576)	1,778,068
Fund Balances - Beginning of Year	<u>4,988,246</u>	<u>4,988,246</u>	<u>4,988,246</u>	<u>-</u>
Fund Balances - Ending of Year	<u>\$ 2,543,602</u>	<u>\$ 2,543,602</u>	<u>\$ 4,321,670</u>	<u>\$ 1,778,068</u>

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA  
 BUDGETARY COMPARISON SCHEDULE  
 CAPITAL RESERVE FUND  
 FOR THE YEAR ENDED JUNE 30, 2014**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total Revenues	-	-	-	-
<b>Expenditures</b>				
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
(Deficiency) Of Revenues Over Expenditures	-	-	-	-
Fund (Deficit) - Beginning of Year	(35,367)	(35,367)	(35,367)	-
Fund (Deficit) - Ending of Year	<u>\$ (35,367)</u>	<u>\$ (35,367)</u>	<u>\$ (35,367)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

**CITY OF WAYCROSS, GEORGIA  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

	SPECIAL REVENUE FUNDS						
	CEMETARY	FORFEITED PROPERTY	JAIL FUND	WPD INFO TECHNOLOGY	TRAIL HEAD PROJECT	COMMUNITY DEVELOPMENT	EIP REVOLVING LOAN
<b>ASSETS</b>							
Cash and cash equivalents	\$ 59,592	\$ 32,427	\$ 141	\$ 16,020	\$ 45,000	\$ 81,087	\$ 58,276
Receivable from other governments	-	-	-	-	9,298	-	-
Other receivables	1,775	-	-	-	-	-	83,923
Total assets	<u>61,367</u>	<u>32,427</u>	<u>141</u>	<u>16,020</u>	<u>54,298</u>	<u>81,087</u>	<u>142,199</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	1,392	-	-	-	13,210	-	-
Due to other funds	-	-	-	-	35,209	-	-
Total liabilities	<u>1,392</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,419</u>	<u>-</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>							
Unavailable revenue	-	-	-	-	5,879	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,879</u>	<u>-</u>	<u>-</u>
Fund balances:							
Restricted	-	32,427	141	-	-	-	142,199
Committed	59,975	-	-	-	-	81,087	-
Assigned	-	-	-	16,020	-	-	-
Total fund balances	<u>59,975</u>	<u>32,427</u>	<u>141</u>	<u>16,020</u>	<u>-</u>	<u>81,087</u>	<u>142,199</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 61,367</u>	<u>\$ 32,427</u>	<u>\$ 141</u>	<u>\$ 16,020</u>	<u>\$ 54,298</u>	<u>\$ 81,087</u>	<u>\$ 142,199</u>

**CITY OF WAYCROSS, GEORGIA  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

	SPECIAL REVENUE FUNDS							
	FIRE DEPARTMENT	FEMA GRANTS	MISC GRANTS	HOTEL/MOTEL TAX	MISC FUND	CEMETARY TRUST	WAYFEST	LT JEFF LITTLE SCHOLARSHIP
<b>ASSETS</b>								
Cash and cash equivalents	\$ 7,186	\$ 565	\$ 9,611	\$ 26,044	\$ 4,995	\$ 78,253	\$ 79	\$ 580
Receivable from other governments	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-
<b>Total assets</b>	<u>7,186</u>	<u>565</u>	<u>9,611</u>	<u>26,044</u>	<u>4,995</u>	<u>78,253</u>	<u>79</u>	<u>580</u>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Accounts payable	-	-	-	304	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>304</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>								
Unavailable revenue	-	-	-	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>								
Restricted	7,186	565	9,611	25,740	-	-	-	-
Committed	-	-	-	-	-	78,253	-	-
Assigned	-	-	-	-	4,995	-	79	580
<b>Total fund balances</b>	<u>7,186</u>	<u>565</u>	<u>9,611</u>	<u>25,740</u>	<u>4,995</u>	<u>78,253</u>	<u>79</u>	<u>580</u>
<b>Total liabilities and fund balances</b>	<u>\$ 7,186</u>	<u>\$ 565</u>	<u>\$ 9,611</u>	<u>\$ 26,044</u>	<u>\$ 4,995</u>	<u>\$ 78,253</u>	<u>\$ 79</u>	<u>\$ 580</u>

**CITY OF WAYCROSS, GEORGIA  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

	<u>CAPITAL PROJECT FUNDS</u>			<u>TOTAL OTHER GOVERNMENTAL FUNDS</u>
	<u>SPLOST</u>	<u>CDBG 12P-X- 148-2-5476</u>	<u>LMIG</u>	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 694,012	\$ -	\$ 413,358	\$ 1,527,226
Receivable from other governments	-	-	-	9,298
Other receivables	-	-	-	85,698
Total assets	<u>694,012</u>	<u>-</u>	<u>413,358</u>	<u>1,622,222</u>
 <b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	-	-	-	14,906
Due to other funds	-	-	-	35,209
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,115</u>
 <b>Deferred Inflows of Resources</b>				
Unavailable revenue	-	-	-	5,879
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,879</u>
 Fund balances:				
Restricted	694,012	-	413,358	1,325,239
Committed	-	-	-	219,315
Assigned	-	-	-	21,674
Total fund balances	<u>694,012</u>	<u>-</u>	<u>413,358</u>	<u>1,566,228</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 694,012</u>	<u>\$ -</u>	<u>\$ 413,358</u>	<u>\$ 1,622,222</u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	SPECIAL REVENUE FUNDS						
	CEMETARY	FORFEITED PROPERTY	JAIL FUND	WPD INFO TECHNOLOGY	TRAIL HEAD PROJECT	COMMUNITY DEVELOPMENT	EIP REVOLVING LOAN
<b>REVENUES</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fees	-	26,917	-	16,688	-	-	-
Intergovernmental	-	-	-	-	132,102	-	-
Investment earnings	-	3	-	-	-	-	27
Miscellaneous	150,930	-	560	-	-	53,961	6,327
Total revenues	<u>150,930</u>	<u>26,920</u>	<u>560</u>	<u>16,688</u>	<u>132,102</u>	<u>53,961</u>	<u>6,354</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	260
Public Safety	-	21,905	466	17,217	-	-	-
Community development	195,375	-	-	-	-	52,241	-
Capital outlay	-	-	-	-	132,102	-	-
Total Expenditures	<u>195,375</u>	<u>21,905</u>	<u>466</u>	<u>17,217</u>	<u>132,102</u>	<u>52,241</u>	<u>260</u>
Excess (deficiency) of revenues over expenditures	<u>(44,445)</u>	<u>5,015</u>	<u>94</u>	<u>(529)</u>	<u>-</u>	<u>1,720</u>	<u>6,094</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	45,309	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>45,309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	864	5,015	94	(529)	-	1,720	6,094
Fund balances - beginning	<u>59,111</u>	<u>27,412</u>	<u>47</u>	<u>16,549</u>	<u>-</u>	<u>79,367</u>	<u>136,105</u>
Fund balances - ending	<u>\$ 59,975</u>	<u>\$ 32,427</u>	<u>\$ 141</u>	<u>\$ 16,020</u>	<u>\$ -</u>	<u>\$ 81,087</u>	<u>\$ 142,199</u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	SPECIAL REVENUE FUNDS							
	FIRE DEPARTMENT	FEMA GRANTS	MISC GRANTS	HOTEL/MOTEL TAX	MISC FUND	CEMETARY TRUST	WAYFEST	LT JEFF LITTLE SCHOLARSHIP
<b>REVENUES</b>								
Taxes	\$ -	\$ -	\$ -	\$ 293,192	\$ -	\$ -	\$ -	\$ -
Fees	-	-	-	-	-	-	-	-
Intergovernmental	-	505	9,000	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-
Miscellaneous	2,954	-	500	-	-	-	8,796	580
Total revenues	<u>2,954</u>	<u>505</u>	<u>9,500</u>	<u>293,192</u>	<u>-</u>	<u>-</u>	<u>8,796</u>	<u>580</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	4,778	-	-	-	-	-
Public Safety	2,517	-	-	-	-	-	-	-
Community development	-	-	-	91,779	-	-	8,717	-
Capital outlay	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,517</u>	<u>-</u>	<u>4,778</u>	<u>91,779</u>	<u>-</u>	<u>-</u>	<u>8,717</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>437</u>	<u>505</u>	<u>4,722</u>	<u>201,413</u>	<u>-</u>	<u>-</u>	<u>79</u>	<u>580</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(175,652)	-	(45,310)	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,652)</u>	<u>-</u>	<u>(45,310)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	437	505	4,722	25,761	-	(45,310)	79	580
Fund balances - beginning	6,749	60	4,889	(21)	4,995	123,563	-	-
Fund balances - ending	<u>\$ 7,186</u>	<u>\$ 565</u>	<u>\$ 9,611</u>	<u>\$ 25,740</u>	<u>\$ 4,995</u>	<u>\$ 78,253</u>	<u>\$ 79</u>	<u>\$ 580</u>



