

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
December 31, 2018

MEEKS CPA, LLP
CERTIFIED PUBLIC ACCOUNTANTS
Ocilla, Georgia

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For the Fiscal Year Ended December 31, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Council
City of Fitzgerald, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fitzgerald, Georgia, as of December 31, 2018, and the respective changes

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

Other Matters

Required Supplementary Information

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

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2019, on our consideration of the City of Fitzgerald, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an

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

MEEKS CPA, LLP

Ocilla, Georgia
December 31, 2019

BASIC FINANCIAL STATEMENTS

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
December 31, 2018

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Primary Government	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
ASSETS					
Cash and Cash Equivalents	\$ 2,713,906	\$ 28,135,630	\$ 30,849,536	\$ 710	\$ 1,555,194
Receivables (Net of Allowance for Uncollectibles)	788,903	4,243,509	5,032,412	--	264,560
Internal Balances	46,832	(46,832)	--	--	--
Due From Component Units	60,913	--	60,913	--	--
Inventories	--	734,001	734,001	--	--
Property Held For Resale	1,278,349	--	1,278,349	--	4,161,437
Prepaid Items	101,215	186,250	287,465	--	--
Other Current Assets	17,762	--	17,762	--	--
Restricted Assets	--	603,808	603,808	--	--
Capital Assets Not Being Depreciated	839,746	1,951,037	2,790,783	189,558	1,156,657
Capital Assets Net of Accumulated Depreciation	33,059,668	15,757,074	48,816,742	2,209,493	910,565
Total Assets	<u>38,907,294</u>	<u>51,564,477</u>	<u>90,471,771</u>	<u>2,399,761</u>	<u>8,048,413</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charges	--	707,824	707,824	--	--
Pension	821,862	659,839	1,481,701	--	--
OPEB	--	125,815	125,815	--	--
Total Deferred Outflows of Resources	<u>821,862</u>	<u>1,493,478</u>	<u>2,315,340</u>	<u>--</u>	<u>--</u>
LIABILITIES					
Accounts Payable	195,584	1,934,402	2,129,986	--	273,504
Accrued Liabilities	76,219	59,214	135,433	--	--
Intergovernmental Payable	36,603	--	36,603	--	10,463
Other Current Liabilities	30,090	--	30,090	--	--
Due To Primary Government	--	--	--	60,913	--
Customer Deposits	--	590,818	590,818	--	--
Noncurrent Liabilities					
Due Within One Year	252,281	210,258	462,539	99,547	51,094
Due in More Than One Year	2,082,116	7,075,755	9,157,871	424,575	592,054
Total Liabilities	<u>2,672,893</u>	<u>9,870,447</u>	<u>12,543,340</u>	<u>585,035</u>	<u>927,115</u>
DEFERRED INFLOWS OF RESOURCES					
Pension	504,519	399,652	904,171	--	--
OPEB	--	13,880	13,880	--	--
Total Deferred Inflows of Resources	<u>504,519</u>	<u>413,532</u>	<u>918,051</u>	<u>--</u>	<u>--</u>
NET POSITION					
Net Investment in Capital Assets	33,055,769	17,708,111	50,763,880	1,874,929	1,424,074
Restricted For					
Public Safety	5,289	--	5,289	--	--
Public Works	103	--	103	--	--
Economic Development	51,853	--	51,853	--	--
Capital Outlay	1,514,625	--	1,514,625	--	--
Revolving Loan Program	--	462,603	462,603	--	--
Unrestricted	1,924,105	24,603,262	26,527,367	(60,203)	5,697,224
Total Net Position	<u>\$ 36,551,744</u>	<u>\$ 42,773,976</u>	<u>\$ 79,325,720</u>	<u>\$ 1,814,726</u>	<u>\$ 7,121,298</u>

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

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION

Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
\$ (1,005,688)	\$ --	\$ (1,005,688)		
(56,097)	--	(56,097)		
(2,977,802)	--	(2,977,802)		
(1,567,075)	--	(1,567,075)		
109,789	--	109,789		
(665,406)	--	(665,406)		
(1,311,751)	--	(1,311,751)		
(29,355)	--	(29,355)		
<u>(7,503,385)</u>	<u>--</u>	<u>(7,503,385)</u>		
--	2,380,006	2,380,006		
--	(470,615)	(470,615)		
--	120,932	120,932		
--	(181,999)	(181,999)		
--	(208,090)	(208,090)		
--	214,482	214,482		
--	6,560	6,560		
--	<u>1,861,276</u>	<u>1,861,276</u>		
<u>(7,503,385)</u>	<u>1,861,276</u>	<u>(5,642,109)</u>		
			\$ 206,715	\$ --
			--	890,660
			<u>206,715</u>	<u>890,660</u>
1,466,836	--	1,466,836	--	--
144,960	--	144,960	--	--
1,042,101	--	1,042,101	--	--
214,553	--	214,553	--	--
817,936	--	817,936	--	--
12,140	--	12,140	--	--
13,143	146,823	159,966	1	15,393
2,653	47,361	50,014	--	61,908
181,538	1,283	182,821	--	2,441
1,592,444	(1,592,444)	--	--	--
<u>5,488,304</u>	<u>(1,396,977)</u>	<u>4,091,327</u>	<u>1</u>	<u>79,742</u>
<u>(2,015,081)</u>	<u>464,299</u>	<u>(1,550,782)</u>	<u>206,716</u>	<u>970,402</u>
<u>38,566,825</u>	<u>42,309,677</u>	<u>80,876,502</u>	<u>1,608,010</u>	<u>6,150,896</u>
<u>\$ 36,551,744</u>	<u>\$ 42,773,976</u>	<u>\$ 79,325,720</u>	<u>\$ 1,814,726</u>	<u>\$ 7,121,298</u>

CITY OF FITZGERALD, GEORGIA
Balance Sheet
Governmental Funds
December 31, 2018

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 755,686	\$ 1,958,220	\$ 2,713,906
Receivables (Net of Allowance for Uncollectibles)	382,126	406,777	788,903
Due From Other Funds	267,764	122,879	390,643
Due From Component Units	10,913	50,000	60,913
Other Current Assets	17,255	507	17,762
Total Assets	<u>\$ 1,433,744</u>	<u>\$ 2,538,383</u>	<u>\$ 3,972,127</u>
LIABILITIES			
Accounts Payable	\$ 141,492	\$ 54,092	\$ 195,584
Accrued Liabilities	74,126	2,093	76,219
Intergovernmental Payable	--	36,603	36,603
Due To Other Funds	283,479	60,332	343,811
Other Current Liabilities	30,090	--	30,090
Total Liabilities	<u>529,187</u>	<u>153,120</u>	<u>682,307</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue			
Property Taxes	175,535	20,219	195,754
Development and Redevelopment Property	--	178,097	178,097
Total Deferred Inflows of Resources	<u>175,535</u>	<u>198,316</u>	<u>373,851</u>
FUND BALANCES			
Restricted	--	1,571,870	1,571,870
Assigned	--	615,077	615,077
Unassigned	729,022	--	729,022
Total Fund Balances	<u>729,022</u>	<u>2,186,947</u>	<u>2,915,969</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,433,744</u>	<u>\$ 2,538,383</u>	<u>\$ 3,972,127</u>

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

CITY OF FITZGERALD, GEORGIA
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2018

Amounts reported for governmental activities in the *Statement of Net Position* are different because:
are different because:

Total Fund Balances - Governmental Funds	\$ 2,915,969
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	33,899,414
Properties held for resale are not current financial resources and, therefore, are not reported in the funds.	1,278,349
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	373,851
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.	101,215
Pension deferred outflows of resources are not due and payable in the current period and will be recognized as components of pension related expenses and contributions in future periods and therefore are not reported in the funds.	821,862
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Capital Leases	\$ (843,645)
Net Pension Liability	<u>(1,490,752)</u>
Total Long-term liabilities	(2,334,397)
Pension deferred inflows of resources are not available to pay for current expenditures and will be recognized as components of pension related expenses in future periods and therefore are not reported in the funds.	<u>(504,519)</u>
Net Position of Governmental Activities	<u><u>\$ 36,551,744</u></u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2018

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 3,461,104	\$ 236,007	\$ 3,697,111
Licenses and Permits	12,204	--	12,204
Intergovernmental	316,402	1,178,280	1,494,682
Charges for Services	2,012,252	70,310	2,082,562
Fines and Forfeitures	71,759	3,590	75,349
Interest Revenue	4,760	19,396	24,156
Contributions and Donations	--	25,774	25,774
Miscellaneous	299,185	28,098	327,283
Total Revenues	<u>6,177,666</u>	<u>1,561,455</u>	<u>7,739,121</u>
EXPENDITURES			
Current			
General Government	971,548	--	971,548
Judicial	113,612	--	113,612
Public Safety	3,575,583	127,272	3,702,855
Public Works	1,871,019	220	1,871,239
Health and Welfare	--	51,442	51,442
Culture and Recreation	1,131,493	--	1,131,493
Housing and Development	321,250	1,330,254	1,651,504
Capital Outlay	379,056	634,205	1,013,261
Debt Service	67,602	308,128	375,730
Intergovernmental	--	36,997	36,997
Total Expenditures	<u>8,431,163</u>	<u>2,488,518</u>	<u>10,919,681</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,253,497)</u>	<u>(927,063)</u>	<u>(3,180,560)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	1,676,169	84,351	1,760,520
Transfers Out	(66,487)	(101,589)	(168,076)
Proceeds of Capital Asset Dispositions	10,487	--	10,487
Capital Leases	276,979	234,635	511,614
Total Other Financing Sources (Uses)	<u>1,897,148</u>	<u>217,397</u>	<u>2,114,545</u>
Net Change in Fund Balances	<u>(356,349)</u>	<u>(709,666)</u>	<u>(1,066,015)</u>
Fund Balances - Beginning	1,085,371	2,896,613	3,981,984
Fund Balances - Ending	<u>\$ 729,022</u>	<u>\$ 2,186,947</u>	<u>\$ 2,915,969</u>

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

CITY OF FITZGERALD, GEORGIA
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2018

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

Net change in fund balances - total governmental funds reported in the *Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds* \$ (1,066,015)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	755,140
Depreciation Expense	(1,803,010)
	<u>(1,047,870)</u>

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) increases (decreases) net position.

Cost of Capital Assets Sold/Disposed	(259,619)
Accumulated Depreciation	83,524
Trade-Ins	296,051
	<u>119,956</u>

Governmental funds report the cost of property held for resale as expenditures. However, in the Statement of Activities the cost of those assets is recognized as an expense when the property is sold.

143,117

Revenues in the *Statement of Activities* that do not provide current financial resources are not reported as revenues in the funds while revenues reported in the *Statement of Revenues, Expenditures and Changes in Fund Balances* are recognized as revenue of the previous period in the *Statement of Activities* and included in beginning net position.

Taxes	1,415
Property Held For Resale	(7,646)
	<u>(6,231)</u>

The issuance of long-term debt (e.g., bonds, leases, notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Debt Issued or Incurred	
Capital Lease Financing	(511,614)
Principal Repayments	
Capital Leases	346,375
	<u>(165,239)</u>

Expenses reported in the *Statement of Activities* that do not require the use of current financial resources are not reported as expenditures in governmental funds while expenditures reported in the *Statement of Revenues, Expenditures and Changes in Fund Balances* are recognized as expenses of the previous period in the *Statement of Activities* and included in beginning net position.

Pensions	15,640
Prepaid Items	(8,439)
	<u>7,201</u>

Change in net position of governmental activities reported in the *Statement of Activities* \$ (2,015,081)

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

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
Proprietary Funds
December 31, 2018