**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	CAPITAL PROJECT FUNDS			TOTAL OTHER GOVERNMENTAL FUNDS
	SPLOST	CDBG 12P-X-148- 2-5476	LMIG	
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 293,192
Fees	-	-	-	43,605
Intergovernmental	-	192,674	413,358	747,639
Investment earnings	346	-	-	376
Miscellaneous	-	-	-	224,608
Total revenues	<u>346</u>	<u>192,674</u>	<u>413,358</u>	<u>1,309,420</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	5,038
Public Safety	-	-	-	42,105
Community development	-	-	-	348,112
Capital outlay	247	192,674	-	325,023
Total Expenditures	<u>247</u>	<u>192,674</u>	<u>-</u>	<u>720,278</u>
Excess (deficiency) of revenues over expenditures	<u>99</u>	<u>-</u>	<u>413,358</u>	<u>589,142</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	45,309
Transfers out	-	-	-	(220,962)
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,653)</u>
Net change in fund balances	99	-	413,358	413,489
Fund balances - beginning	693,913	-	-	1,152,739
Fund balances - ending	<u>\$ 694,012</u>	<u>\$ -</u>	<u>\$ 413,358</u>	<u>\$ 1,566,228</u>

**CITY OF WAYCROSS, GEORGIA  
CEMETERY FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ 156,450	\$ 156,450	\$ 150,930	\$ (5,520)
Transfers In	45,309	45,309	45,309	-
Total Revenues	<u>201,759</u>	<u>201,759</u>	<u>196,239</u>	<u>(5,520)</u>
Expenditures:				
Community development	<u>201,759</u>	<u>201,759</u>	<u>195,375</u>	<u>6,384</u>
Total Expenditures	<u>201,759</u>	<u>201,759</u>	<u>195,375</u>	<u>6,384</u>
Revenues Over Expenditures	-	-	864	864
Fund Balance - Beginning	<u>59,111</u>	<u>59,111</u>	<u>59,111</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 59,111</u>	<u>\$ 59,111</u>	<u>\$ 59,975</u>	<u>\$ 864</u>

**CITY OF WAYCROSS, GEORGIA  
FORFEITED PROPERTY FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Fees	\$ -	\$ -	\$ 26,917	\$ 26,917
Investment earnings	-	-	3	3
Total Revenues	<u>-</u>	<u>-</u>	<u>26,920</u>	<u>26,920</u>
Expenditures:				
Public safety	-	-	21,905	(21,905)
Total Expenditures	<u>-</u>	<u>-</u>	<u>21,905</u>	<u>(21,905)</u>
Revenues And Other Financing Sources Over Expenditures	-	-	5,015	5,015
Fund Balance - Beginning	<u>27,412</u>	<u>27,412</u>	<u>27,412</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 27,412</u>	<u>\$ 27,412</u>	<u>\$ 32,427</u>	<u>\$ 5,015</u>

**CITY OF WAYCROSS, GEORGIA**  
**JAIL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 560	\$ 560
Total Revenues	<u>-</u>	<u>-</u>	<u>560</u>	<u>560</u>
Expenditures:				
Public safety	-	-	466	(466)
Total Expenditures	<u>-</u>	<u>-</u>	<u>466</u>	<u>(466)</u>
Revenues And Other Financing Sources Over Expenditures	-	-	94	94
Fund Balance - Beginning	<u>47</u>	<u>47</u>	<u>47</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 47</u>	<u>\$ 47</u>	<u>\$ 141</u>	<u>\$ 94</u>

**CITY OF WAYCROSS, GEORGIA**  
**WPD INFORMATION TECHNOLOGY FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<b>ACTUAL AMOUNTS BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Fees	\$ 15,000	\$ 15,000	\$ 16,688	\$ (1,688)
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>16,688</u>	<u>(1,688)</u>
Expenditures:				
Public safety	<u>20,000</u>	<u>20,000</u>	<u>17,217</u>	<u>2,783</u>
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>17,217</u>	<u>2,783</u>
Revenues And Other Financing Sources (Under)				
Expenditures	(5,000)	(5,000)	(529)	(4,471)
Fund Balance - Beginning	<u>16,549</u>	<u>16,549</u>	<u>16,549</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 11,549</u>	<u>\$ 11,549</u>	<u>\$ 16,020</u>	<u>\$ (4,471)</u>

**CITY OF WAYCROSS, GEORGIA  
TRAILHEAD PROJECT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Intergovernmental	\$ 375,000	\$ 375,000	\$ 132,102	\$ (242,898)
Total Revenues	<u>375,000</u>	<u>375,000</u>	<u>132,102</u>	<u>(242,898)</u>
Expenditures:				
Community development	<u>375,000</u>	<u>375,000</u>	<u>132,102</u>	<u>242,898</u>
Total Expenditures	<u>375,000</u>	<u>375,000</u>	<u>132,102</u>	<u>242,898</u>
Revenues And Other Financing Sources Over Expenditures	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WAYCROSS, GEORGIA  
COMMUNITY DEVELOPMENT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<b>ACTUAL AMOUNTS BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ 20,000	\$ 20,000	\$ 53,961	\$ 33,961
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>53,961</u>	<u>33,961</u>
Expenditures:				
Community development	20,000	20,000	52,241	(32,241)
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>52,241</u>	<u>(32,241)</u>
Revenues And Other Financing Sources Over Expenditures	-	-	1,720	1,720
Fund Balance - Beginning	<u>79,367</u>	<u>79,367</u>	<u>79,367</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 79,367</u>	<u>\$ 79,367</u>	<u>\$ 81,087</u>	<u>\$ 1,720</u>

**CITY OF WAYCROSS, GEORGIA  
EIP REVOLVING LOAN FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ 19,123	\$ 19,123	\$ 6,327	\$ 12,796
Interest earnings	-	-	27	27
Total Revenues	<u>19,123</u>	<u>19,123</u>	<u>6,354</u>	<u>12,823</u>
Expenditures:				
General government	<u>27,250</u>	<u>27,250</u>	<u>260</u>	<u>26,990</u>
Total Expenditures	<u>27,250</u>	<u>27,250</u>	<u>260</u>	<u>26,990</u>
Revenues And Other Financing Sources Over (Under)				
Expenditures	(8,127)	(8,127)	6,094	39,813
Fund Balance - Beginning	<u>136,105</u>	<u>136,105</u>	<u>136,105</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 127,978</u>	<u>\$ 127,978</u>	<u>\$ 142,199</u>	<u>\$ 14,221</u>



**CITY OF WAYCROSS, GEORGIA  
FIRE DEPARTMENT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Miscellaneous	\$ 5,000	\$ 5,000	\$ 2,954	\$ (2,046)
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>2,954</u>	<u>(2,046)</u>
Expenditures:				
Public safety	<u>5,000</u>	<u>5,000</u>	<u>2,517</u>	<u>2,483</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>2,517</u>	<u>2,483</u>
Revenues And Other Financing Sources Over Expenditures	-	-	437	437
Fund Balance - Beginning	<u>6,749</u>	<u>6,749</u>	<u>6,749</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ 6,749</u></u>	<u><u>\$ 6,749</u></u>	<u><u>\$ 7,186</u></u>	<u><u>\$ 437</u></u>

**CITY OF WAYCROSS, GEORGIA  
FEMA GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 505	\$ 505
Total Revenues	<u>-</u>	<u>-</u>	<u>505</u>	<u>505</u>
Expenditures:				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues And Other Financing Sources Over Expenditures	-	-	505	505
Fund Balance - Beginning	<u>60</u>	<u>60</u>	<u>60</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 60</u>	<u>\$ 60</u>	<u>\$ 565</u>	<u>\$ 505</u>

**CITY OF WAYCROSS, GEORGIA  
MISC GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Intergovernmental	\$ 22,671	\$ 22,671	\$ 9,000	\$ (13,671)
Miscellaneous	-	-	500	(500)
Total Revenues	<u>22,671</u>	<u>22,671</u>	<u>9,500</u>	<u>(14,171)</u>
Expenditures:				
General government	<u>22,671</u>	<u>22,671</u>	<u>4,778</u>	<u>17,893</u>
Total Expenditures	<u>22,671</u>	<u>22,671</u>	<u>4,778</u>	<u>17,893</u>
Revenues And Other Financing Sources Over Expenditures	-	-	4,722	3,722
Fund Balance - Beginning	<u>4,889</u>	<u>4,889</u>	<u>4,889</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 4,889</u>	<u>\$ 4,889</u>	<u>\$ 9,611</u>	<u>\$ 3,722</u>

**CITY OF WAYCROSS, GEORGIA  
HOTEL/MOTEL TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Taxes	\$ 271,500	\$ 271,500	\$ 293,192	\$ (21,692)
Total Revenues	<u>271,500</u>	<u>271,500</u>	<u>293,192</u>	<u>(21,692)</u>
Expenditures:				
Community development	109,500	109,500	91,779	17,721
Transfers out	<u>162,000</u>	<u>162,000</u>	<u>175,652</u>	<u>(13,652)</u>
Total Expenditures	<u>271,500</u>	<u>271,500</u>	<u>267,431</u>	<u>4,069</u>
Revenues And Other Financing Sources Over Expenditures	-	-	25,761	(25,761)
Fund (Deficit) - Beginning	<u>(21)</u>	<u>(21)</u>	<u>(21)</u>	<u>-</u>
Fund Balance (Deficit) - Ending	<u>\$ (21)</u>	<u>\$ (21)</u>	<u>\$ 25,740</u>	<u>\$ (25,761)</u>

**CITY OF WAYCROSS, GEORGIA**  
**MISC FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
General government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues And Other Financing Sources Over Expenditures	-	-	-	-
Fund Balance - Beginning	<u>4,995</u>	<u>4,995</u>	<u>4,995</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 4,995</u>	<u>\$ 4,995</u>	<u>\$ 4,995</u>	<u>\$ -</u>

**CITY OF WAYCROSS, GEORGIA  
CEMETERY TRUST FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Transfers out	-	-	45,310	(45,310)
Total Expenditures	<u>-</u>	<u>-</u>	<u>45,310</u>	<u>(45,310)</u>
Revenues And Other Financing Sources Over (Under)				
Expenditures	-	-	(45,310)	45,310
Fund Balance - Beginning	<u>123,563</u>	<u>123,563</u>	<u>123,563</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 123,563</u>	<u>\$ 123,563</u>	<u>\$ 78,253</u>	<u>\$ 45,310</u>

**CITY OF WAYCROSS, GEORGIA  
WAYFEST FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ 8,495	\$ 8,495	\$ 8,796	\$ (301)
Total Revenues	<u>8,495</u>	<u>8,495</u>	<u>8,796</u>	<u>(301)</u>
Expenditures:				
Community development	<u>8,495</u>	<u>8,495</u>	<u>8,717</u>	<u>(222)</u>
Total Expenditures	<u>8,495</u>	<u>8,495</u>	<u>8,717</u>	<u>(222)</u>
Revenues And Other Financing Sources Over Expenditures	-	-	79	(79)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79</u>	<u>\$ (79)</u>

**CITY OF WAYCROSS, GEORGIA**  
**LT JEFF LITTLE SCHOLARSHIP FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 580	\$ (580)
Total Revenues	<u>-</u>	<u>-</u>	<u>580</u>	<u>(580)</u>
Expenditures:				
Community development	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues And Other Financing Sources Over Expenditures	-	-	580	(580)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 580</u>	<u>\$ (580)</u>



**CITY OF WAYCROSS, GEORGIA**  
**SPLOST FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 346	\$ (346)
Total Revenues	<u>-</u>	<u>-</u>	<u>346</u>	<u>(346)</u>
Expenditures:				
Capital outlay	-	-	247	(247)
Total Expenditures	<u>-</u>	<u>-</u>	<u>247</u>	<u>(247)</u>
Revenues And Other Financing Sources Over Expenditures	-	-	99	(99)
Fund Balance - Beginning	<u>693,913</u>	<u>693,913</u>	<u>693,913</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 693,913</u>	<u>\$ 693,913</u>	<u>\$ 694,012</u>	<u>\$ (99)</u>

**CITY OF WAYCROSS, GEORGIA**  
**CDBG 12P-X-148-2-5476 FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Intergovernmental	\$ 500,000	\$ 500,000	\$ 192,674	\$ 307,326
Total Revenues	<u>500,000</u>	<u>500,000</u>	<u>192,674</u>	<u>307,326</u>
Expenditures:				
Capital outlay	<u>500,000</u>	<u>500,000</u>	<u>192,674</u>	<u>307,326</u>
Total Expenditures	<u>500,000</u>	<u>500,000</u>	<u>192,674</u>	<u>307,326</u>
Revenues And Other Financing Sources Over Expenditures	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WAYCROSS, GEORGIA  
LMIG FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE COMPARED TO BUDGET  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues:				
Intergovernmental	\$ 163,358	\$ 163,358	\$ 413,358	\$ (250,000)
Total Revenues	<u>163,358</u>	<u>163,358</u>	<u>413,358</u>	<u>(250,000)</u>
Expenditures:				
Capital outlay	<u>163,358</u>	<u>163,358</u>	<u>-</u>	<u>163,358</u>
Total Expenditures	<u>163,358</u>	<u>163,358</u>	<u>-</u>	<u>163,358</u>
Revenues And Other Financing Sources Over Expenditures	-	-	413,358	(413,358)
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 413,358</u>	<u>\$ (413,358)</u>

**CITY OF WAYCROSS, GEORGIA  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2014**

	<u>LIABILITY INSURANCE</u>	<u>HEALTH INSURANCE</u>	<u>RETIREMENT</u>	<u>WORKERS COMPENSATION</u>	<u>PAYROLL</u>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 562,849	\$ 29,292	\$ 120,762	\$ 523,698	\$ 20,432
Accounts Receivables, net	-	13,204	-	-	-
Due from other funds	95,913	-	217,250	346,397	8
Inventories	-	-	-	-	-
Prepaid Expenses	-	-	-	28,586	-
Total current assets	<u>658,762</u>	<u>42,496</u>	<u>338,012</u>	<u>898,681</u>	<u>20,440</u>
Non-current assets:					
Capital Assets:					
Buildings	-	-	-	-	-
Utility System	-	-	-	-	-
Equipment and Furniture	-	-	-	-	-
Less Accumulated depreciation	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u><u>658,762</u></u>	<u><u>42,496</u></u>	<u><u>338,012</u></u>	<u><u>898,681</u></u>	<u><u>20,440</u></u>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	-	622,766	-	22,415	13,904
Salaries payable	-	-	-	-	-
Due to other funds	-	872,842	-	-	-
Compensated absences	-	-	-	-	-
Total current liabilities	<u>-</u>	<u>1,495,608</u>	<u>-</u>	<u>22,415</u>	<u>13,904</u>
Total liabilities	<u><u>-</u></u>	<u><u>1,495,608</u></u>	<u><u>-</u></u>	<u><u>22,415</u></u>	<u><u>13,904</u></u>
<b>NET POSITION</b>					
Net investment in capital assets	-	-	-	-	-
Unrestricted	<u>658,762</u>	<u>(1,453,112)</u>	<u>338,012</u>	<u>876,266</u>	<u>6,536</u>
Total net position	<u><u>\$ 658,762</u></u>	<u><u>\$ (1,453,112)</u></u>	<u><u>\$ 338,012</u></u>	<u><u>\$ 876,266</u></u>	<u><u>\$ 6,536</u></u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2014**