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 26,761,514	\$ 952,495	\$ 421,621	\$ 28,135,630
Receivables (Net of Allowance for Uncollectibles)	1,371,213	111,182	155,650	1,638,045
Due From Other Funds	--	200,000	--	200,000
Inventories	718,174	--	15,827	734,001
Prepaid Items	183,260	--	2,990	186,250
Restricted Assets	603,808	--	--	603,808
Total Current Assets	<u>29,637,969</u>	<u>1,263,677</u>	<u>596,088</u>	<u>31,497,734</u>
Noncurrent Assets				
Notes Receivable	2,300,000	--	305,464	2,605,464
Capital Assets Not Being Depreciated	313,627	550,824	1,086,586	1,951,037
Capital Assets Net of Accumulated Depreciation	14,136,705	224,590	1,395,779	15,757,074
Total Noncurrent Assets	<u>16,750,332</u>	<u>775,414</u>	<u>2,787,829</u>	<u>20,313,575</u>
Total Assets	<u>46,388,301</u>	<u>2,039,091</u>	<u>3,383,917</u>	<u>51,811,309</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charges	707,824	--	--	707,824
Pension	646,932	--	12,907	659,839
OPEB	125,815	--	--	125,815
Total Deferred Outflows of Resources	<u>1,480,571</u>	<u>--</u>	<u>12,907</u>	<u>1,493,478</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	1,859,431	73,928	1,043	1,934,402
Accrued Liabilities	55,616	2,379	1,219	59,214
Due To Other Funds	242,205	3,032	1,595	246,832
Customer Deposits	590,818	--	--	590,818
Compensated Absences	184,258	--	--	184,258
Closure and Post-Closure Care Costs	--	26,000	--	26,000
Total Current Liabilities	<u>2,932,328</u>	<u>105,339</u>	<u>3,857</u>	<u>3,041,524</u>
Noncurrent Liabilities				
Other Post Employment Benefits Liability	3,185,219	--	--	3,185,219
Net Pension Liability	2,485,496	--	23,411	2,508,907
Closure and Post-Closure Care Costs	--	1,381,629	--	1,381,629
Total Noncurrent Liabilities	<u>5,670,715</u>	<u>1,381,629</u>	<u>23,411</u>	<u>7,075,755</u>
Total Liabilities	<u>8,603,043</u>	<u>1,486,968</u>	<u>27,268</u>	<u>10,117,279</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	391,729	--	7,923	399,652
OPEB	13,880	--	--	13,880
Total Deferred Inflows of Resources	<u>405,609</u>	<u>--</u>	<u>7,923</u>	<u>413,532</u>
NET POSITION				
Investment In Capital Assets	14,450,332	775,414	2,482,365	17,708,111
Restricted For				
Revolving Loan Program	--	--	462,603	462,603
Unrestricted	24,409,888	(223,291)	416,665	24,603,262
Total Net Position	<u>\$ 38,860,220</u>	<u>\$ 552,123</u>	<u>\$ 3,361,633</u>	<u>\$ 42,773,976</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
OPERATING REVENUES				
Charges for Services	\$ 28,624,664	\$ 1,257,599	\$ 159,311	\$ 30,041,574
Other	1,777,105	22,541	26,006	1,825,652
Total Operating Revenues	<u>30,401,769</u>	<u>1,280,140</u>	<u>185,317</u>	<u>31,867,226</u>
OPERATING EXPENSES				
Personal Services and Employee Benefits	5,756,181	161,463	85,330	6,002,974
Purchased/Contracted Services	1,730,482	1,167,447	73,538	2,971,467
Supplies	19,670,530	92,270	82,593	19,845,393
Other	1,135,092	23,905	6,338	1,165,335
Depreciation	818,125	43,145	123,177	984,447
Total Operating Expenses	<u>29,110,410</u>	<u>1,488,230</u>	<u>370,976</u>	<u>30,969,616</u>
Operating Income (Loss)	<u>1,291,359</u>	<u>(208,090)</u>	<u>(185,659)</u>	<u>897,610</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental	96,972	--	407,220	504,192
Interest Revenue	139,069	4,792	2,962	146,823
Contribution from MEAG	459,993	--	--	459,993
Miscellaneous	47,361	--	--	47,361
Interest Expense	--	--	(519)	(519)
Gain/Loss on Disposition of Capital Assets	283	1,000	--	1,283
Total Nonoperating Revenues (Expenses)	<u>743,678</u>	<u>5,792</u>	<u>409,663</u>	<u>1,159,133</u>
Income (Loss) Before Capital Contributions and Transfers	<u>2,035,037</u>	<u>(202,298)</u>	<u>224,004</u>	<u>2,056,743</u>
Transfers In	--	--	59,236	59,236
Transfers Out	(1,651,180)	(500)	--	(1,651,680)
Changes in Net Position	<u>383,857</u>	<u>(202,798)</u>	<u>283,240</u>	<u>464,299</u>
Net Position - Beginning as Restated	38,476,363	754,921	3,078,393	42,309,677
Net Position - Ending	<u>\$ 38,860,220</u>	<u>\$ 552,123</u>	<u>\$ 3,361,633</u>	<u>\$ 42,773,976</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Utility	Landfill	Other Enterprise Funds	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 30,380,994	\$ 1,266,105	\$ 171,405	\$ 31,818,504
Principal Payments Received	--	--	33,155	33,155
Notes Issued	--	--	(130,000)	(130,000)
Interest Received	--	--	13,413	13,413
Payments to Suppliers	(22,590,269)	(1,243,435)	(165,169)	(23,998,873)
Payments to Employees	(5,688,831)	(160,782)	(91,861)	(5,941,474)
Net Cash Provided (Used) by Operating Activities	<u>2,101,894</u>	<u>(138,112)</u>	<u>(169,057)</u>	<u>1,794,725</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental	--	--	18,127	18,127
Contributions - MEAG	459,993	--	--	459,993
Transfers from Other Funds	--	--	59,236	59,236
Transfers to Other Funds	(1,637,125)	(500)	--	(1,637,625)
Due From Other Funds	--	160,400	--	160,400
Due To Other Funds	--	502	--	502
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(1,177,132)</u>	<u>160,402</u>	<u>77,363</u>	<u>(939,367)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Capital Debt	--	1,000	--	1,000
Acquisition and Construction of Capital Assets	(509,764)	(3,500)	(490,603)	(1,003,867)
Principal Paid on Capital Debt	--	--	(18,093)	(18,093)
Interest Paid on Capital Debt	--	--	(519)	(519)
Intergovernmental	96,972	--	504,220	601,192
Computer Charges	30,000	--	--	30,000
Proceeds from Sales of Capital Assets	658	--	--	658
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(382,134)</u>	<u>(2,500)</u>	<u>(4,995)</u>	<u>(389,629)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	139,069	4,792	881	144,742
Discounts Received	6,798	--	--	6,798
Other	10,563	--	--	10,563
Net Cash Provided (Used) by Investing Activities	<u>156,430</u>	<u>4,792</u>	<u>881</u>	<u>162,103</u>
Net Increase (Decrease) in Cash and Cash Equivalents	699,058	24,582	(95,808)	627,832
Cash and Cash Equivalents - Beginning of Year	26,666,264	927,913	517,429	28,111,606
Cash and Cash Equivalents - End of Year	<u>\$ 27,365,322</u>	<u>\$ 952,495</u>	<u>\$ 421,621</u>	<u>\$ 28,739,438</u>

CITY OF FITZGERALD, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 1,291,359	\$ (208,090)	\$ (185,659)	\$ 897,610
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	818,125	43,145	123,177	984,447
(Increase) Decrease in Accounts Receivable	(34,320)	(14,035)	(499)	(48,854)
(Increase) Decrease in Notes Receivable	--	--	(90,507)	(90,507)
(Increase) Decrease in Inventories	22,316	--	(7,130)	15,186
(Increase) Decrease in Prepaid Items	18,631	--	(15)	18,616
(Increase) Decrease in Deferred Charges	(142,082)	--	--	(142,082)
(Increase) Decrease in Deferred Pension Outflows	(108,978)	--	(3,355)	(112,333)
(Increase) Decrease in Deferred OPEB Outflows	(125,815)	--	--	(125,815)
Increase (Decrease) in Accounts Payable	57,654	5,752	(3,291)	60,115
Increase (Decrease) in Accrued Liabilities	17,111	681	(364)	17,428
Increase (Decrease) in Compensated Absences Payable	25,772	--	--	25,772
Increase (Decrease) in Due To Other Funds	--	--	1,398	1,398
Increase (Decrease) in Customer Deposits	13,545	--	--	13,545
Increase (Decrease) in Other Post Employment Benefits Obligation	270,511	--	--	270,511
Increase (Decrease) in Net Pension Liability	(232,349)	--	(7,508)	(239,857)
Increase (Decrease) in Deferred Pension Inflows	196,534	--	4,696	201,230
Increase (Decrease) in Deferred OPEB Inflows	13,880	--	--	13,880
Increase (Decrease) in Closure and Postclosure Care Costs	--	34,435	--	34,435
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,101,894</u>	<u>\$ (138,112)</u>	<u>\$ (169,057)</u>	<u>\$ 1,794,725</u>

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Fitzgerald, Georgia was organized on August 22, 1907. The City operates under the Mayor and Council-City Manager form of government. The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

Blended Component Units

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

Discretely Presented Component Units

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

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

B. Government-Wide Financial Statements

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

C. Basis of Presentation – Government-wide Financial Statements

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

D. Basis of Presentation – Fund Financial Statements

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

The City reports the following major governmental funds:

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

The City reports the following major proprietary funds:

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

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

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

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

E. Measurement Focus and Basis of Accounting

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

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

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2018

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

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

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

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

1. Cash and Cash Equivalents

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

2. Investments

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

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

3. Inventories and Prepaid Items

Inventories are valued at cost using the average cost method in proprietary funds. Inventories of governmental funds are recorded as expenditures when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the proprietary funds and government-wide financial statements and as expenditures when paid in the governmental funds.

4. Capital Assets

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2018

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

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

5. Long-term Obligations

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

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

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The item, deferred charges, is reported in the Government-wide and Proprietary Fund statements of net position. The deferred charges result from the purchase and consumption of energy provided to customers that were not billed prior to the end of the fiscal year. The other items are the deferred outflows related to pensions and other postemployment benefits reported in the government-wide and proprietary fund type statements of net position.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The item, *unavailable revenue*, which arises only under a modified accrual basis of accounting, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and development and redevelopment property sales. These amounts are deferred and recognized as an inflow of resources in the period that the amount becomes available. The other items are the deferred inflows related to pensions and other postemployment benefits reported in the government-wide and proprietary fund type statements of net position.

7. Net Position Flow Assumptions

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

8. Fund Balance Flow Assumptions

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

9. Fund Balances Policies

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

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

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

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

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

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

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

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

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

Property taxes were levied on September 10, 2018, payable December 20, 2018, and attached as an enforceable lien on property as of January 1, 2018. The billings are considered past due after December 20, 2018, at which time the applicable property is subject to lien, and penalties and interest are assessed.

3. Compensated Absences

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

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

4. Proprietary Funds Operating and Nonoperating Revenues and Expenses

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2018

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

All departments of the City submit requests for appropriations to the City Manager so that a budget may be prepared. The City Manager and Finance Director prepare and submit a proposed budget to the Mayor and Council for review. The Council holds public hearings and a final budget must be prepared and adopted no later than September 30.

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

The Official Code of Georgia Annotated section 36-81-3(b) requires an annual balanced budget for the General fund, each special revenue fund, and each debt service fund and requires a project-length budget for each capital project fund. For the year ended December 31, 2018, the City did not adopt an annual budget for the TSPLOST special revenue fund.

B. Excess of Expenditures Over Appropriations

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

	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund			
Executive	\$ 244,161	\$ 258,362	\$ (14,201)
Elections	16,750	22,996	(6,246)
Government Buildings	75,990	104,986	(28,996)
Animal Control	156,558	161,674	(5,116)
Highways and Streets	699,635	719,471	(19,836)
Public Works Shop	173,733	187,924	(14,191)
Employee Safety Recognition	2,500	2,789	(289)
Participant Recreation	48,700	50,120	(1,420)
Swimming Pools	--	15,665	(15,665)
Sports Facilities	29,100	30,540	(1,440)
Grand Theatre	182,325	197,332	(15,007)
The Carnegie Center	3,422	4,021	(599)
Parks	185,384	205,762	(20,378)
Urban Development and Housing	126,673	138,125	(11,452)
Capital Outlay-Machinery	12,550	24,973	(12,423)
Capital Outlay-Computers	9,200	13,920	(4,720)
Police Technology Special Revenue Fund	5,000	7,512	(2,512)
Hotel/Motel Tax Special Revenue Fund	55,600	82,443	(26,843)
Tourism & Convention Special Revenue Fund	45,800	51,200	(5,400)
Humane Society Special Revenue Fund	100,801	149,632	(48,831)
Industrial Development & Promotion Special Revenue Fund	227,000	230,071	(3,071)
Family Connection Special Revenue Fund	50,000	51,442	(1,442)

C. Special Purpose Local Option Sales Tax

The Official Code of Georgia Annotated section 48-8-121(a)(1) requires special purpose local option sales tax (SPLOST) proceeds to be kept in a separate account from other funds of the City and shall not in any manner be commingled with other funds of the City. During the fiscal year ended December 31, 2018, non-SPLOST revenues were deposited into the SPLOST bank account of the SPLOST 2017 Fund.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2018

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

The City does not have a formal investment policy for interest rate, credit, concentration of credit or custodial credit risks. As of December 31, 2018, the City's entire bank balance was insured or collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

B. Receivables

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

	General	Nonmajor Governmental Funds	Utility	Landfill	Other Enterprise Funds	Total
Interest	\$ 3,320	\$ 631	\$ --	\$ --	\$ 2,228	\$ 6,179
Taxes	278,421	32,941	--	--	--	311,362
Accounts	27,470	--	1,586,070	155,211	4,248	1,772,999
Intergovernmental	94,035	197,455	--	--	--	291,490
Notes Receivable	--	178,097	2,300,000	--	478,936	2,957,033
Gross Receivables	403,246	409,124	3,886,070	155,211	485,412	5,339,063
Less: Allowance for Uncollectibles	(21,120)	(2,347)	(214,857)	(44,029)	(24,298)	(306,651)
	<u>\$ 382,126</u>	<u>\$ 406,777</u>	<u>\$ 3,671,213</u>	<u>\$ 111,182</u>	<u>\$ 461,114</u>	<u>\$ 5,032,412</u>

CITY OF FITZGERALD, GEORGIA
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C. Capital Assets