	<u>WAREHOUSE</u>	<u>CITY GARAGE</u>	<u>DATA PROCESSING</u>	<u>PUBLIC BUILDING</u>	<u>TOTAL INTERNAL SERVICE FUNDS</u>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ -	\$ 6,402	\$ -	\$ -	\$ 1,263,435
Accounts Receivables, net	-	-	-	-	13,204
Due from other funds	60,273	-	-	-	719,841
Inventories	-	28,814	-	-	28,814
Prepaid Expenses	-	-	-	-	28,586
Total current assets	<u>60,273</u>	<u>35,216</u>	<u>-</u>	<u>-</u>	<u>2,053,880</u>
Non-current assets:					
Capital Assets:					
Buildings	-	138,321	-	-	138,321
Utility System	-	70,663	-	-	70,663
Equipment and Furniture	-	100,170	-	-	100,170
Less Accumulated depreciation	-	(301,753)	-	-	(301,753)
Total non-current assets	<u>-</u>	<u>7,401</u>	<u>-</u>	<u>-</u>	<u>7,401</u>
Total assets	<u>60,273</u>	<u>42,617</u>	<u>-</u>	<u>-</u>	<u>2,061,281</u>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	55,487	987	-	-	715,559
Salaries payable	-	2,410	-	-	2,410
Due to other funds	-	-	-	-	872,842
Compensated absences	-	16,645	-	-	16,645
Total current liabilities	<u>55,487</u>	<u>20,042</u>	<u>-</u>	<u>-</u>	<u>1,607,456</u>
Total liabilities	<u>55,487</u>	<u>20,042</u>	<u>-</u>	<u>-</u>	<u>1,607,456</u>
<b>NET POSITION</b>					
Net investment in capital assets	-	7,401	-	-	7,401
Unrestricted	4,786	15,174	-	-	446,424
Total net position	<u>\$ 4,786</u>	<u>\$ 22,575</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 453,825</u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN FUND NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	<b>LIABILITY INSURANCE</b>	<b>HEALTH INSURANCE</b>	<b>RETIREMENT</b>	<b>WORKERS COMPENSATION</b>	<b>PAYROLL</b>
<b>REVENUES</b>					
Charges for services	\$ -	\$ 460,549	\$ -	\$ -	\$ -
Operating contributions	211,086	1,333,596	1,356,890	319,494	-
Total operating revenues	<u>211,086</u>	<u>1,794,145</u>	<u>1,356,890</u>	<u>319,494</u>	<u>-</u>
<b>OPERATING EXPENSES</b>					
Personal services	-	-	-	-	458
Contractual services	-	-	-	-	-
Repairs and maintenance	-	-	-	-	-
Insurance claims and expenses	233,742	2,110,071	-	367,628	-
Retirement payments	-	-	1,351,517	-	-
Depreciation	-	-	-	-	-
Total operating expenses	<u>233,742</u>	<u>2,110,071</u>	<u>1,351,517</u>	<u>367,628</u>	<u>458</u>
Operating income (loss)	<u>(22,656)</u>	<u>(315,926)</u>	<u>5,373</u>	<u>(48,134)</u>	<u>(458)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Interest and investment revenue	-	-	-	-	12
Miscellaneous revenue	3,100	45,355	-	-	-
Total non-operating revenue (expenses)	<u>3,100</u>	<u>45,355</u>	<u>-</u>	<u>-</u>	<u>12</u>
Income (loss) before contributions and transfers	<u>(19,556)</u>	<u>(270,571)</u>	<u>5,373</u>	<u>(48,134)</u>	<u>(446)</u>
Transfers out	-	-	-	-	-
Change in net position	<u>(19,556)</u>	<u>(270,571)</u>	<u>5,373</u>	<u>(48,134)</u>	<u>(446)</u>
Total net position - beginning	<u>678,318</u>	<u>(1,182,541)</u>	<u>332,639</u>	<u>924,400</u>	<u>6,982</u>
Total net position - ending	<u>\$ 658,762</u>	<u>\$ (1,453,112)</u>	<u>\$ 338,012</u>	<u>\$ 876,266</u>	<u>\$ 6,536</u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN FUND NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	WAREHOUSE	CITY GARAGE	DATA PROCESSING	PUBLIC BUILDING	TOTAL INTERNAL SERVICE FUNDS
<b>REVENUES</b>					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 460,549
Operating grants and contributions	93,104	348,880	-	-	3,663,050
Total operating revenues	<u>93,104</u>	<u>348,880</u>	<u>-</u>	<u>-</u>	<u>4,123,599</u>
<b>OPERATING EXPENSES</b>					
Personal services	103,067	297,959	-	-	401,484
Contractual services	-	19,414	-	-	19,414
Repairs and maintenance	-	31,090	-	-	31,090
Insurance claims and expenses	-	-	-	-	2,711,441
Retirement payments	-	-	-	-	1,351,517
Depreciation	-	4,867	-	-	4,867
Total operating expenses	<u>103,067</u>	<u>353,330</u>	<u>-</u>	<u>-</u>	<u>4,519,813</u>
Operating income (loss)	<u>(9,963)</u>	<u>(4,450)</u>	<u>-</u>	<u>-</u>	<u>(396,214)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Interest and investment revenue	-	-	-	-	12
Miscellaneous revenue	-	-	-	-	48,455
Total non-operating revenue (expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,467</u>
Income (loss) before contributions and transfers	<u>(9,963)</u>	<u>(4,450)</u>	<u>-</u>	<u>-</u>	<u>(347,747)</u>
Transfers out	-	-	(233,585)	(229,227)	(462,812)
Change in net position	<u>(9,963)</u>	<u>(4,450)</u>	<u>(233,585)</u>	<u>(229,227)</u>	<u>(810,559)</u>
Total net position - beginning	14,749	27,025	233,585	229,227	1,264,384
Total net position - ending	<u>\$ 4,786</u>	<u>\$ 22,575</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 453,825</u>

**CITY OF WAYCROSS, GEORGIA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>LIABILITY INSURANCE</u>	<u>HEALTH INSURANCE</u>	<u>RETIREMENT</u>	<u>WORKERS COMPENSATION</u>	<u>PAYROLL</u>
<b>Cash Flows From Operating Activities</b>					
Cash received from customers	\$ 211,086	\$ 1,794,268	\$ 1,356,890	\$ 319,494	\$ -
Cash paid to suppliers	(233,742)	(1,838,760)	(1,351,517)	(382,593)	-
Cash paid to employees	-	-	-	-	(458)
Net Cash Provided By (Used In) Operating Activities	<u>(22,656)</u>	<u>(44,492)</u>	<u>5,373</u>	<u>(63,099)</u>	<u>(458)</u>
<b>Cash Flows From Noncapital Financing Activities</b>					
Miscellaneous non-operating revenue	3,100	45,356	-	-	-
Cash paid for transfer out	-	-	-	-	-
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>3,100</u>	<u>45,356</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash Flows From Capital And Related Financing Activities</b>					
Disposal of capital assets	-	-	-	-	-
Net Cash Provided By (Used In) Capital And Related Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash Flows From Investing Activities</b>					
Interest on cash deposits	-	-	-	-	12
Net Cash Provided By (Used In) Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12</u>
Net Increase (Decrease) in Cash	(19,556)	864	5,373	(63,099)	(446)
Cash Beginning of Year	582,405	28,428	115,389	586,797	20,878
Cash at End of Year	<u>\$ 562,849</u>	<u>\$ 29,292</u>	<u>\$ 120,762</u>	<u>\$ 523,698</u>	<u>\$ 20,432</u>
<b><u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</u></b>					
Operating Income (Loss)	\$ (22,656)	\$ (315,926)	\$ 5,373	\$ (48,134)	\$ (458)
Adjustments To Reconcile Net Income (Loss) To Net Cash Provided By (Used In) Operating Activities:					
Depreciation and amortization	-	-	-	-	-
Change in Assets and Liabilities:					
Accounts receivable	-	123	-	-	-
Inventories	-	-	-	-	-
Prepaid expenses	-	-	-	(795)	-
Accounts payable	-	271,311	-	(14,170)	-
Accrued expenses	-	-	-	-	-
Net Cash Provided By (Used In) Operating Activities	<u>\$ (22,656)</u>	<u>\$ (44,492)</u>	<u>\$ 5,373</u>	<u>\$ (63,099)</u>	<u>\$ (458)</u>
Cash Per Financial Statements, Including Investments	\$ 562,849	\$ 29,292	\$ 120,762	\$ 523,698	\$ 20,432
Less: Non-Cash Equivalents	-	-	-	-	-
Total Cash	<u>\$ 562,849</u>	<u>\$ 29,292</u>	<u>\$ 120,762</u>	<u>\$ 523,698</u>	<u>\$ 20,432</u>



**CITY OF WAYCROSS, GEORGIA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2014**

	WAREHOUSE	CITY GARAGE	DATA PROCESSING	PUBLIC BUILDING	TOTAL
<b>Cash Flows From Operating Activities</b>					
Cash received from customers	\$ 93,104	\$ 350,104	\$ -	\$ -	\$ 4,124,946
Cash paid to suppliers	9,963	(49,517)	14,662	-	(3,831,504)
Cash paid to employees	(103,067)	(297,724)	-	-	(401,249)
Net Cash Provided By (Used In) Operating Activities	<u>-</u>	<u>2,863</u>	<u>14,662</u>	<u>-</u>	<u>(107,807)</u>
<b>Cash Flows From Noncapital Financing Activities</b>					
Miscellaneous non-operating revenue	-	-	-	-	48,456
Cash paid for transfer out	-	-	(233,586)	(229,227)	(462,813)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>(233,586)</u>	<u>(229,227)</u>	<u>(414,357)</u>
<b>Cash Flows From Capital And Related Financing Activities</b>					
Disposal of capital assets	-	-	21,574	-	21,574
Net Cash Provided By (Used In) Capital And Related Activities	<u>-</u>	<u>-</u>	<u>21,574</u>	<u>-</u>	<u>21,574</u>
<b>Cash Flows From Investing Activities</b>					
Interest on cash deposits	-	-	-	-	12
Net Cash Provided By (Used In) Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12</u>
Net Increase (Decrease) In Cash	-	2,863	(197,350)	(229,227)	(500,578)
Cash Beginning of Year	-	3,539	197,350	229,227	1,764,013
Cash at End of Year	<u>\$ -</u>	<u>\$ 6,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,263,435</u>

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES**

Operating Income (Loss)	\$ (9,963)	\$ (4,450)	\$ -	\$ -	\$ (396,214)
Adjustments To Reconcile Net Income (Loss) To Net Cash Provided By (Used In) Operating Activities:					
Depreciation and amortization	-	4,867	-	-	4,867
Change in Assets and Liabilities:					
Accounts receivable	-	-	-	-	123
Inventories	-	1,224	-	-	1,224
Prepaid expenses	-	-	14,662	-	13,867
Accounts payable	9,963	987	-	-	268,091
Accrued expenses	-	235	-	-	235
Net Cash Provided By (Used In) Operating Activities	<u>\$ -</u>	<u>\$ 2,863</u>	<u>\$ 14,662</u>	<u>\$ -</u>	<u>\$ (107,807)</u>
Cash Per Financial Statements, Including Investments	\$ -	\$ 6,402	\$ -	\$ -	\$ 1,263,435
Less: Non-Cash Equivalents	-	-	-	-	-
Total Cash	<u>\$ -</u>	<u>\$ 6,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,263,435</u>

**CITY OF WAYCROSS, GEORGIA**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2014**

	<u>MUNICIPAL COURT</u>	<u>POLICE CONDEMNATION</u>	<u>TOTAL AGENCY FUNDS</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 111,081	\$ 47,867	\$ 158,948
Total assets	<u>111,081</u>	<u>47,867</u>	<u>158,948</u>
<b>LIABILITIES</b>			
Refundable court bonds	111,081	-	111,081
Seized funds held	<u>-</u>	<u>47,867</u>	<u>47,867</u>
Total liabilities	<u>\$ 111,081</u>	<u>\$ 47,867</u>	<u>\$ 158,948</u>

**SPECIAL REPORTS SECTION**



# Henderson & Godbee, LLP

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

To the Mayor and City Commission  
Waycross, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States 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, each major fund, and the aggregate remaining fund information of City of Waycross, Georgia as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City of Waycross, Georgia's basic financial statements and have issued our report thereon dated December 22, 2014.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Waycross, Georgia's internal control over financial reporting to determine 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 Waycross, Georgia's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Waycross, 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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, that results in more than reasonable possibility that a material misstatement of the 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.

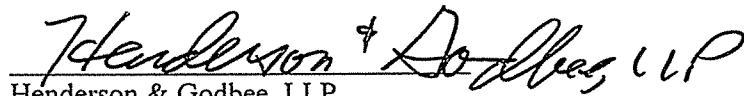
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and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

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Waycross, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express 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 provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Henderson & Godbee, LLP  
Certified Public Accountants  
Valdosta, Georgia

December 22, 2014

**CITY OF WAYCROSS, GEORGIA  
SPECIAL LOCAL OPTION SALES TAX  
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ORIGINAL ESTIMATED COST	CURRENT ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
PR-8530-32 (299) Streets #4	\$ 914,931	\$ 914,931	\$914,931	\$ -	\$ 914,931	100.00%
PR-8530-38 (299) Streets #5	1,012,635	1,012,635	1,012,635	-	1,012,635	100.00%
PR-8530-37 (299) Streets #6	1,153,080	1,153,401	1,153,401	-	1,153,401	100.00%
PR-8530-40 (299) Elizabeth and Seminole	103,350	103,350	103,350	-	103,350	100.00%
PR-8520-18 (299) Streets #7	1,240,571	1,387,968	1,387,968	-	1,387,968	100.00%
PR-8520-18 (299) Streets #3	34,661	34,661	34,661	-	34,661	100.00%
Hill & Williams	153,600	96,027	96,027	-	96,027	100.00%
PR-8531-010-01 Streets #8	900,931	830,451	830,451	-	830,451	100.00%
PR-8530-42 (299) Streets #9	1,302,458	1,308,197	1,308,197	-	1,308,197	100.00%
PR-8531-010-01 Storm Drain Improvements Riverside	153,600	162,100	162,100	-	162,100	100.00%
Administrative	-	113,790	113,790	-	113,790	100.00%
U.S. 1 Drainage	585,280	640,327	640,327	-	640,327	100.00%
Hazzard Hill Drainage	141,235	145,299	145,299	-	145,299	100.00%
Quartermen Street Drainage	79,720	164,713	164,713	-	164,713	100.00%
Milling Street Drainage	34,657	34,657	34,657	-	34,657	100.00%
Central Ave. & City Blvd. Drainage	551,405	623,291	623,291	-	623,291	100.00%
Roberts Street Drainage	-	1,566	1,566	-	1,566	100.00%
City Boulevard Mini Mall	-	5,888	5,888	-	5,888	100.00%
Upchurch Street	-	520	520	-	520	100.00%
Miscellaneous	-	532	285	247	532	100.00%
Suwanee Street Canal	-	1,735	1,735	-	1,735	100.00%
Painting and Striping Streets	-	178,481	178,481	-	178,481	100.00%
Miscellaneous	-	6,976	6,976	-	6,976	100.00%
Kroger Evaluation	-	2,328	2,328	-	2,328	100.00%
Dorothy Street	-	4,200	4,200	-	4,200	100.00%
Corridor Z and Bennett Road	-	300	300	-	300	100.00%
Uvalda Street	-	9,358	9,358	-	9,358	100.00%
Beacon Hill	-	44,408	44,408	-	44,408	100.00%