Capital asset activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 520,816	\$ 119,956	\$ --	\$ 640,772
Construction in Progress	139,757	145,543	(86,326)	198,974
Total Capital Assets, Not Being Depreciated	<u>660,573</u>	<u>265,499</u>	<u>(86,326)</u>	<u>839,746</u>
Capital Assets, Being Depreciated				
Buildings	6,907,983	304,261	(176,095)	7,036,149
Infrastructure	44,632,424	--	--	44,632,424
Improvements Other Than Buildings	1,687,622	11,642	--	1,699,264
Machinery and Equipment	6,727,150	556,115	(83,524)	7,199,741
Total Capital Assets, Being Depreciated	<u>59,955,179</u>	<u>872,018</u>	<u>(259,619)</u>	<u>60,567,578</u>
Less Accumulated Depreciation For				
Buildings	(2,141,256)	(155,168)	--	(2,296,424)
Infrastructure	(18,292,333)	(1,118,381)	--	(19,410,714)
Improvements Other Than Buildings	(422,821)	(57,759)	--	(480,580)
Machinery and Equipment	(4,932,014)	(471,702)	83,524	(5,320,192)
Total Accumulated Depreciation	<u>(25,788,424)</u>	<u>(1,803,010)</u>	<u>83,524</u>	<u>(27,507,910)</u>
Total Capital Assets, Being Depreciated, Net	<u>34,166,755</u>	<u>(930,992)</u>	<u>(176,095)</u>	<u>33,059,668</u>
Governmental Activities Capital Assets, Net	<u>\$ 34,827,328</u>	<u>\$ (665,493)</u>	<u>\$ (262,421)</u>	<u>\$ 33,899,414</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 1,119,359	\$ 34,337	\$ --	\$ 1,153,696
Construction in Progress	456,973	340,368	--	797,341
Total Capital Assets, Not Being Depreciated	<u>1,576,332</u>	<u>374,705</u>	<u>--</u>	<u>1,951,037</u>
Capital Assets, Being Depreciated				
Buildings and System	43,448,341	327,354	(36,456)	43,739,239
Machinery and Equipment	4,478,040	183,174	(41,059)	4,620,155
Total Capital Assets, Being Depreciated	<u>47,926,381</u>	<u>510,528</u>	<u>(77,515)</u>	<u>48,359,394</u>
Less Accumulated Depreciation For				
Buildings and System	(27,828,074)	(788,674)	36,456	(28,580,292)
Machinery And Equipment	(3,866,938)	(195,773)	40,683	(4,022,028)
Total Accumulated Depreciation	<u>(31,695,012)</u>	<u>(984,447)</u>	<u>77,139</u>	<u>(32,602,320)</u>
Total Capital Assets, Being Depreciated, Net	<u>16,231,369</u>	<u>(473,919)</u>	<u>(376)</u>	<u>15,757,074</u>
Business-Type Activities Capital Assets, Net	<u>\$ 17,807,701</u>	<u>\$ (99,214)</u>	<u>\$ (376)</u>	<u>\$ 17,708,111</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
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Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities		Business-type Activities	
General Government	\$ 97,431	Electric	\$ 317,178
Public Safety	219,907	Gas	111,662
Public Works	1,322,485	Water	150,668
Culture and Recreation	152,538	Sewer	238,616
Housing and Development	10,649	Landfill	43,146
	<u>\$ 1,803,010</u>	Airport	123,177
			<u>\$ 984,447</u>

	Beginning Balance	Increases	Decreases	Ending Balance
Downtown Development Authority				
Capital Assets, Not Being Depreciated				
Land	\$ 92,162	\$ --	\$ --	\$ 92,162
Construction in Progress	1,282,232	97,396	(1,282,232)	97,396
Total Capital Assets, Not Being Depreciated	<u>1,374,394</u>	<u>97,396</u>	<u>(1,282,232)</u>	<u>189,558</u>
Capital Assets, Being Depreciated				
Buildings	821,371	176,096	1,282,232	2,279,699
Improvements Other Than Buildings	25,553	31,581	--	57,134
Total Capital Assets, Being Depreciated	<u>846,924</u>	<u>207,677</u>	<u>1,282,232</u>	<u>2,336,833</u>
Less Accumulated Depreciation For				
Buildings	(75,170)	(49,238)	--	(124,408)
Improvements Other Than Buildings	--	(2,932)	--	(2,932)
Total Accumulated Depreciation	<u>(75,170)</u>	<u>(52,170)</u>	<u>--</u>	<u>(127,340)</u>
Total Capital Assets, Being Depreciated, Net	<u>771,754</u>	<u>155,507</u>	<u>1,282,232</u>	<u>2,209,493</u>
Authority Capital Assets, Net	<u>\$ 2,146,148</u>	<u>\$ 252,903</u>	<u>\$ --</u>	<u>\$ 2,399,051</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
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	Beginning Balance	Increases	Decreases	Ending Balance
Fitzgerald & Ben Hill Development Authority				
Capital Assets, Not Being Depreciated				
Land	\$ 73,103	\$ --	\$ --	\$ 73,103
Construction in Progress	--	323,251	--	323,251
Works of Art and Historical Treasures	760,303	--	--	760,303
Total Capital Assets, Not Being Depreciated	<u>833,406</u>	<u>323,251</u>	<u>--</u>	<u>1,156,657</u>
Capital Assets, Being Depreciated				
Buildings	--	845,514	--	845,514
Improvements Other Than Buildings	55,564	--	--	55,564
Machinery and Equipment	28,345	32,249	(22,367)	38,227
Total Capital Assets, Being Depreciated	<u>83,909</u>	<u>877,763</u>	<u>(22,367)</u>	<u>939,305</u>
Less Accumulated Depreciation For				
Buildings	--	(11,743)	--	(11,743)
Improvements Other Than Buildings	(8,952)	(3,704)	--	(12,656)
Machinery and Equipment	(17,600)	(4,049)	17,308	(4,341)
Total Accumulated Depreciation	<u>(26,552)</u>	<u>(19,496)</u>	<u>17,308</u>	<u>(28,740)</u>
Total Capital Assets, Being Depreciated, Net	<u>57,357</u>	<u>858,267</u>	<u>(5,059)</u>	<u>910,565</u>
Authority Capital Assets, Net	<u>\$ 890,763</u>	<u>\$ 1,181,518</u>	<u>\$ (5,059)</u>	<u>\$ 2,067,222</u>

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2018 was as follows:

Due From / To Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 20,932
General Fund	Utility Enterprise Fund	242,205
General Fund	Landfill Enterprise Fund	3,032
General Fund	Nonmajor Proprietary Funds	1,595
Nonmajor Governmental Funds	General Fund	83,479
Nonmajor Governmental Funds	Nonmajor Governmental Funds	39,400
Landfill Enterprise Fund	General Fund	200,000
		<u>\$ 590,643</u>

Generally, outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The General Fund receivable of \$242,205 from the Utility Fund consists of the unpaid balance of the 2018 Utility Fund transfer required by city ordinance and fire protection and garbage fees collected for the City but un-remitted at December 31, 2018. The Landfill Fund loaned the General Fund \$200,000 to finance expenditures.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
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The composition of interfund transfers for the year ended December 31, 2018 was as follows:

Interfund Transfers

Transfer In	Transfer Out	Amount
General Fund	Nonmajor Governmental Funds	\$ 24,489
General Fund	Utility Enterprise Fund	1,651,180
General Fund	Landfill Enterprise Fund	500
Nonmajor Governmental Funds	General Fund	38,851
Nonmajor Governmental Funds	Nonmajor Governmental Funds	45,500
Nonmajor Proprietary Funds	General Fund	27,636
Nonmajor Proprietary Funds	Nonmajor Governmental Funds	31,600
		<u>\$ 1,819,756</u>

The Utility Fund transferred \$1,651,180 to the General Fund in accordance with the city ordinance establishing a required annual remittance to the General Fund. A Nonmajor Governmental Fund transferred \$18,135 to the General Fund to finance capital expenditures. A Nonmajor Governmental Fund transferred \$6,354 to the General Fund to finance prior year expenditures. A Nonmajor Governmental Fund transferred \$31,600 to the Airport Fund to finance expenditures. Transfers between other funds were to support the ongoing operations of the receiving fund.

E. Lease Obligations

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

The City entered into a Master Lease and Option Agreement with the Georgia Municipal Association on July 21, 1998 securing a portion of Georgia Local Government 1998 A Grantor Trust Certificates of Participation. A portion of this amount was required to be placed in a reserve fund and the remainder is available to the City for the purchase of equipment. The amount has been reflected as capital leases. The Bank of New York is the trustee and escrow agent for this leasing arrangement. The initial funds were invested and earned interest before being drawn to purchase equipment, resulting in a lower net interest cost to the City. In 2018, the City withdrew \$234,635 for the lease of street equipment. The amount remaining to be drawn at December 31, 2018 was \$467,770.

Capital assets subject to lease obligations at December 31, 2018 were as follows:

	Governmental Activities
Machinery and Equipment	\$ 1,274,319
Less: Accumulated Depreciation	(266,109)
Total	<u>\$ 1,008,210</u>

CITY OF FITZGERALD, GEORGIA
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The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2018, were as follows:

Year Ending December 31	Governmental Activities
2019	\$ 268,199
2020	268,199
2021	218,649
2022	<u>124,978</u>
Total Minimum Lease Payments	880,025
Less: Amounts Representing Interest	<u>(36,380)</u>
Present Value of Minimum Lease Payments	<u><u>\$ 843,645</u></u>

F. Long-Term Debt

Notes Payable

On September 15, 2017, the Downtown Development Authority borrowed \$500,000 from Colony Bank at 4.25% interest for the purpose of renovating the Old Depot Building. The Authority will make monthly payments of \$7,852 and a balloon payment on the maturity date of September 15, 2023. The balance at December 31, 2018 was \$407,534.

On April 12, 2018, the Downtown Development Authority borrowed \$126,402 from Colony Bank at 4.75% interest for the purpose of purchasing property. The Authority will make 65 monthly payments of \$2,184 through October 12, 2023. The balance at December 31, 2018 was \$116,588.

On August 14, 2018, the Fitzgerald & Ben Hill County Development Authority borrowed \$660,000 to purchase property at 808 E. Oconee Street in Fitzgerald. The Authority will make 59 monthly payments of \$7,272 with interest at 5.75% and one balloon payment of \$384,871 at maturity. The balance at December 31, 2018 was \$643,148.

Debt service requirements to maturity for the notes payable as of December 31, 2018 were as follows:

Year Ending December 31	Downtown Development Authority		
	Principal	Interest	Total
2019	\$ 99,547	\$ 20,886	\$ 120,433
2020	103,972	16,462	120,434
2021	108,593	11,840	120,433
2022	113,420	7,014	120,434
2023	<u>98,590</u>	<u>3,402</u>	<u>101,992</u>
Total	<u><u>\$ 524,122</u></u>	<u><u>\$ 59,604</u></u>	<u><u>\$ 583,726</u></u>

CITY OF FITZGERALD, GEORGIA
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Year Ending December 31	Fitzgerald & Ben Hill Development Authority		
	Principal	Interest	Total
2019	\$ 51,094	\$ 36,164	\$ 87,258
2020	54,056	33,202	87,258
2021	57,390	29,868	87,258
2022	60,827	26,431	87,258
2023	419,781	15,991	435,772
Total	<u>\$ 643,148</u>	<u>\$ 141,656</u>	<u>\$ 784,804</u>

Conduit Debt Obligation

On February 27, 2017, the Fitzgerald & Ben Hill County Development Authority borrowed \$152,497 from Colony Bank to assist a local industry to renovate property. The note is due November 23, 2019 with interest at 4.25%. The note is payable solely from and secured by a pledge of rentals to be received from a lease agreement between the Authority and the local industry. The note does not constitute a debt or pledge of the faith and credit of the Authority, the State of Georgia, or any political subdivision thereof, and accordingly has not been reported in the accompanying financial statements. At December 31, 2018 the balance outstanding was \$58,141.

G. Changes in General Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Net Pension Liability	\$ 1,494,836	\$ 1,693,235	\$ (1,697,319)	\$ 1,490,752	\$ --
Capital Leases	678,406	511,614	(346,375)	843,645	252,281
	<u>\$ 2,173,242</u>	<u>\$ 2,204,849</u>	<u>\$ (2,043,694)</u>	<u>\$ 2,334,397</u>	<u>\$ 252,281</u>
Business-type Activities					
Compensated Absences	\$ 158,486	\$ 25,772	\$ --	\$ 184,258	\$ 184,258
Net Pension Liability	2,748,764	1,100,055	(1,339,912)	2,508,907	--
Other Post Employment Benefits Liability	2,914,708	310,650	(40,139)	3,185,219	--
Notes Payable	18,093	(18,093)	--	--	--
Closure and Post-Closure Care Costs	1,373,194	157,426	(122,991)	1,407,629	26,000
	<u>\$ 7,213,245</u>	<u>\$ 1,575,810</u>	<u>\$ (1,503,042)</u>	<u>\$ 7,286,013</u>	<u>\$ 210,258</u>
Downtown Development Authority					
Notes Payable	\$ 483,782	\$ 126,402	\$ (86,062)	\$ 524,122	\$ 99,547
	<u>\$ 483,782</u>	<u>\$ 126,402</u>	<u>\$ (86,062)</u>	<u>\$ 524,122</u>	<u>\$ 99,547</u>
Fitzgerald & Ben Hill Development Authority					
Notes Payable	\$ 300,525	\$ 660,000	\$ (317,377)	\$ 643,148	\$ 51,094
	<u>\$ 300,525</u>	<u>\$ 660,000</u>	<u>\$ (317,377)</u>	<u>\$ 643,148</u>	<u>\$ 51,094</u>

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

H. Closure and Post-closure Care Costs

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

During 2003 engineering estimates changed, which reduced projected post-closure costs below the amount which had previously been accrued. For the currently operated landfill, the estimated liability for closure and post-closure was \$1,398,754 as of December 31, 2018, which is based on 38% of landfill capacity used to date. The City has begun paying closure costs on the site which amounted to \$122,991 for the year. It is estimated that an additional \$2,298,807 will be recognized as closure and post-closure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity. However, the landfill is expected to be closed and not filled. The construction & demolition portion is expected to be filled by the year 2060 and the municipal solid waste portion is unknown since this waste is sent elsewhere. Financial assurance requirements are expected to be met by the City's financial condition and funds designated for payment of closure and post-closure in the amount of \$721,074.

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

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

I. Restricted Assets

Restricted assets in the enterprise funds consisted of customer deposit accounts in the amount of \$603,808.

J. Pensions

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

Insured Plans

In 2007, the City closed its single-employer defined benefit plan and began participating in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer defined benefit plan. For retirees receiving benefit payments at that time, a group annuity contract with Principal Life Insurance Company was purchased with pension plan assets under a single premium contract which guarantees payments to the retirees. In 2007, the single premium was paid and the responsibility for making payments to those retirees was effectively transferred to the insurer. No further contributions or premiums are due under the plan.