**CITY OF WAYCROSS, GEORGIA  
SPECIAL LOCAL OPTION SALES TAX  
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ORIGINAL ESTIMATED COST	CURRENT ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
Northwood Terrace	-	23,078	23,078	-	23,078	100.00%
PR-6610-061-00 Contract #11A	966,708	1,082,951	1,082,951	-	1,082,951	100.00%
PR-8351-025-01 Contract #10	1,199,857	1,363,237	1,363,237	-	1,363,237	100.00%
PR-8351-022-01 Central Avenue Drainage	-	10,541	10,541	-	10,541	100.00%
City Boulevard Phase II, IV	-	139,664	139,664	-	139,664	100.00%
38 Connector Widening	-	524,340	524,340	-	524,340	100.00%
PR-8351-036-01 Bazemore Park	-	23,775	23,775	-	23,775	100.00%
Drainage Ditch Project	-	52,559	52,559	-	52,559	100.00%
PR-8531-023-01 U.S. 1 Drainage - Baldwin Rental	-	43,225	43,225	-	43,225	100.00%
Aerial Mapping	-	6,252	6,252	-	6,252	100.00%
Senate Street	-	350	350	-	350	100.00%
Shawnee Drive, Andrea Drive and Knight Avenue	-	3,736	3,736	-	3,736	100.00%
Lee Avenue	-	14,718	14,718	-	14,718	100.00%
Riverside, Dorothy, & Darling	-	7,600	7,600	-	7,600	100.00%
Haines Street Improvements	-	5,598	5,598	-	5,598	100.00%
Painting and Striping Streets	-	23,639	23,639	-	23,639	100.00%
Riverside Drive - Drainage	-	29,650	29,650	-	29,650	100.00%
Milling - Carswell Avenue	-	20,000	20,000	-	20,000	100.00%
City Blvd - Lamar Johnson Project	-	21,008	21,008	-	21,008	100.00%
Central Avenue & St Mary's St. Repairs	-	5,962	5,962	-	5,962	100.00%
Traffic Light - Waycross College	-	6,000	6,000	-	6,000	100.00%
Painting and Striping Streets	-	123,968	123,968	-	123,968	100.00%
Materials - Misc. Street Repair Jobs	-	128,513	128,513	-	128,513	100.00%
Portable Sewer Video Camera, Custom Built Trailer and Honda Generator	-	30,000	30,000	-	30,000	100.00%
Oakland Cemetery	-	5,467	5,467	-	5,467	100.00%
Railroad Relocation Project	835,000	14,888	14,888	-	14,888	100.00%
City Boulevard Improvement Project - Phase II - RP-8351-039-01	589,501	689,375	689,375	-	689,375	100.00%
GIS Mapping Project	751,469	5,145	5,145	-	5,145	100.00%

**CITY OF WAYCROSS, GEORGIA  
SPECIAL LOCAL OPTION SALES TAX  
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ORIGINAL ESTIMATED COST	CURRENT ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
PR-6610-061-00 - Contract #11B	-	644,798	644,798	-	644,798	100.00%
City Boulevard Phase IV - Project 8351-047-01	-	32,771	32,771	-	32,771	100.00%
Downtown Drainage Project	-	472,890	472,890	-	472,890	100.00%
Newton Phase II (City Match)	-	10,000	10,000	-	10,000	100.00%
Water & Sewer Improvements - State Health Lab	-	35,248	35,248	-	35,248	100.00%
Milling - Church Street	-	7,000	7,000	-	7,000	100.00%
PR-8530-65 (Contract C35064-03-000-0) Carswell Avenue	-	390	390	-	390	100.00%
Road Projects	-	476,836	476,836	-	476,836	100.00%
City Blvd Phase IV Project #850-10-0104	-	7,995	7,995	-	7,995	100.00%
Milling - Plant Ave	-	55,431	55,431	-	55,431	100.00%
Plant Avenue	-	1,488	1,488	-	1,488	100.00%
Elizabeth & Mary	-	39,456	39,456	-	39,456	100.00%
Dorothy & Tebeau	-	19,599	19,599	-	19,599	100.00%
Morningside Drive	-	198,258	198,258	-	198,258	100.00%
Rail Relocation - Resurface Carswell, Elizabeth	-	420,194	420,194	-	420,194	100.00%
Street Drainage Imprv. - Phase I	-	594,362	594,362	-	594,362	100.00%
Contract 12 - Phase II	-	498,266	498,266	-	498,266	100.00%
Clough & Garlington	-	155,935	155,935	-	155,935	100.00%
Sewer & Water Improvements - Phase I	-	15,330	15,330	-	15,330	100.00%
Sewer & Water Improvements - Phase II	-	7,475	7,475	-	7,475	100.00%
2010 Street Rehab	-	5,540	5,540	-	5,540	100.00%
Carswell, Elizabeth, Pendleton (net costs not reimbursed)	-	331,108	331,108	-	331,108	100.00%
<b>Totals</b>	<b>\$ 12,704,649</b>	<b>\$ 17,417,699</b>	<b>\$ 17,417,452</b>	<b>\$ 247</b>	<b>\$ 17,417,699</b>	



**CITY OF WAYCROSS, GEORGIA**  
**SPLOST 2008-2013**  
**SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>ORIGINAL ESTIMATED COST</b>	<b>CURRENT ESTIMATED COST</b>	<b>PRIOR YEARS</b>	<b>CURRENT YEAR</b>	<b>TOTAL</b>	<b>ESTIMATED PERCENTAGE OF COMPLETION</b>
Roads and Streets	\$ 5,381,812	\$ 5,381,812	\$ 1,773,665	\$ 110,797	\$ 1,884,462	35.02%
Public Buildings	3,600,000	3,600,000	1,435,459	1,381,979	2,817,438	78.26%
Information Technology	75,000	75,000	55,601	5,320	60,921	81.23%
Water and Sewer Rehabilitation and Expansion	2,000,000	2,000,000	187,904	-	187,904	9.40%
Fire and Special Purpose Vehicles	1,350,000	1,350,000	665,211	634,811	1,300,022	96.30%
Property Acquisition and Demolition	600,000	600,000	396	43,297	43,693	7.28%
Downtown Development Authority	500,000	500,000	-	263,483	263,483	52.70%
<b>Totals</b>	<b>\$ 13,506,812</b>	<b>\$ 13,506,812</b>	<b>\$ 4,118,236</b>	<b>\$ 2,439,687</b>	<b>\$ 6,557,923</b>	

**STATISTICAL SECTION  
(UNAUDITED)**

**CITY OF WAYCROSS, GEORGIA  
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTIONS  
LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>ADMINI- STRATION</b>	<b>POLICE</b>	<b>FIRE</b>	<b>PUBLIC WORKS</b>	<b>CULTURE/ RECREATION</b>	<b>COMMUNITY DEVELOPMENT</b>	<b>DEBT SERVICE</b>	<b>CAPITAL OUTLAY</b>	<b>OPERATING TRANSFERS</b>	<b>TOTAL</b>
2004-05	\$ 930,182	\$ 3,110,685	\$ 2,378,271	\$ 1,320,200	\$ 120,478	\$ 537,124	\$ 201,659	\$ 270,913	\$ 73,893	\$ 8,943,405
2005-06	713,276	3,393,505	2,498,425	1,303,025	-	538,020	180,027	235,296	207,002	9,068,576
2006-07	804,957	3,709,439	2,613,791	1,658,924	-	365,806	113,424	357,617	108,500	9,732,458
2007-08	1,232,559	3,832,594	2,903,904	1,795,500	-	455,539	150,331	133,610	155,463	10,659,500
2008-09	1,061,867	3,860,390	2,939,425	1,819,800	-	441,297	171,784	11,500	109,767	10,415,830
2009-10	771,152	4,029,306	3,052,124	1,874,302	-	439,794	317,108	5,399	-	10,489,185
2010-11	897,784	4,036,887	3,141,257	1,920,034	-	432,868	202,833	333,828	812	10,966,303
2011-12	1,033,170	4,157,545	3,197,362	1,935,956	-	436,918	277,190	-	-	11,038,141
2012-13	384,104	4,270,214	3,340,926	2,042,825	-	602,535	332,524	-	-	10,973,128
2013-14	405,427	4,452,598	3,343,602	2,117,111	-	635,020	326,200	-	-	11,279,958