In 2011, the Fitzgerald Water, Light & Bond Commission closed its single-employer defined benefit plan and began participating in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer defined benefit plan. For retirees receiving benefit payments, a group annuity contract with Principal Life Insurance Company was purchased with pension plan assets under a single premium contract which guarantees payments to the retirees. In 2011, the single premium was paid and the obligation for benefit payments to those retirees was effectively transferred to the insurer. No further contributions or premiums are due under the plan.

City of Fitzgerald Retirement Plan

The City sponsors a defined benefit pension plan which provides retirement, disability, and death benefits to plan participants and beneficiaries. The plan, through execution of the adoption agreement, is an agent multiple-employer

CITY OF FITZGERALD, GEORGIA
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pension plan, administered by the Georgia Municipal Employees Benefit System (GMEBS). All regular employees and members of the City Council are eligible to participate in the plan. GMEBS, in its role as the Plan Sponsor, has the authority to amend the provisions of the GMEBS Master Plan and the elective provisions of the adoption agreement, as provided in Article XVIII, Section 2, of the GMEBS Master Defined Benefit Plan Document. The City has the authority to amend the adoption agreement, which defines the specific benefit provisions of the plan, as provided in Article XVIII, Section 1, of the GMEBS Master Defined Benefit Plan Document. The City's participation in the plan, benefit provisions, and other requirements are established by City ordinance. GMEBS issues a financial report that may be obtained by writing to Georgia Municipal Employees Benefit System, 201 Pryor Street SW, Atlanta, Georgia 30303.

Retirement benefits for regular employees are calculated as 2% of the employee's final average earnings (annual average of earnings for the 5 consecutive years of credited service preceding the participant's most recent termination in which the participant's earnings were the highest) multiplied by years of total credit service as an eligible regular employee. Regular employees are eligible for normal retirement benefits at age 65 with 5 years of total credited service or at age 55 with 20 years of total credited service. Normal retirement benefits for elected or appointed members of the City Council are calculated as \$20 per month for each year of total credited service or major fraction thereof. Council members are eligible for normal retirement benefits at age 65. Disability retirement qualifications are based upon Social Security Administration award criteria or as otherwise provided under Section 2 of the Master Plan. Disability benefits are calculated as 20% of the participant's average monthly earnings for the 12-calendar month period immediately preceding their termination of employment as a result of a disability. Council members are not eligible for disability benefits. Pre-retirement death benefits are payable monthly and are equal to the decreased monthly retirement benefit that would have otherwise been payable to the participant as if the 100% joint and survivor benefit had been elected.

At July 1, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	52
Inactive employees entitled to but not yet receiving benefits	55
Active employees	108
	<u>215</u>

City employees are not required to contribute to the plan. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to the minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The contribution requirements of employees and the City are established by City ordinance. For the year ended December 31, 2018, the City's actuarially determined contribution was \$375,439.

The City's net pension liability was measured as of March 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018.

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

Investment rate of return	7.50%
Inflation	2.75%
Salary increases	2.75% plus service based merit increases

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

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The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	45%	6.71%
International Equity	20%	7.71%
Real Estate	10%	5.21%
Global Fixed Income	5%	3.36%
Domestic Fixed Income	20%	2.11%

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will not be made and that City contributions will be made at rates equal to the actuarially determined contributions rates. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances - Beginning	\$ 12,077,253	\$ 10,551,498	\$ 1,525,755
Changes for the Year			
Service Cost	189,391	--	189,391
Interest	913,827	--	913,827
Differences Between Expected and Actual Experience	349,202	--	349,202
Changes of Assumptions	246,392	--	246,392
Contributions - Employer	--	431,649	(431,649)
Net Investment Income	--	1,299,769	(1,299,769)
Benefit Payments	(571,885)	(571,885)	--
Administrative Expense	--	(21,014)	21,014
Net Changes	1,126,927	1,138,519	(11,592)
Balances - Ending	\$ 13,204,180	\$ 11,690,017	\$ 1,514,163

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

The investment return assumption was decreased from 7.75% to 7.50%.

The inflation assumption was decreased from 3.25% to 2.75%.

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The following presents the City's net pension liability calculated using the discount rate of 7.50%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	\$ 3,128,447	\$ 1,514,163	\$ 160,081

For the year ended December 31, 2018, the City recognized pension expense of \$401,733. At December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 337,066	\$ 86,566
Changes in assumptions	184,794	10,848
Net difference between projected and actual earnings on pension plan investments	--	415,028
Contributions subsequent to the measurement date	312,909	--
	<u>\$ 834,769</u>	<u>\$ 512,442</u>

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

<u>Year Ending December 31</u>	
2019	\$ 88,997
2020	58,636
2021	(40,560)
2022	(97,655)
2023	--
Thereafter	--
	<u>\$ 9,418</u>

Fitzgerald Water, Light & Bond Commission Retirement Plan

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

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

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

At July 1, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	10
Inactive employees entitled to but not yet receiving benefits	9
Active employees	<u>79</u>
	<u><u>98</u></u>

Commission employees are not required to contribute to the plan. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to the minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The contribution requirements of employees and the Commission are established by governing board approval. For the year ended December 31, 2018, the Commission's actuarially determined contribution was \$474,020.

The Commission's net pension liability was measured as of March 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018.

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

Investment rate of return	7.50%
Inflation	2.75%
Salary increases	2.75% plus service based merit increases

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

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014.

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	45%	6.71%
International Equity	20%	7.71%
Real Estate	10%	5.21%
Global Fixed Income	5%	3.36%
Domestic Fixed Income	20%	2.11%

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will not be made and that Commission contributions will be made at rates equal to the actuarially determined contributions rates. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances - Beginning	\$ 9,329,791	\$ 6,611,946	\$ 2,717,845
Changes for the Year			
Service Cost	155,051	--	155,051
Interest	715,109	--	715,109
Differences Between Expected and Actual Experience	16,461	--	16,461
Changes of Assumptions	174,162	--	174,162
Contributions - Employer	--	472,644	(472,644)
Net Investment Income	--	833,169	(833,169)
Benefit Payments	(205,151)	(205,151)	--
Administrative Expense	--	(12,681)	12,681
Net Changes	855,632	1,087,981	(232,349)
Balances - Ending	\$ 10,185,423	\$ 7,699,927	\$ 2,485,496

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

- The investment return assumption was decreased from 7.75% to 7.50%.
- The inflation assumption was decreased from 3.25% to 2.75.

The following presents the Commission's net pension liability calculated using the discount rate of 7.50%, as well as what the Commission's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	\$ 3,712,804	\$ 2,485,496	\$ 1,444,658

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For the year ended December 31, 2018, the Commission recognized pension expense of \$329,227. At December 31, 2018, the Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 152,089	\$ 112,976
Changes in assumptions	139,328	4,040
Net difference between projected and actual earnings on pension plan investments	--	274,713
Contributions subsequent to the measurement date	355,515	--
	<u>\$ 646,932</u>	<u>\$ 391,729</u>

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

<u>Year Ending December 31</u>	
2019	\$ (31,318)
2020	(13,811)
2021	(35,372)
2022	(19,811)
2023	--
Thereafter	--
	<u>\$ (100,312)</u>

K. Post Retirement Healthcare Plan

The Fitzgerald Water, Light, and Bond Commission provides post-retirement healthcare benefits to its employees. The Plan is a single-employer defined benefit plan. All full-time Commission employees, retiring on or after age 65 with 10 years of service and receiving a pension from the Water, Light, and Bond Commission Retirement Plan, or disabled former employees, are eligible to participate in the plan. The benefit provisions, employee eligibility requirements, and employer obligations to contribute to the Plan are established by the governing board. The Plan is financed on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The Plan does not issue a stand-alone financial report but rather is disclosed as part of the Water, Light, and Bond Commission's financial report.

Employees are not required to contribute to the Plan. The Commission contributes amounts sufficient to fund premiums for Medicare Supplement insurance and Medicare Part D drug insurance coverage for each retired former eligible employee. Pre-Medicare retirees are eligible for the insured medical, prescription drug, dental and vision plans available to active employees. Medical and prescription drug benefits are available for the retiree's lifetime. Dental and vision benefits are available until Medicare eligibility.

At July 1, 2016, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	14
Inactive employees entitled to but not yet receiving benefits	--
Active employees	83
	<u>97</u>

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For the year ended December 31, 2018, the Commission paid \$40,342 in benefits. The Commission's total OPEB liability of \$3,185,219 was measured as of December 31, 2017, and was determined by an actuarial valuation as of December 31, 2018 using data as of July 1, 2016.

The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.75%
Salary increases	3.25% to 8.25%, including inflation
Discount rate	3.44%
Healthcare cost trend rates	Medical (non-Medicare) and Prescription Drug: 8.00% trended down to 4.50% over 7 years Medical (Medicare): 6.50% trended down to 4.50% over 7 years Dental and Vision: 3.00%

The discount rate was based on an index of 20-year, tax-exempt general obligation bonds.

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

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

Per capita costs were developed as follows:

Medical and Drug	Per capita medical costs were developed based on the premiums effective on September 2015. Actuarial factors were applied to the weighted average premium rate to estimate individual retiree costs by age and by gender.
Medicare Part D Premium Reimbursement Plan	Per capital costs were based on the premium of \$440 for the valuation year.
Dental and Vision	Per capital costs were based on the premium of \$551 for the valuation year.

Health care trend measures the anticipated overall rate at which health plan costs are expected to increase in future years. The rates shown below are "net" and are applied to the net per capita costs. The trend shown for a particular plan year is the rate that is applied to that year's cost to yield the next year's projected cost.

Year Ending	Medicare Supplemental Policy	Medicare Part D Reimbursement	Pre-Medicare Medical & Drug	Pre-Medicare Dental & Vision
6/30/2018	6.25 %	7.50 %	7.50 %	3.00 %
6/30/2019	6.00 %	7.00 %	7.00 %	3.00 %
6/30/2020	5.75 %	6.50 %	6.50 %	3.00 %
6/30/2021	5.50 %	6.00 %	6.00 %	3.00 %
6/30/2022	5.25 %	5.50 %	5.50 %	3.00 %
6/30/2023	5.00 %	5.00 %	5.00 %	3.00 %
Thereafter	4.50 %	4.50 %	4.50 %	3.00 %

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The changes in the total OPEB liability were as follows:

	Total OPEB Liability
Balance - Beginning	<u>\$ 2,914,708</u>
Changes for the Year	
Service Cost	64,473
Interest	111,854
Differences Between Expected and Actual Experience	(16,653)
Changes in Assumptions or Other Inputs	150,976
Benefit Payments	<u>(40,139)</u>
Net Changes	<u>270,511</u>
Balance - Ending	<u><u>\$ 3,185,219</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.78% for December 31, 2016 to 3.44% for December 31, 2017.

The following presents the total OPEB liability of the Commission, as well as what the Commission's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.44%) or 1-percentage-point higher (4.44%) than the current discount rate:

	1% Decrease (2.44%)	Discount Rate (3.44%)	1% Increase (4.44%)
Total OPEB Liability	<u>\$ 2,769,509</u>	<u>\$ 3,185,219</u>	<u>\$ 3,697,141</u>

The following presents the total OPEB liability of the Commission, as well as what the Commission's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (2.44%) or 1-percentage-point higher (4.44%) than the current healthcare cost trend rates:

	1% Decrease (2.44%)	Healthcare Cost Trend Rate (3.44%)	1% Increase (4.44%)
Total OPEB Liability	<u>\$ 3,780,802</u>	<u>\$ 3,185,219</u>	<u>\$ 2,711,916</u>

For the year ended December 31, 2018, the Commission recognized OPEB expense of \$198,715. At December 31, 2018, the Commission reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ --	\$ 13,880
Changes in assumptions or other inputs	125,815	--
	<u>\$ 125,815</u>	<u>\$ 13,880</u>

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

<u>Year Ending December 31</u>	
2019	\$ 22,387
2020	22,387
2021	22,387
2022	22,387
2023	22,387
Thereafter	--
	<u>\$ 111,935</u>

L. Fund Balances

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

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Restricted			
Public Safety	\$ --	\$ 5,289	\$ 5,289
Public Works	--	103	103
Economic Development	--	51,853	51,853
Capital Outlay	--	1,514,625	1,514,625
	<u>--</u>	<u>1,571,870</u>	<u>1,571,870</u>
Assigned			
Public Safety	--	7,303	7,303
Health and Welfare	--	209	209
Culture and Recreation	--	10,253	10,253
Housing and Development	--	597,312	597,312
	<u>--</u>	<u>615,077</u>	<u>615,077</u>
Unassigned, Reported In			
General Fund	729,022	--	729,022
	<u>729,022</u>	<u>--</u>	<u>729,022</u>
Total Fund Balances	<u>\$ 729,022</u>	<u>\$ 2,186,947</u>	<u>\$ 2,915,969</u>

M. Tax Abatements

City property tax revenues were reduced by \$11,684 under agreements entered into by the Fitzgerald & Ben Hill County Development Authority.

N. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. To cover the risks, the City is a member of the Georgia Interlocal Risk Management Agency. The agency operates under the authority of O.C.G.A. 36-85-1 et Seq. and administers group self-insurance funds which receive contributions from its members in order to pool the risks of general liability, motor vehicle liability and property damage. Through participation in the agency, members jointly purchase insurance with other municipalities

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participating in and belonging to the agency and are coinsured under master policies with the total premium apportioned among the participants. The City is jointly and severally liable for all legal obligations of the funds which arise out of an event which occurs while the City is a member of the fund. For its workers compensation coverage, the City carries commercial insurance purchased either directly or indirectly from independent third parties. The City's deductibles for insurance coverage start at \$500 with various limits of liability up to an annual aggregate limit of \$26,307,983. The Water, Light and Bond policy deductibles start at \$1,000 with limits of liability up to \$33,733,485.