**CITY OF WAYCROSS, GEORGIA  
GENERAL GOVERNMENTAL REVENUES BY SOURCE  
LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>TAXES</b>	<b>LICENSES &amp; PERMITS</b>	<b>FINES &amp; FORFEITURES</b>	<b>CHARGES FOR SERVICES</b>	<b>SALE OF CITY PROPERTY</b>	<b>OTHER</b>	<b>INTER- GOVERNMENTAL REVENUE</b>	<b>TOTAL</b>
2004-05	\$ 8,040,572	\$ 790,256	\$ 396,280	\$ 18,886	\$ -	\$ 179,377	\$ 200,446	\$ 9,625,817
2005-06	8,238,426	856,908	453,997	16,220	-	126,890	159,310	9,851,751
2006-07	8,243,291	816,330	491,605	17,130	-	186,537	148,542	9,903,435
2007-08	8,555,444	785,842	494,025	16,328	-	196,775	403,026	10,451,440
2008-09	8,400,912	798,119	540,292	18,982	-	144,207	211,019	10,113,531
2009-10	8,520,477	714,166	552,168	18,095	-	94,696	234,031	10,133,633
2010-11	9,069,250	749,155	489,052	21,853	-	263,328	148,856	10,741,494
2011-12	9,051,398	770,406	533,204	19,071	-	62,322	124,052	10,560,453
2012-13	8,918,796	755,674	442,755	31,162	-	244,612	133,130	10,526,129
2013-14	8,900,997	906,685	372,867	26,326	-	238,652	131,691	10,577,218

**CITY OF WAYCROSS, GEORGIA  
TAX REVENUES BY SOURCE  
LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>PROPERTY TAXES</b>	<b>FRANCHISE TAXES</b>	<b>SALES TAXES</b>	<b>REVENUES AND OTHER TAXES</b>	<b>TOTAL TAXES</b>
2004-05	\$ 2,472,486	\$ 980,474	\$ 3,015,924	\$ 1,571,688	\$ 8,040,572
2005-06	2,338,524	1,105,090	3,189,036	1,605,776	8,238,426
2006-07	2,413,559	1,121,519	3,241,110	1,467,103	8,243,291
2007-08	2,468,371	1,200,882	3,441,880	1,444,311	8,555,444
2008-09	2,496,231	1,242,201	3,172,561	1,489,919	8,400,912
2009-10	2,792,354	1,218,501	3,112,610	1,397,012	8,520,477
2010-11	3,365,994	1,286,507	2,995,073	1,421,676	9,069,250
2011-12	2,994,483	1,327,145	3,440,522	1,289,248	9,051,398
2012-13	2,981,226	1,242,729	3,253,938	1,440,903	8,918,796
2013-14	2,911,447	1,154,004	3,111,426	1,724,120	8,900,997

**CITY OF WAYCROSS, GEORGIA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>TOTAL TAX LEVY</b>	<b>CURRENT TAX COLLECTIONS</b>	<b>PERCENT OF LEVY COLLECTED</b>	<b>COLLECTIONS PRIOR YEARS</b>	<b>TOTAL COLLECTIONS</b>	<b>TOTAL COLLECTIONS AS A PERCENT OF CURRENT LEVY</b>	<b>OUTSTANDING DELINQUENT TAXES</b>
2004-05	\$ 2,257,819	\$ 2,055,820	91.1%	\$ 67,578	\$ 2,123,398	94.0%	\$ 246,252
2005-06	2,282,322	2,010,335	88.1%	97,313	2,107,648	92.3%	156,101
2006-07	2,282,899	2,101,860	92.1%	89,771	2,191,631	96.0%	159,996
2007-08	2,393,623	2,152,538	89.9%	107,443	2,259,981	94.4%	145,102
2008-09	2,375,272	2,206,788	92.9%	74,548	2,281,336	96.0%	176,232
2009-10	2,820,893	2,597,851	92.1%	105,102	2,702,953	95.8%	199,875
2010-11	2,863,300	2,654,519	92.7%	266,781	2,921,300	102.0%	173,016
2011-12	3,145,624	2,939,610	93.5%	54,873	2,994,483	95.2%	220,063
2012-13	3,135,872	2,878,145	91.8%	103,081	2,981,226	95.1%	304,046
2013-14	3,098,651	2,805,407	90.5%	106,040	2,911,447	94.0%	347,706

**CITY OF WAYCROSS, GEORGIA  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>ASSESSED VALUE</b>	<b>APPRAISED VALUE</b>	<b>PERCENT OF APPRAISED VALUE</b>
2004-05	\$ 250,548,919	\$ 626,372,298	40%
2005-06	253,067,188	632,667,970	40%
2006-07	254,171,399	635,428,498	40%
2007-08	270,926,543	677,316,358	40%
2008-09	272,045,179	680,112,940	40%
2009-10	272,155,064	680,387,661	40%
2010-11	275,237,237	688,093,093	40%
2011-12	286,017,851	715,044,628	40%
2012-13	285,131,153	712,827,883	40%
2013-14	281,746,732	704,366,830	40%

**CITY OF WAYCROSS, GEORGIA**  
**ASSESSED VALUE BY CLASS OF TANGIBLE PROPERTY (1)**  
**LAST TEN YEARS**

	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>
Residential	\$ 103,696,046	\$ 107,727,818	\$ 115,864,620	\$ 117,193,214	\$ 118,401,524	\$ 118,646,720	\$ 112,976,349	\$ 96,904,122	\$ 96,731,206	\$ 92,978,395
Historic	951,090	22,901	27,340	326,736	327,098	211,816	211,816	132,840	132,840	125,411
Commercial	131,515,432	131,110,417	121,756,710	128,320,875	126,834,786	127,938,590	124,762,905	125,691,920	121,842,075	113,535,416
Industrial	1,471,305	1,538,378	1,540,243	1,610,454	704,604	864,136	902,705	1,000,016	1,246,432	1,027,874
Personal	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	2,759	28,721	24,145	14,584
Utilities	36,489,611	36,585,655	41,156,999	21,979,307	22,633,113	20,514,815	28,689,092	30,420,455	33,092,588	42,869,064
Motor Vehicles	21,365,230	21,365,230	20,133,720	21,026,070	22,824,480	22,824,480	22,235,460	20,591,300	22,196,590	23,223,630
Mobile Homes	1,048,003	1,069,291	1,020,165	1,182,293	1,078,759	1,294,481	1,464,069	1,562,192	1,675,063	1,793,987
Railroad Car (2)	-	-	-	-	-	-	-	-	-	-
	296,536,717	299,419,690	301,499,797	291,638,949	292,804,364	292,295,038	291,245,155	276,331,566	276,940,939	275,568,358
Exemptions (1)	(14,789,985)	(14,288,537)	(15,481,946)	(14,890,049)	(14,859,367)	(14,868,088)	(23,621,425)	(13,158,455)	(13,202,188)	(12,964,207)
Total (1)	<u>\$ 281,746,732</u>	<u>\$ 285,131,153</u>	<u>\$ 286,017,851</u>	<u>\$ 276,748,900</u>	<u>\$ 277,944,997</u>	<u>\$ 277,426,950</u>	<u>\$ 267,623,730</u>	<u>\$ 263,173,111</u>	<u>\$ 263,738,751</u>	<u>\$ 262,604,151</u>

(1) All amounts are shown at 40% estimated actual value.

(2) Current railroad equipment valuation is omitted because City does not levy tax.

(3) Information not available to split assessed property value between commercial and personal.