O. Commitments and Contingencies

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

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

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

According to terms of a contract with Municipal Gas Authority of Georgia (MGAG) dated November 1, 1993, the Utility Fund is committed to purchase gas supplies for a period including the final maturity date and payment of all outstanding bonds issued to finance the Utility Fund's share of the allocated Gas Supply Realignment Cost Project. On May 1, 1996 for a term extending through May 31, 2011, a supplemental contract was approved with MGAG authorizing MGAG to issue up to \$220,000,000 in bonds with final maturity not to exceed 10 years from date of issuance. In the event all Project costs payable by MGAG are in excess of the revenues of the Authority available for the purpose of paying the same or reserve funds, the City is obligated to pay its share of such excess. The obligations of the Utility Fund to make payments to the Authority under these contracts constitute a general obligation of the City, contingent upon MGAG's inability to pay. The Utility Fund extended its contract with MGAG for the purchase of its gas supply requirements for an additional 10 years to December 31, 2025.

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

The Municipal Competitive Trust was set up by MEAG Power in 1999 with the Utility Fund as a beneficiary to account for and administer the excess of net billings over actual costs allocated to each participant beneficiary. The initial deposits to the Trust were made April 1, 1999 and as of December 31, 2018, the Utility Fund's Flexible Operating Account had a balance of \$25,124,000. These funds are held in trust with the Utility Fund having the right to withdraw

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

In June 2006, MEAG Power distributed to its participating members a proposed amendment to the terms of the Competitive Trust. The First Amendment to the terms of the Competitive Trust was approved and became effective in September, 2008. The amendment authorizes MEAG Power to apply funds from certain Competitive Trust accounts as a credit to the power sales contract billing of the Electric Utility Participants for the purpose of lowering the annual generation charges from MEAG Power during the period 2009 through 2018. Such credits were applied to offset expenses of the Commission and totaled \$783,415 for the year ended December 31, 2018 and \$1,152,449 for the year ended December 31, 2017. The proposed amendment also authorizes the establishment of an additional account within the Competitive Trust to permit the participating members to fund their share of the acquisition and construction costs of any future MEAG Power generation project joined by participating members.

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

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

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

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

The Commission approved a maintenance contract with Utility Service Co. Inc. in 2000 on its five water tanks. After renovation costs, the Commission agreed to pay approximately \$49,827 per year to cover any further painting or repairs as needed. The Commission's cost was \$75,641 in 2018 and \$75,641 in 2017.

The Commission has entered into forward contracts to purchase gas at a specified time in the future at a guaranteed price. The Commission enters into these contracts to help plan its gas costs for the year and to protect itself against an increase in the market price of the commodity. A portion of the hedging contracts was offset by identical customer directed hedging contracts with industrial customers to whom the gas was sold. Therefore, the net effect of a portion of the hedging contracts was passed along to the customers. Any contracts outstanding at December 31, 2018 were immaterial to the financial statements. Obligations to purchase gas under these contracts are not recognized until the gas is delivered.

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In, 2004, Fitzgerald Water, Light & Bond Commission began construction of water and sewer service extensions to Ben Hill – Irwin Joint Development Authority’s technology park known as Millennium Technology Pointe located adjacent to Wiregrass Georgia Technical College. As of December 31, 2005, the Commission had incurred costs on this project totaling over \$1.47 million. In regards to this project, the Ben Hill – Irwin County Joint Development Authority signed an agreement with the Commission stating the Authority will pay the Commission funds sufficient to equal the Commission’s capital investment in the water and sewer extension for the Millennium Technology Pointe project. Also, as a part of this agreement, the four taxing governmental entities involved (City of Fitzgerald, Ga., Ben Hill County, Ga., City of Ocilla, Ga., and Irwin County, Ga.), have guaranteed the performance of the Joint Development Authority up to \$150,000 each for a total guaranty amount of \$600,000. After taking into consideration the grant monies received on this project, the Commission’s net cost to complete the project exceeds \$500,000. As of December 31, 2018, no reimbursement had been received from any of the four taxing governmental entities involved and no final determination as to their liability to the Commission has been agreed to pending the receipt of any additional grant monies.

The Fitzgerald Water, Light & Bond Commission entered into a Wireless Communications’ Management Agreement with Utility Service Communications Co., Inc. on March 24, 2003 to provide marketing, ongoing management and installation of all revenue generating wireless communications antennas on the Commission’s water storage tanks. The Company will collect the revenue and pay the Commission 70% of the gross annual site rental receipts within 60 days following the end of each calendar year. On June 3, 2003, Utility Service Communications Co., Inc. granted permission to Alltel Communications, Inc. to install, maintain, and operate radio communications equipment (9 antennas) on the Commission’s water tanks. Alltel agreed to pay a monthly fee of \$1,800 for the first year with a 4% increase for each renewal period. The term of the agreement began June 15, 2003 and continues for a period of 5 years with 4 additional 5-year renewal periods. Either party may terminate this agreement at the expiration of the initial term or at the expiration of any renewal term. In 2018, the Commission collected \$38,430 in fees for 2017. In 2017, the Commission collected \$35,304 in fees for 2016.

In addition, an amendment was made to an agreement with Utility Service Communications Co., Inc. on March 4, 2010 granting permission to Verizon Wireless of the East LP (d/b/a Verizon Wireless) to install, maintain, and operate certain radio communications equipment on a water tank of the Commission. Verizon agreed to pay a monthly fee of \$2,405 as of March 1, 2010 for the first year with a 3% increase for each renewal period. The term of this agreement initially began on August 1, 2009 and continues for a period of 5 years with 4 additional 5-year renewal periods. The Licensee may terminate this agreement at the expiration of the initial term or at the expiration of any renewal term. In 2018, the Commission collected \$29,633 in fees for 2017. In 2017, the Commission collected \$27,156 in fees for 2016.

P. Related Organizations

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

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

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

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Q. Joint Ventures

Under Georgia law, the City, in conjunction with other cities and counties in the South Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During its year ended December 31, 2018, the City paid \$5,185 in such dues. Membership in a regional commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the regional commission in Georgia. The regional commission board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that member governments are liable for any debts or obligations of a regional commission. Separate financial statements may be obtained from:

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

The City participates equally with three area governments in the Ben Hill-Irwin Area Joint Development Authority. The Authority is a special-purpose corporation organized to create and foster an economic climate in Ben Hill and Irwin counties conducive to the growth and development of trade, commerce, industry, and employment opportunities. The City does not appoint the voting majority of the Authority's Board of Directors. The City is financially obligated for its twenty five percent share of the debt of the Joint Development Authority which amounted to \$94,614 at December 31, 2018. The Authority has completed its building phase and is currently seeking tenants. Separate financial statements may be obtained from:

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

R. Restatement of Net Position

In conformity with generally accepted accounting principles, as set forth in the Governmental Accounting Standards Board (GASB) Statement of Governmental Accounting Standards No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, net position has been restated to record the effects of implementing the standard. This restatement affected the beginning net position of the City as follows:

	Business-type Activities
December 31, 2017 Net Position, as previously reported	\$ 43,724,754
Change in accounting principle due to implementation of GASB Statement No. 75	<u>(1,415,077)</u>
December 31, 2017 Net Position, as restated	<u>\$ 42,309,677</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF FITZGERALD, GEORGIA

General Fund

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

For the Year Ended December 31, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 3,933,450	\$ 3,933,450	\$ 3,461,104	\$ (472,346)
Licenses and Permits	21,850	21,850	12,204	(9,646)
Intergovernmental	262,667	262,667	316,402	53,735
Charges for Services	1,981,998	1,981,998	2,012,252	30,254
Fines and Forfeitures	152,900	152,900	71,759	(81,141)
Interest Revenue	7,500	7,500	4,760	(2,740)
Miscellaneous	150,186	150,186	299,185	148,999
Total Revenues	<u>6,510,551</u>	<u>6,510,551</u>	<u>6,177,666</u>	<u>(332,885)</u>
EXPENDITURES				
Legislative	108,420	108,420	100,740	7,680
Executive	244,161	244,161	258,362	(14,201)
Elections	16,750	16,750	22,996	(6,246)
Financial Administration	559,948	559,948	484,464	75,484
Government Buildings	75,990	75,990	104,986	(28,996)
Municipal Court	118,665	118,665	113,612	5,053
Police	2,084,937	2,084,937	2,064,619	20,318
Custody of Prisoners	35,000	35,000	30,170	4,830
Fire	1,369,878	1,369,878	1,319,120	50,758
Animal Control	156,558	156,558	161,674	(5,116)
Highways and Streets	699,635	699,635	719,471	(19,836)
Sanitation	885,690	885,690	831,089	54,601
Public Works Shop	173,733	173,733	187,924	(14,191)
Cemetery	159,536	159,536	129,746	29,790
Employee Safety Recognition	2,500	2,500	2,789	(289)
Recreation	460,352	460,352	456,881	3,471
Participant Recreation	48,700	48,700	50,120	(1,420)
Swimming Pools	--	--	15,665	(15,665)
Sports Facilities	29,100	29,100	30,540	(1,440)
Museums	57,254	57,254	56,075	1,179
The Federal Building	2,900	2,900	311	2,589
Grand Theatre	182,325	182,325	197,332	(15,007)
The Carnegie Center	3,422	3,422	4,021	(599)
Parks	185,384	185,384	205,762	(20,378)
Library	114,786	114,786	114,786	--
Urban Development and Housing	126,673	126,673	138,125	(11,452)
Code Enforcement	73,424	73,424	67,261	6,163
Tourism	120,425	120,425	114,333	6,092
Capital Outlay-Machinery	12,550	12,550	24,973	(12,423)
Capital Outlay-Vehicles	277,983	277,983	277,274	709
Capital Outlay-Computers	9,200	9,200	13,920	(4,720)
Capital Outlay-Other Equipment	110,830	110,830	62,889	47,941
Debt Service	158,126	158,126	69,133	88,993
Total Expenditures	<u>8,664,835</u>	<u>8,664,835</u>	<u>8,431,163</u>	<u>233,672</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,154,284)</u>	<u>(2,154,284)</u>	<u>(2,253,497)</u>	<u>(99,213)</u>

CITY OF FITZGERALD, GEORGIA

General Fund

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

For the Year Ended December 31, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers In				
Recreation Capital Improvement Special Revenue Fund	--	--	18,135	18,135
Civil War Heritage Trail Capital Projects Fund	--	--	6,354	6,354
Utility Enterprise Fund	1,700,000	1,700,000	1,651,180	(48,820)
Landfill Enterprise Fund	--	--	500	500
Transfers Out				
Industrial Development and Promotion Special Revenue F	(110,000)	(110,000)	--	110,000
Recreation Capital Improvement Special Revenue Fund	(38,851)	(38,851)	(38,851)	--
SPLOST Capital Projects Fund	(23,157)	(23,157)	--	23,157
Airport Enterprise Fund	(27,191)	(27,191)	(27,636)	(445)
Proceeds of Capital Asset Dispositions	75,500	75,500	10,487	(65,013)
Capital Leases	277,983	277,983	276,979	(1,004)
Total Other Financing Sources (Uses)	<u>1,854,284</u>	<u>1,854,284</u>	<u>1,897,148</u>	<u>42,864</u>
Net Change in Fund Balances	<u>(300,000)</u>	<u>(300,000)</u>	<u>(356,349)</u>	<u>(56,349)</u>
Fund Balances - Beginning	1,085,371	1,085,371	1,085,371	--
Fund Balances - Ending	<u>\$ 785,371</u>	<u>\$ 785,371</u>	<u>\$ 729,022</u>	<u>\$ (56,349)</u>

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald Retirement Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
December 31, 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability				
Service Cost	\$ 189,391	\$ 190,096	\$ 191,713	\$ 181,033
Interest on Total Pension Liability	913,827	886,892	829,542	781,385
Changes of Benefit Terms	--	--	--	--
Differences Between Expected and Actual Experience	349,202	(173,131)	214,223	108,034
Changes of Assumptions	246,392	--	--	(54,240)
Benefit Payments	(571,885)	(540,740)	(450,218)	(339,447)
Net Change in Total Pension Liability	<u>1,126,927</u>	<u>363,117</u>	<u>785,260</u>	<u>676,765</u>
Total Pension Liability - Beginning	<u>12,077,253</u>	<u>11,714,136</u>	<u>10,928,876</u>	<u>10,252,111</u>
Total Pension Liability - Ending (a)	<u>\$ 13,204,180</u>	<u>\$ 12,077,253</u>	<u>\$ 11,714,136</u>	<u>\$ 10,928,876</u>
Plan Fiduciary Net Position				
Contributions - Employer	\$ 431,649	\$ 393,386	\$ 378,110	\$ 400,083
Contributions - Employee	--	--	--	--
Net Investment Income	1,299,769	1,190,990	27,361	845,538
Benefit Payments, Including Refunds of Employee Contributions	(571,885)	(540,740)	(450,218)	(339,447)
Administrative Expense	(21,014)	(21,201)	(14,920)	(13,372)
Other	--	--	--	--
Net Change in Plan Fiduciary Net Position	<u>1,138,519</u>	<u>1,022,435</u>	<u>(59,667)</u>	<u>892,802</u>
Plan Fiduciary Net Position - Beginning	<u>10,551,498</u>	<u>9,529,063</u>	<u>9,588,730</u>	<u>8,695,928</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 11,690,017</u>	<u>\$ 10,551,498</u>	<u>\$ 9,529,063</u>	<u>\$ 9,588,730</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 1,514,163</u>	<u>\$ 1,525,755</u>	<u>\$ 2,185,073</u>	<u>\$ 1,340,146</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.53%	87.37%	81.35%	87.74%
Covered-Employee Payroll	\$ 3,693,181	\$ 3,697,695	\$ 3,634,619	\$ 3,586,754
Net Pension Liability as a Percentage of Covered-Employee Payroll	41.00%	41.26%	60.12%	37.36%

Notes to Schedule

Changes of Assumptions

In 2018 the investment return assumption was decreased from 7.75% to 7.50% and the inflation assumption was decreased from 3.25% to 2.75

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald Retirement Plan
Schedule of Contributions
December 31, 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 375,439	\$ 402,379	\$ 382,175	\$ 361,443
Contributions in Relation to the Actuarially Determined Contribution	423,540	413,001	389,049	381,945
Contribution Deficiency (Excess)	<u>\$ (48,101)</u>	<u>\$ (10,622)</u>	<u>\$ (6,874)</u>	<u>\$ (20,502)</u>
Covered-Employee Payroll	\$ 3,693,181	\$ 3,697,695	\$ 3,634,619	\$ 3,586,754
Contributions as a Percentage of Covered-Employee Payroll	11.47%	11.17%	10.70%	10.65%

Notes to Schedule

Valuation date	July 1, 2017
Actuarial cost method	Projected unit credit
Amortization method	Closed level dollar for remaining unfunded liability
Remaining amortization period	Net effective period of 10 years
Asset valuation method	Sum of actuarial value at the beginning of the year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Investment rate of return	7.75%
Inflation	3.25%
Salary increases	3.25% plus age and service based merit increases
Cost-of-living adjustment	0%
Retirement age	Earlier of 65 with 5 years of service or 55 with 20 years of service for employees and 65 for officials
Mortality	Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates.