**CITY OF WAYCROSS, GEORGIA  
PROPERTY TAX RATES  
LAST TEN YEARS**

<u>YEAR ENDING</u>	<u>CITY</u>
2004-05	10.27
2005-06	10.266
2006-07	10.226
2007-08	9.998
2008-09	9.998
2009-10	10.998
2010-11	10.998
2011-12	10.998
2012-13	10.998
2013-14	10.998

**CITY OF WAYCROSS, GEORGIA**  
**RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE AND BONDED DEBT PER CAPITA**  
**LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>POPULATION</b>	<b>VALUE</b>	<b>GROSS BONDED DEBT</b>	<b>RATIO OF GROSS BONDED DEBT TO ASSESSED VALUE</b>	<b>GROSS BONDED PER CAPITA</b>
2004-05	15,333	\$ 250,548,919	\$ -	0.0%	\$ -
2005-06	15,333	253,067,188	-	0.0%	-
2006-07	15,333	254,171,399	-	0.0%	-
2007-08	14,765	270,926,543	-	0.0%	-
2008-09	14,765	272,045,179	-	0.0%	-
2009-10	14,765	272,155,064	-	0.0%	-
2010-11	14,649	275,237,237	-	0.0%	-
2011-12	14,718	286,017,851	-	0.0%	-
2012-13	14,725	285,131,153	-	0.0%	-
2013-14	14,649	281,746,732	-	0.0%	-

**CITY OF WAYCROSS, GEORGIA**  
**RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES**  
**LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>CAPITALIZED LEASES &amp; EQUIPMENT FINANCING PRINCIPAL &amp; INTEREST</b>	<b>PRINCIPAL</b>	<b>INTEREST</b>	<b>TOTAL DEBT SERVICE</b>	<b>TOTAL GENERAL EXPENDITURES</b>	<b>PERCENT OF DEBT SERVICE TO GENERAL EXPENDITURES</b>
2004-05	\$ 201,659	\$ -	\$ -	\$ 201,659	\$ 8,869,512	2.27%
2005-06	180,027	-	-	180,027	8,854,409	2.03%
2006-07	113,424	-	-	113,424	9,623,958	1.18%
2007-08	150,331	-	-	150,331	10,659,500	1.41%
2008-09	171,784	-	-	171,784	10,415,830	1.65%
2009-10	317,108	-	-	317,108	10,489,185	3.02%
2010-11	202,833	-	-	202,833	10,966,303	1.85%
2011-12	277,190	-	-	277,190	11,038,141	2.51%
2012-13	332,524	-	-	332,524	10,973,128	3.03%
2013-14	326,200	-	-	326,200	11,279,958	2.89%

**CITY OF WAYCROSS, GEORGIA  
 COMPUTATION OF LEGAL DEBT MARGIN  
 AND DIRECT AND OVERLAPPING DEBT  
 JUNE 30, 2014**

<b>ASSESSED VALUE</b>		<b>\$ 281,746,732</b>
<b>DEBT LIMIT: 10% OF ASSESSED VALUE</b>		<b>28,174,673</b>
<b>LESS: DEBT APPLICATION TO DEBT LIMIT</b>		
<b>GENERAL OBLIGATION INDEBTEDNESS</b>		<u><b>7,198,629</b></u>
<b>LEGAL DEBT MARGIN</b>		<u><u><b>\$ 20,976,044</b></u></u>
 <b>DIRECT AND OVERLAPPING DEBT</b>		
<b>CITY'S DIRECT BONDED DEBT</b>		<b>\$ -</b>
<b>CITY'S OBLIGATION ON WATER AND SEWER LOAN</b>		<b>7,198,629</b>
 <b>BONDED DEBT OF OTHER OVERLAPPING</b>		
<b>GOVERNMENTS ASSESSED AGAINST CITY TAXPAYERS</b>		<u><b>-</b></u>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>		<u><u><b>\$ 7,198,629</b></u></u>

**CITY OF WAYCROSS, GEORGIA  
SCHEDULE OF REVENUE BOND COVERAGE  
WATER AND SEWER  
LAST TEN YEARS**

<b>YEAR ENDING</b>	<b>GROSS REVENUE</b>	<b>EXPENSE (1)</b>	<b>NET REVENUE AVAILABLE FOR DEBT SERVICE</b>	<b>DEBT COVERAGE (2)</b>
2004-05	\$ 5,740,818	\$ 3,611,739	\$ 2,129,079	1.08
2005-06	5,797,286	3,547,720	2,249,566	1.14
2006-07	5,760,083	3,596,544	2,163,539	1.01
2007-08	5,873,224	3,984,088	1,889,136	1.72
2008-09	5,724,891	3,969,709	1,755,182	1.60
2009-10	5,892,904	4,142,252	1,750,652	1.59
2010-11	5,896,074	4,115,475	1,780,599	1.71
2011-12	5,931,630	4,220,357	1,711,273	1.55
2012-13	6,109,343	4,738,325	1,371,018	1.32
2013-14	6,037,587	4,787,467	1,250,120	1.23

(1) Net of depreciation and bond interest.

(2) Funds available divided by the highest combined principal and interest payments in any subsequent year for years; combined principal and interest payments in current year for later years.

**CITY OF WAYCROSS, GEORGIA  
 PRINCIPAL WATER AND SEWER CUSTOMERS  
 FOR THE YEAR ENDED JUNE 30, 2014**

	<u>WATER</u>	<u>SEWER</u>	<u>TOTAL</u>
1. Ware Correctional Institute	\$ 110,343	\$ 144,974	\$ 255,317
2. Mayo Clinic Health System	46,084	60,655	106,739
3. Waycross Housing Authority	22,912	30,116	53,028
4. CSX Transportation	24,734	21,317	46,051
5. Ware County Commission	12,526	16,240	28,766
6. Quality Inn	10,233	13,310	23,543
7. Ware Manor Apartments	9,856	12,706	22,562
8. Kinsman Invest LLC	9,854	12,365	22,219
9. Flanders Provision Co.	8,012	10,500	18,512
10. Ware County Board of Education	7,324	9,355	16,679
Total	<u>\$ 261,878</u>	<u>\$ 331,538</u>	<u>\$ 593,416</u>

**CITY OF WAYCROSS, GEORGIA  
PRINCIPAL TAXPAYERS  
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>ASSESSED VALUE</u>	<u>TAX LEVIED</u>
1. CSX Transportation	\$ 29,208,483	\$ 321,235
2. Georgia Power Company	4,710,938	51,811
3. Kolb & Wheeler & Walters	3,490,174	38,385
4. Lowe's Home Centers, Inc.	3,435,247	37,781
5. Walmart Stores East LP	3,125,054	34,369
6. Walmart Stores, Inc.	2,951,744	32,463
7. Lowe's Home Centers, Inc.	1,755,492	19,307
8. Kemp Ridge Holdings, LLC	1,685,516	18,537
9. The Kroger Company	1,639,301	18,029
10. Sears Roebuck & Co.	<u>1,619,758</u>	<u>17,814</u>
Total	<u>\$ 53,621,707</u>	<u>\$ 589,732</u>

**CITY OF WAYCROSS, GEORGIA  
MISCELLANEOUS STATISTICS  
JUNE 30, 2014**

Date of Incorporation	1874
Form of Government	Manager
Number of Employees (Excluding Police and Fire)	88
Classified	
Area in Square Miles	11.69
Population - City	14,649
- County	36,312
Daytime Population	45,000
<b>City of Waycross Facilities and Services</b>	
Miles of Streets	178
Number of Street Lights	2,053
Number of Traffic Lights	21
<b>Culture and Recreation</b>	
Community Centers	1
Parks	24
Park Acreage	113.34
Cemeteries	3
Cemetery Acreage	140
Tennis Courts	1
<b>Fire Protection</b>	
Number of Stations	3
Number of Fire Personnel and Officers	55
Number of Calls Answered	1,192
Number of Inspections Conducted	2,371
<b>Police Protection</b>	
Number of Stations	1
Number of Police Personnel and Officers	71
Number of Patrol Units	42
Number of Law Violations	
Physical Arrests	1,745
Traffic Violations	3,068
<b>Sewerage System</b>	
Miles of Sanitary Sewers	120
Miles of Storm Sewers	60
Number of Treatment Plants	1
Number of Service Connections	6,898
Daily Average Treatment in Gallons	3,000,000
Maximum Daily Capacity of Treatment Plant in Gallons	12,000,000
<b>Water System</b>	
Miles of Water Mains	145
Number of Service Connections	7,565
Number of Fire Hydrants	1,000
Daily Average Consumption in Gallons	2,300,000
Maximum Daily Capacity of Plant in Gallons	3,400,000
<b>Facilities and Services Not Included in the Reporting Entity:</b>	
<b>Hospitals:</b>	
Number of Hospitals	1
Number of Beds	231



**CITY OF WAYCROSS, GEORGIA  
SELECTED WATER AND SEWER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2014**

Water Accounts Active (Estimate)		6,276
Sewere Accounts Active (Estimate)		5,771
Total Water Pumped - Gallons (Estimate)		835,383,000
Total Water Consumed - Gallons (Estimate)		673,318,932
Total Water Billed	\$	2,387,195
Total Water Collected	\$	2,478,606
Total Sewer Billed	\$	2,681,653
Total Sewer Collected	\$	2,638,912