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light and Bond Commission Retirement Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
December 31, 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability				
Service Cost	\$ 155,051	\$ 150,001	\$ 152,347	\$ 159,715
Interest on Total Pension Liability	715,109	665,235	600,041	575,947
Changes of Benefit Terms	--	--	--	--
Differences Between Expected and Actual Experience	16,461	25,431	243,932	(338,927)
Changes of Assumptions	174,162	--	--	(12,119)
Benefit Payments	(205,151)	(189,111)	(121,103)	(26,346)
Net Change in Total Pension Liability	<u>855,632</u>	<u>651,556</u>	<u>875,217</u>	<u>358,270</u>
Total Pension Liability - Beginning	<u>9,329,791</u>	<u>8,678,235</u>	<u>7,803,018</u>	<u>7,444,748</u>
Total Pension Liability - Ending (a)	<u><u>\$ 10,185,423</u></u>	<u><u>\$ 9,329,791</u></u>	<u><u>\$ 8,678,235</u></u>	<u><u>\$ 7,803,018</u></u>
Plan Fiduciary Net Position				
Contributions - Employer	\$ 472,644	\$ 457,952	\$ 473,424	\$ 437,811
Contributions - Employee	--	--	--	--
Net Investment Income	833,169	727,216	20,919	445,311
Benefit Payments, Including Refunds of Employee Contributions	(205,151)	(189,111)	(121,103)	(26,346)
Administrative Expense	(12,681)	(12,622)	(8,510)	(7,514)
Other	--	--	--	--
Net Change in Plan Fiduciary Net Position	<u>1,087,981</u>	<u>983,435</u>	<u>364,730</u>	<u>849,262</u>
Plan Fiduciary Net Position - Beginning	<u>6,611,946</u>	<u>5,628,511</u>	<u>5,263,781</u>	<u>4,414,519</u>
Plan Fiduciary Net Position - Ending (b)	<u><u>\$ 7,699,927</u></u>	<u><u>\$ 6,611,946</u></u>	<u><u>\$ 5,628,511</u></u>	<u><u>\$ 5,263,781</u></u>
Net Pension Liability - Ending (a) - (b)	<u><u>\$ 2,485,496</u></u>	<u><u>\$ 2,717,845</u></u>	<u><u>\$ 3,049,724</u></u>	<u><u>\$ 2,539,237</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.60%	70.87%	64.86%	67.46%
Covered-Employee Payroll	\$ 3,255,038	\$ 3,172,186	\$ 3,111,028	\$ 3,080,495
Net Pension Liability as a Percentage of Covered-Employee Payroll	76.36%	85.68%	98.03%	82.43%

Notes to Schedule

Changes of Assumptions

In 2018 the investment return assumption was decreased from 7.75% to 7.50% and the inflation assumption was decreased from 3.25% to 2.75

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light and Bond Commission Retirement Plan
Schedule of Contributions
December 31, 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 474,020	\$ 472,186	\$ 453,207	\$ 480,163
Contributions in Relation to the Actuarially Determined Contribution	472,644	472,186	453,207	480,163
Contribution Deficiency (Excess)	<u>\$ 1,376</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Covered-Employee Payroll	\$ 3,255,038	\$ 3,172,186	\$ 3,111,028	\$ 3,080,495
Contributions as a Percentage of Covered-Employee Payroll	14.52%	14.89%	14.57%	15.59%

Notes to Schedule

Valuation date	July 1, 2017
Actuarial cost method	Projected unit credit
Amortization method	Closed level dollar for remaining unfunded liability
Remaining amortization period	Net effective period of 21 years
Asset valuation method	Sum of actuarial value at the beginning of the year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Investment rate of return	7.75%
Inflation	3.25%
Salary increases	3.25% plus age and service based merit increases
Cost-of-living adjustment	0%
Retirement age	Earlier of 65 with 5 years of service or 55 with 20 years of service for employees and 65 for officials
Mortality	Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females and the RP-2000 Disabled Retiree Mortality Table with sex-distinct rates.

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light and Bond Commission OPEB Plan
Schedule of Changes in the Total OPEB Liability and Related Ratios
December 31, 2018

	<u>2018</u>
Total OPEB Liability	
Service Cost	\$ 64,473
Interest	111,854
Changes of Benefit Terms	--
Differences Between Expected and Actual Experience	(16,653)
Changes of Assumptions or Other Inputs	150,976
Benefit Payments	<u>(40,139)</u>
Net Change in Total OPEB Liability	270,511
Total OPEB Liability - Beginning	<u>2,914,708</u>
Total OPEB Liability - Ending	<u><u>\$ 3,185,219</u></u>
Covered-Employee Payroll	\$ 3,111,028
Total OPEB Liability as a Percentage of Covered-Employee Payroll	102.38%

Notes to Schedule

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75 to pay related benefits.

Changes of Assumptions

The discount rate was changed from 3.78% for December 31, 2016 to 3.44% for December 31, 2017.

CITY OF FITZGERALD, GEORGIA
Notes to the Required Supplementary Information
December 31, 2018

A. Budgetary Information

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

	Budget Schedule	Reconciliation	Governmental Fund Statement
EXPENDITURES			
Current			
General Government	\$ 971,548	\$ --	\$ 971,548
Judicial	113,612	--	113,612
Public Safety	3,575,583	--	3,575,583
Public Works	1,871,019	--	1,871,019
Culture and Recreation	1,131,493	--	1,131,493
Housing and Development	319,719	1,531	321,250
Capital Outlay	379,056	--	379,056
Debt Service	69,133	(1,531)	67,602
Total Expenditures	<u>8,431,163</u>	<u>--</u>	<u>8,431,163</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	66,487	--	66,487
Total	<u>\$ 8,497,650</u>	<u>\$ --</u>	<u>\$ 8,497,650</u>

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

Major Governmental Funds

General Fund

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

CITY OF FITZGERALD, GEORGIA

General Fund

Balance Sheet

December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 755,686	\$ 1,368,154
Receivables (Net of Allowance for Uncollectibles)		
Interest	3,320	4,151
Taxes	257,301	279,637
Accounts	27,470	26,923
Intergovernmental	94,035	92,928
Due From Other Funds		
NSP Program Special Revenue Fund	--	1,423
Humane Society Special Revenue Fund	382	--
Monitor Enrichment Special Revenue Fund	330	--
Recreation Capital Improvement Special Revenue Fund	--	789
Community Development Special Revenue Fund	--	92
Family Connection Special Revenue Fund	20,000	13,306
TSPLOST Special Revenue Fund	220	--
SPLOST 2017 Capital Projects Fund	--	402
Utility Enterprise Fund	242,205	228,150
Landfill Enterprise Fund	3,032	2,530
Airport Enterprise Fund	1,595	197
Due From Component Units	10,913	5,067
Other Current Assets	17,255	17,470
Total Assets	<u>\$ 1,433,744</u>	<u>\$ 2,041,219</u>
LIABILITIES		
Accounts Payable	\$ 141,492	\$ 90,365
Accrued Liabilities	74,126	55,580
Due To Other Funds		
Police Technology Special Revenue Fund	210	210
Industrial Development and Promotion Special Revenue Fund	83,269	161,414
Landfill Enterprise Fund	200,000	350,000
Other Current Liabilities	30,090	124,018
Total Liabilities	<u>529,187</u>	<u>781,587</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	175,535	174,261
Total Deferred Inflows of Resources	<u>175,535</u>	<u>174,261</u>
FUND BALANCES		
Unassigned	729,022	1,085,371
Total Fund Balances	<u>729,022</u>	<u>1,085,371</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,433,744</u>	<u>\$ 2,041,219</u>

CITY OF FITZGERALD, GEORGIA**General Fund****Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
REVENUES		
Taxes	\$ 3,461,104	\$ 3,354,085
Licenses and Permits	12,204	26,765
Intergovernmental	316,402	202,232
Charges for Services	2,012,252	1,954,125
Fines and Forfeitures	71,759	75,718
Interest Revenue	4,760	6,031
Miscellaneous	299,185	139,704
Total Revenues	<u>6,177,666</u>	<u>5,758,660</u>
EXPENDITURES		
Current		
General Government	971,548	903,611
Judicial	113,612	--
Public Safety	3,575,583	3,463,923
Public Works	1,871,019	1,693,805
Culture and Recreation	1,131,493	1,046,346
Housing and Development	321,250	353,379
Capital Outlay	379,056	230,251
Debt Service	67,602	134,435
Total Expenditures	<u>8,431,163</u>	<u>7,825,750</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,253,497)</u>	<u>(2,067,090)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Industrial Development and Promotion Special Revenue Fund	--	87,294
Recreation Capital Improvement Special Revenue Fund	18,135	--
Civil War Heritage Trail Capital Projects Fund	6,354	--
Utility Enterprise Fund	1,651,180	1,546,205
Landfill Enterprise Fund	500	--
Transfers Out		
Humane Society Special Revenue Fund	--	(38,852)
Recreation Capital Improvement Special Revenue Fund	--	(9,686)
SPLOST Capital Projects Fund	(38,851)	--
Airport Enterprise Fund	(27,636)	(39,113)
Proceeds of Capital Asset Dispositions	10,487	4,700
Capital Leases	276,979	--
Total Other Financing Sources (Uses)	<u>1,897,148</u>	<u>1,550,548</u>
Net Change in Fund Balances	<u>(356,349)</u>	<u>(516,542)</u>
Fund Balances - Beginning	1,085,371	1,601,913
Fund Balances - Ending	<u>\$ 729,022</u>	<u>\$ 1,085,371</u>

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Nonmajor Governmental Funds

Special Revenue Funds

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

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

TSPLOST Fund - This fund is used to account for the discretionary portion of the Transportation Special District Local Option Sales and Use Tax proceeds and expenditures for transportation projects that are not capital projects.

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

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

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

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

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

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

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

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

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

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

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

Capital Projects Funds

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

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

SPLOST 2017 Fund - This fund is used to account for the City's share of the County one-percent Special Purpose Local Option Sales Tax in effect from July 1, 2017 to June 30, 2023.

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

CITY OF FITZGERALD, GEORGIA
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2018

	Special Revenue Funds								
	Police Technology	TSPLOST	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
ASSETS									
Cash and Cash Equivalents	\$ 5,079	\$ 103	\$ 6,159	\$ 28,647	\$ 48,307	\$ 30,892	\$ 12,443	\$ 95,609	\$ 294
Receivables (Net of Allowance for Uncollectibles)	--	25,502	95,711	36,857	4,493	--	--	--	--
Due From Other Funds	210	--	--	--	--	--	--	--	--
Due From Component Units	--	--	--	--	--	--	--	--	--
Other Current Assets	--	--	--	--	--	--	507	--	--
Total Assets	<u>\$ 5,289</u>	<u>\$ 25,605</u>	<u>\$ 101,870</u>	<u>\$ 65,504</u>	<u>\$ 52,800</u>	<u>\$ 30,892</u>	<u>\$ 12,950</u>	<u>\$ 95,609</u>	<u>\$ 294</u>
LIABILITIES									
Accounts Payable	--	--	--	643	947	7,606	4,191	257	--
Accrued Liabilities	--	--	--	--	--	--	1,074	470	--
Intergovernmental Payable	--	25,282	--	--	--	--	--	--	--
Due To Other Funds	--	220	--	7,639	--	--	382	330	--
Total Liabilities	<u>--</u>	<u>25,502</u>	<u>--</u>	<u>8,282</u>	<u>947</u>	<u>7,606</u>	<u>5,647</u>	<u>1,057</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable Revenue									
Property Taxes	--	--	--	--	--	--	--	--	--
Development and Redevelopment Property	--	--	95,711	36,857	--	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>95,711</u>	<u>36,857</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCES									
Restricted	5,289	103	--	--	51,853	--	--	--	--
Assigned	--	--	6,159	20,365	--	23,286	7,303	94,552	294
Total Fund Balances	<u>5,289</u>	<u>103</u>	<u>6,159</u>	<u>20,365</u>	<u>51,853</u>	<u>23,286</u>	<u>7,303</u>	<u>94,552</u>	<u>294</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,289</u>	<u>\$ 25,605</u>	<u>\$ 101,870</u>	<u>\$ 65,504</u>	<u>\$ 52,800</u>	<u>\$ 30,892</u>	<u>\$ 12,950</u>	<u>\$ 95,609</u>	<u>\$ 294</u>

					Capital Projects Funds				
Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	SPLOST 2011	SPLOST 2017	Civil War Heritage Trail	Total	Total Nonmajor Governmental Funds
\$ 9,894	\$ 301,710	\$ 16,804	\$ 6,958	\$ 562,899	\$ 1,118,798	\$ 276,523	\$ --	\$ 1,395,321	\$ 1,958,220
65	26,667	45,529	13,800	248,624	--	158,153	--	158,153	406,777
--	83,269	7,639	--	91,118	--	31,761	--	31,761	122,879
--	50,000	--	--	50,000	--	--	--	--	50,000
--	--	--	--	507	--	--	--	--	507
<u>\$ 9,959</u>	<u>\$ 461,646</u>	<u>\$ 69,972</u>	<u>\$ 20,758</u>	<u>\$ 953,148</u>	<u>\$ 1,118,798</u>	<u>\$ 466,437</u>	<u>\$ --</u>	<u>\$ 1,585,235</u>	<u>\$ 2,538,383</u>
--	70	1,529	--	15,243	12,600	26,249	--	38,849	54,092
--	--	--	549	2,093	--	--	--	--	2,093
--	11,321	--	--	36,603	--	--	--	--	36,603
--	--	--	20,000	28,571	31,761	--	--	31,761	60,332
--	11,391	1,529	20,549	82,510	44,361	26,249	--	70,610	153,120
--	20,219	--	--	20,219	--	--	--	--	20,219
--	--	45,529	--	178,097	--	--	--	--	178,097
--	20,219	45,529	--	198,316	--	--	--	--	198,316
--	--	--	--	57,245	1,074,437	440,188	--	1,514,625	1,571,870
9,959	430,036	22,914	209	615,077	--	--	--	--	615,077
<u>9,959</u>	<u>430,036</u>	<u>22,914</u>	<u>209</u>	<u>672,322</u>	<u>1,074,437</u>	<u>440,188</u>	<u>--</u>	<u>1,514,625</u>	<u>2,186,947</u>
<u>\$ 9,959</u>	<u>\$ 461,646</u>	<u>\$ 69,972</u>	<u>\$ 20,758</u>	<u>\$ 953,148</u>	<u>\$ 1,118,798</u>	<u>\$ 466,437</u>	<u>\$ --</u>	<u>\$ 1,585,235</u>	<u>\$ 2,538,383</u>

CITY OF FITZGERALD, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
December 31, 2018

	Special Revenue Funds								
	Police Technology	TSPLOST	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
REVENUES									
Taxes	\$ --	\$ 37,317	\$ --	\$ --	\$ 55,013	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--	--	--	38,850	45,460	--
Charges for Services	--	--	2,199	2,406	--	560	28,731	25,938	--
Fines and Forfeitures	3,590	--	--	--	--	--	--	--	--
Interest Revenue	--	3	3,497	2,096	136	78	33	--	4
Contributions and Donations	--	--	--	--	--	--	7,199	18,575	--
Miscellaneous	--	--	--	11,530	--	--	4,074	--	--
Total Revenues	<u>3,590</u>	<u>37,320</u>	<u>5,696</u>	<u>16,032</u>	<u>55,149</u>	<u>638</u>	<u>78,887</u>	<u>89,973</u>	<u>4</u>
EXPENDITURES									
Current									
Public Safety	4,695	--	--	--	--	--	122,577	--	--
Public Works	--	220	--	--	--	--	--	--	--
Health and Welfare	--	--	--	--	--	--	--	--	--
Housing and Development	--	--	1,865	10,444	26,968	49,446	--	78,908	--
Capital Outlay	2,817	--	--	--	9,975	1,754	27,055	--	1,818
Debt Service	--	--	--	--	--	--	--	--	--
Intergovernmental	--	36,997	--	--	--	--	--	--	--
Total Expenditures	<u>7,512</u>	<u>37,217</u>	<u>1,865</u>	<u>10,444</u>	<u>36,943</u>	<u>51,200</u>	<u>149,632</u>	<u>78,908</u>	<u>1,818</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,922)</u>	<u>103</u>	<u>3,831</u>	<u>5,588</u>	<u>18,206</u>	<u>(50,562)</u>	<u>(70,745)</u>	<u>11,065</u>	<u>(1,814)</u>
OTHER FINANCING SOURCES (USES)									
Transfers In	--	--	--	--	--	45,500	38,851	--	--
Transfers Out	--	--	--	--	(45,500)	--	--	--	--
Capital Leases	--	--	--	--	--	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(45,500)</u>	<u>45,500</u>	<u>38,851</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(3,922)</u>	<u>103</u>	<u>3,831</u>	<u>5,588</u>	<u>(27,294)</u>	<u>(5,062)</u>	<u>(31,894)</u>	<u>11,065</u>	<u>(1,814)</u>
Fund Balances - Beginning	9,211	--	2,328	14,777	79,147	28,348	39,197	83,487	2,108
Fund Balances - Ending	<u>\$ 5,289</u>	<u>\$ 103</u>	<u>\$ 6,159</u>	<u>\$ 20,365</u>	<u>\$ 51,853</u>	<u>\$ 23,286</u>	<u>\$ 7,303</u>	<u>\$ 94,552</u>	<u>\$ 294</u>

					Capital Projects Funds				Total Nonmajor Governmental Funds
Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	SPLOST 2011	SPLOST 2017	Civil War Heritage Trail	Total	
\$ --	\$ 143,677	\$ --	\$ --	\$ 236,007	\$ --	\$ --	\$ --	\$ --	\$ 236,007
--	--	--	50,886	135,196	--	1,043,084	--	1,043,084	1,178,280
--	--	10,476	--	70,310	--	--	--	--	70,310
--	--	--	--	3,590	--	--	--	--	3,590
239	913	1,374	--	8,373	10,137	876	10	11,023	19,396
--	--	--	--	25,774	--	--	--	--	25,774
--	--	12,494	--	28,098	--	--	--	--	28,098
<u>239</u>	<u>144,590</u>	<u>24,344</u>	<u>50,886</u>	<u>507,348</u>	<u>10,137</u>	<u>1,043,960</u>	<u>10</u>	<u>1,054,107</u>	<u>1,561,455</u>
--	--	--	--	127,272	--	--	--	--	127,272
--	--	--	--	220	--	--	--	--	220
--	--	--	51,442	51,442	--	--	--	--	51,442
--	148,113	18,393	--	334,137	669,682	326,435	--	996,117	1,330,254
19,500	50,358	--	--	113,277	164,886	356,042	--	520,928	634,205
--	--	--	--	--	146,090	162,038	--	308,128	308,128
--	--	--	--	36,997	--	--	--	--	36,997
<u>19,500</u>	<u>198,471</u>	<u>18,393</u>	<u>51,442</u>	<u>663,345</u>	<u>980,658</u>	<u>844,515</u>	<u>--</u>	<u>1,825,173</u>	<u>2,488,518</u>
<u>(19,261)</u>	<u>(53,881)</u>	<u>5,951</u>	<u>(556)</u>	<u>(155,997)</u>	<u>(970,521)</u>	<u>199,445</u>	<u>10</u>	<u>(771,066)</u>	<u>(927,063)</u>
--	--	--	--	84,351	--	--	--	--	84,351
(18,135)	(31,600)	--	--	(95,235)	--	--	(6,354)	(6,354)	(101,589)
--	--	--	--	--	--	234,635	--	234,635	234,635
<u>(18,135)</u>	<u>(31,600)</u>	<u>--</u>	<u>--</u>	<u>(10,884)</u>	<u>--</u>	<u>234,635</u>	<u>(6,354)</u>	<u>228,281</u>	<u>217,397</u>
(37,396)	(85,481)	5,951	(556)	(166,881)	(970,521)	434,080	(6,344)	(542,785)	(709,666)
47,355	515,517	16,963	765	839,203	2,044,958	6,108	6,344	2,057,410	2,896,613
<u>\$ 9,959</u>	<u>\$ 430,036</u>	<u>\$ 22,914</u>	<u>\$ 209</u>	<u>\$ 672,322</u>	<u>\$ 1,074,437</u>	<u>\$ 440,188</u>	<u>\$ --</u>	<u>\$ 1,514,625</u>	<u>\$ 2,186,947</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 5,079	\$ 9,001
Due From Other Funds		
General Fund	210	210
Total Assets	<u>\$ 5,289</u>	<u>\$ 9,211</u>
FUND BALANCES		
Restricted	\$ 5,289	\$ 9,211
Total Fund Balances	<u>\$ 5,289</u>	<u>\$ 9,211</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Fines and Forfeitures	\$ 3,590	\$ 2,910
Total Revenues	<u>3,590</u>	<u>2,910</u>
EXPENDITURES		
Current		
Public Safety	4,695	--
Capital Outlay	2,817	--
Total Expenditures	<u>7,512</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,922)</u>	<u>2,910</u>
Net Change in Fund Balances	(3,922)	2,910
Fund Balances - Beginning	9,211	6,301
Fund Balances - Ending	<u>\$ 5,289</u>	<u>\$ 9,211</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and Forfeitures	\$ 5,000	\$ 3,590	\$ (1,410)
Total Revenues	<u>5,000</u>	<u>3,590</u>	<u>(1,410)</u>
EXPENDITURES			
Current			
Public Safety	3,000	4,695	(1,695)
Capital Outlay	2,000	2,817	(817)
Total Expenditures	<u>5,000</u>	<u>7,512</u>	<u>(2,512)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(3,922)	(3,922)
Net Change in Fund Balances	--	(3,922)	(3,922)
Fund Balances - Beginning	9,211	9,211	--
Fund Balances - Ending	<u>\$ 9,211</u>	<u>\$ 5,289</u>	<u>\$ (3,922)</u>

CITY OF FITZGERALD, GEORGIA
TSPLOST Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 103	\$ --
Receivables		
Intergovernmental	25,502	--
Total Assets	<u>\$ 25,605</u>	<u>\$ --</u>
LIABILITIES		
Intergovernmental Payable	\$ 25,282	\$ --
Due To Other Funds		
General Fund	220	--
Total Liabilities	<u>25,502</u>	<u>--</u>
FUND BALANCES		
Restricted	103	--
Total Fund Balances	<u>103</u>	<u>--</u>
Total Liabilities and Fund Balances	<u>\$ 25,605</u>	<u>\$ --</u>

CITY OF FITZGERALD, GEORGIA
TSPLOST Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Taxes	\$ 37,317	\$ --
Interest Revenue	3	--
Total Revenues	<u>37,320</u>	<u>--</u>
EXPENDITURES		
Current		
Public Works	220	--
Intergovernmental	36,997	--
Total Expenditures	<u>37,217</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>103</u>	<u>--</u>
Net Change in Fund Balances	103	--
Fund Balances - Beginning	--	--
Fund Balances - Ending	<u>\$ 103</u>	<u>\$ --</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,159	\$ 2,328
Receivables		
Notes	95,711	97,910
Total Assets	<u>\$ 101,870</u>	<u>\$ 100,238</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	\$ 95,711	\$ 97,910
Total Deferred Inflows of Resources	<u>95,711</u>	<u>97,910</u>
FUND BALANCES		
Assigned	6,159	2,328
Total Fund Balances	<u>6,159</u>	<u>2,328</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 101,870</u>	<u>\$ 100,238</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	2018	2017
REVENUES		
Charges for Services	\$ 2,199	\$ 5,888
Interest Revenue	3,497	3,125
Total Revenues	<u>5,696</u>	<u>9,013</u>
EXPENDITURES		
Current		
Housing and Development	1,865	2,446
Total Expenditures	<u>1,865</u>	<u>2,446</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,831</u>	<u>6,567</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Community Development Special Revenue Fund	--	(3,700)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(3,700)</u>
Net Change in Fund Balances	3,831	2,867
Fund Balances - Beginning	2,328	(539)
Fund Balances - Ending	<u>\$ 6,159</u>	<u>\$ 2,328</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 5,000	\$ 2,199	\$ (2,801)
Interest Revenue	--	3,497	3,497
Total Revenues	<u>5,000</u>	<u>5,696</u>	<u>696</u>
EXPENDITURES			
Current			
Housing and Development	5,000	1,865	3,135
Total Expenditures	<u>5,000</u>	<u>1,865</u>	<u>3,135</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	3,831	3,831
Net Change in Fund Balances	--	3,831	3,831
Fund Balances - Beginning	2,328	2,328	--
Fund Balances - Ending	<u>\$ 2,328</u>	<u>\$ 6,159</u>	<u>\$ 3,831</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 28,647	\$ 23,839
Receivables		
Notes	36,857	37,913
Total Assets	<u>\$ 65,504</u>	<u>\$ 61,752</u>
LIABILITIES		
Accounts Payable	\$ 643	\$ --
Due To Other Funds		
General Fund	--	1,423
Community Development Special Revenue Fund	7,639	7,639
Total Liabilities	<u>8,282</u>	<u>9,062</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	36,857	37,913
Total Deferred Inflows of Resources	<u>36,857</u>	<u>37,913</u>
FUND BALANCES		
Assigned	20,365	14,777
Total Fund Balances	<u>20,365</u>	<u>14,777</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 65,504</u>	<u>\$ 61,752</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Charges for Services	\$ 2,406	\$ 1,334
Interest Revenue	2,096	2,315
Miscellaneous	11,530	12,393
Total Revenues	<u>16,032</u>	<u>16,042</u>
EXPENDITURES		
Current		
Housing and Development	10,444	12,856
Total Expenditures	<u>10,444</u>	<u>12,856</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,588</u>	<u>3,186</u>
Net Change in Fund Balances	5,588	3,186
Fund Balances - Beginning	14,777	11,591
Fund Balances - Ending	<u>\$ 20,365</u>	<u>\$ 14,777</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 4,000	\$ 2,406	\$ (1,594)
Interest Revenue	--	2,096	2,096
Miscellaneous	12,000	11,530	(470)
Total Revenues	<u>16,000</u>	<u>16,032</u>	<u>32</u>
EXPENDITURES			
Current			
Housing and Development	16,000	10,444	5,556
Total Expenditures	<u>16,000</u>	<u>10,444</u>	<u>5,556</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>--</u>	<u>5,588</u>	<u>5,588</u>
Net Change in Fund Balances	<u>--</u>	<u>5,588</u>	<u>5,588</u>
Fund Balances - Beginning	14,777	14,777	--
Fund Balances - Ending	<u>\$ 14,777</u>	<u>\$ 20,365</u>	<u>\$ 5,588</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 48,307	\$ 76,510
Receivables		
Taxes	4,493	2,748
Total Assets	<u>\$ 52,800</u>	<u>\$ 79,258</u>
LIABILITIES		
Accounts Payable	\$ 947	\$ 111
Total Liabilities	<u>947</u>	<u>111</u>
FUND BALANCES		
Restricted	51,853	79,147
Total Fund Balances	<u>51,853</u>	<u>79,147</u>
Total Liabilities and Fund Balances	<u>\$ 52,800</u>	<u>\$ 79,258</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	2018	2017
REVENUES		
Taxes	\$ 55,013	\$ 57,663
Interest Revenue	136	166
Total Revenues	<u>55,149</u>	<u>57,829</u>
EXPENDITURES		
Current		
Housing and Development	26,968	1,660
Capital Outlay	9,975	--
Total Expenditures	<u>36,943</u>	<u>1,660</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>18,206</u>	<u>56,169</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Tourism and Convention Special Revenue Fund	(45,500)	(42,000)
Total Other Financing Sources (Uses)	<u>(45,500)</u>	<u>(42,000)</u>
Net Change in Fund Balances	(27,294)	14,169
Fund Balances - Beginning	79,147	64,978
Fund Balances - Ending	<u>\$ 51,853</u>	<u>\$ 79,147</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	Budget	Actual	Variance
REVENUES			
Taxes	\$ 55,400	\$ 55,013	\$ (387)
Charges for Services	50	--	(50)
Interest Revenue	150	136	(14)
Total Revenues	<u>55,600</u>	<u>55,149</u>	<u>(451)</u>
EXPENDITURES			
Current			
Housing and Development	10,100	26,968	(16,868)
Capital Outlay	--	9,975	(9,975)
Total Expenditures	<u>10,100</u>	<u>36,943</u>	<u>(26,843)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>45,500</u>	<u>18,206</u>	<u>(27,294)</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Tourism and Convention Special Revenue Fund	(45,500)	(45,500)	--
Total Other Financing Sources (Uses)	<u>(45,500)</u>	<u>(45,500)</u>	<u>--</u>
Net Change in Fund Balances	--	(27,294)	(27,294)
Fund Balances - Beginning	79,147	79,147	--
Fund Balances - Ending	<u>\$ 79,147</u>	<u>\$ 51,853</u>	<u>\$ (27,294)</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 30,892	\$ 28,509
Total Assets	<u>\$ 30,892</u>	<u>\$ 28,509</u>
LIABILITIES		
Accounts Payable	\$ 7,606	\$ 161
Total Liabilities	<u>7,606</u>	<u>161</u>
FUND BALANCES		
Assigned	<u>23,286</u>	<u>28,348</u>
Total Fund Balances	<u>23,286</u>	<u>28,348</u>
Total Liabilities and Fund Balances	<u>\$ 30,892</u>	<u>\$ 28,509</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Charges for Services	\$ 560	\$ --
Interest Revenue	78	68
Total Revenues	<u>638</u>	<u>68</u>
EXPENDITURES		
Current		
Housing and Development	49,446	41,756
Capital Outlay	1,754	--
Total Expenditures	<u>51,200</u>	<u>41,756</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(50,562)</u>	<u>(41,688)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Hotel/Motel Tax Special Revenue Fund	45,500	42,000
Total Other Financing Sources (Uses)	<u>45,500</u>	<u>42,000</u>
Net Change in Fund Balances	(5,062)	312
Fund Balances - Beginning	28,348	28,036
Fund Balances - Ending	<u>\$ 23,286</u>	<u>\$ 28,348</u>

CITY OF FITZGERALD, GEORGIA

Tourism & Convention Special Revenue Fund

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

For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 200	\$ 560	\$ 360
Interest Revenue	50	78	28
Miscellaneous	50	--	(50)
Total Revenues	<u>300</u>	<u>638</u>	<u>338</u>
EXPENDITURES			
Current			
Housing and Development	45,800	49,446	(3,646)
Capital Outlay	--	1,754	(1,754)
Total Expenditures	<u>45,800</u>	<u>51,200</u>	<u>(5,400)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(45,500)</u>	<u>(50,562)</u>	<u>(5,062)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
Hotel/Motel Tax Special Revenue Fund	45,500	45,500	--
Total Other Financing Sources (Uses)	<u>45,500</u>	<u>45,500</u>	<u>--</u>
Net Change in Fund Balances	--	(5,062)	(5,062)
Fund Balances - Beginning	28,348	28,348	--
Fund Balances - Ending	<u>\$ 28,348</u>	<u>\$ 23,286</u>	<u>\$ (5,062)</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 12,443	\$ 40,859
Other Current Assets	507	542
Total Assets	<u>\$ 12,950</u>	<u>\$ 41,401</u>
LIABILITIES		
Accounts Payable	\$ 4,191	\$ 1,750
Accrued Liabilities	1,074	454
Due To Other Funds		
General Fund	382	--
Total Liabilities	<u>5,647</u>	<u>2,204</u>
FUND BALANCES		
Assigned	<u>7,303</u>	<u>39,197</u>
Total Fund Balances	<u>7,303</u>	<u>39,197</u>
Total Liabilities and Fund Balances	<u>\$ 12,950</u>	<u>\$ 41,401</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Intergovernmental	\$ 38,850	\$ 38,850
Charges for Services	28,731	15,359
Interest Revenue	33	43
Contributions and Donations	7,199	7,209
Miscellaneous	4,074	608
Total Revenues	<u>78,887</u>	<u>62,069</u>
EXPENDITURES		
Current		
Public Safety	122,577	94,083
Capital Outlay	27,055	3,748
Total Expenditures	<u>149,632</u>	<u>97,831</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(70,745)</u>	<u>(35,762)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	38,851	38,852
Total Other Financing Sources (Uses)	<u>38,851</u>	<u>38,852</u>
Net Change in Fund Balances	<u>(31,894)</u>	<u>3,090</u>
Fund Balances - Beginning	39,197	36,107
Fund Balances - Ending	<u>\$ 7,303</u>	<u>\$ 39,197</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 38,850	\$ 38,850	\$ --
Charges for Services	18,100	28,731	10,631
Interest Revenue	50	33	(17)
Contributions and Donations	4,500	7,199	2,699
Miscellaneous	450	4,074	3,624
Total Revenues	<u>61,950</u>	<u>78,887</u>	<u>16,937</u>
EXPENDITURES			
Current			
Public Safety	100,551	122,577	(22,026)
Capital Outlay	250	27,055	(26,805)
Total Expenditures	<u>100,801</u>	<u>149,632</u>	<u>(48,831)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(38,851)</u>	<u>(70,745)</u>	<u>(31,894)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	38,851	38,851	--
Total Other Financing Sources (Uses)	<u>38,851</u>	<u>38,851</u>	<u>--</u>
Net Change in Fund Balances	--	(31,894)	(31,894)
Fund Balances - Beginning	39,197	39,197	--
Fund Balances - Ending	<u>\$ 39,197</u>	<u>\$ 7,303</u>	<u>\$ (31,894)</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 95,609	\$ 84,159
Total Assets	<u>\$ 95,609</u>	<u>\$ 84,159</u>
LIABILITIES		
Accounts Payable	\$ 257	\$ 329
Accrued Liabilities	470	343
Due To Other Funds		
General Fund	330	--
Total Liabilities	<u>1,057</u>	<u>672</u>
FUND BALANCES		
Assigned	94,552	83,487
Total Liabilities and Fund Balances	<u>\$ 95,609</u>	<u>\$ 84,159</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Intergovernmental	\$ 45,460	\$ 46,360
Charges for Services	25,938	21,735
Contributions and Donations	18,575	15,062
Total Revenues	<u>89,973</u>	<u>83,157</u>
EXPENDITURES		
Current		
Housing and Development	78,908	68,337
Total Expenditures	<u>78,908</u>	<u>68,337</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,065</u>	<u>14,820</u>
Net Change in Fund Balances	11,065	14,820
Fund Balances - Beginning	83,487	68,667
Fund Balances - Ending	<u>\$ 94,552</u>	<u>\$ 83,487</u>

CITY OF FITZGERALD, GEORGIA

Monitor Enrichment Special Revenue Fund

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

For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 77,828	\$ 45,460	\$ (32,368)
Charges for Services	15,000	25,938	10,938
Contributions and Donations	12,000	18,575	6,575
Total Revenues	<u>104,828</u>	<u>89,973</u>	<u>(14,855)</u>
EXPENDITURES			
Current			
Housing and Development	104,828	78,908	25,920
Total Expenditures	<u>104,828</u>	<u>78,908</u>	<u>25,920</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	11,065	11,065
Net Change in Fund Balances	--	11,065	11,065
Fund Balances - Beginning	83,487	83,487	--
Fund Balances - Ending	<u>\$ 83,487</u>	<u>\$ 94,552</u>	<u>\$ 11,065</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 294	\$ 2,108
Total Assets	<u>\$ 294</u>	<u>\$ 2,108</u>
FUND BALANCES		
Assigned	\$ 294	\$ 2,108
Total Fund Balances	<u>\$ 294</u>	<u>\$ 2,108</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	2018	2017
REVENUES		
Interest Revenue	\$ 4	\$ 8
Total Revenues	<u>4</u>	<u>8</u>
EXPENDITURES		
Current		
Culture and Recreation	--	282
Capital Outlay	1,818	1,932
Total Expenditures	<u>1,818</u>	<u>2,214</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,814)</u>	<u>(2,206)</u>
Net Change in Fund Balances	(1,814)	(2,206)
Fund Balances - Beginning	2,108	4,314
Fund Balances - Ending	<u>\$ 294</u>	<u>\$ 2,108</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 10	\$ 4	\$ (6)
Total Revenues	<u>10</u>	<u>4</u>	<u>(6)</u>
EXPENDITURES			
Current			
Culture and Recreation	150	--	150
Capital Outlay	1,950	1,818	132
Total Expenditures	<u>2,100</u>	<u>1,818</u>	<u>282</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>(2,090)</u>	<u>(1,814)</u>	<u>276</u>
Net Change in Fund Balances	<u>(2,090)</u>	<u>(1,814)</u>	<u>276</u>
Fund Balances - Beginning	2,108	2,108	--
Fund Balances - Ending	<u>\$ 18</u>	<u>\$ 294</u>	<u>\$ 276</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 9,894	\$ 49,552
Receivables		
Interest	65	65
Total Assets	<u>\$ 9,959</u>	<u>\$ 49,617</u>
LIABILITIES		
Accounts Payable	\$ --	\$ 1,473
Due To Other Funds		
General Fund	--	789
Total Liabilities	<u>--</u>	<u>2,262</u>
FUND BALANCES		
Assigned	9,959	47,355
Total Fund Balances	<u>9,959</u>	<u>47,355</u>
Total Liabilities and Fund Balances	<u>\$ 9,959</u>	<u>\$ 49,617</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Interest Revenue	\$ 239	\$ 145
Total Revenues	<u>239</u>	<u>145</u>
EXPENDITURES		
Capital Outlay	19,500	9,302
Total Expenditures	<u>19,500</u>	<u>9,302</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(19,261)</u>	<u>(9,157)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	--	9,686
Transfers Out		
General Fund	(18,135)	--
Total Other Financing Sources (Uses)	<u>(18,135)</u>	<u>9,686</u>
Net Change in Fund Balances	<u>(37,396)</u>	<u>529</u>
Fund Balances - Beginning	47,355	46,826
Fund Balances - Ending	<u>\$ 9,959</u>	<u>\$ 47,355</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 160	\$ 239	\$ 79
Total Revenues	<u>160</u>	<u>239</u>	<u>79</u>
EXPENDITURES			
Capital Outlay	38,160	19,500	18,660
Total Expenditures	<u>38,160</u>	<u>19,500</u>	<u>18,660</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>(38,000)</u>	<u>(19,261)</u>	<u>18,739</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	4,000	--	(4,000)
Transfers Out			
General Fund	--	(18,135)	(18,135)
Total Other Financing Sources (Uses)	<u>4,000</u>	<u>(18,135)</u>	<u>(22,135)</u>
Net Change in Fund Balances	<u>(34,000)</u>	<u>(37,396)</u>	<u>(3,396)</u>
Fund Balances - Beginning	47,355	47,355	--
Fund Balances - Ending	<u>\$ 13,355</u>	<u>\$ 9,959</u>	<u>\$ (3,396)</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 301,710	\$ 126,070
Receivables (Net of Allowance for Uncollectibles)		
Interest	566	431
Taxes	26,101	28,323
Due From Other Funds		
General Fund	83,269	161,414
SPLOST 2017 Capital Projects Fund	--	175,000
Due From Component Units	50,000	50,000
Total Assets	<u>\$ 461,646</u>	<u>\$ 541,238</u>
LIABILITIES		
Accounts Payable	\$ 70	\$ --
Intergovernmental Payable	11,321	5,643
Total Liabilities	<u>11,391</u>	<u>5,643</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	20,219	20,078
Total Deferred Inflows of Resources	<u>20,219</u>	<u>20,078</u>
FUND BALANCES		
Assigned	430,036	515,517
Total Fund Balances	<u>430,036</u>	<u>515,517</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 461,646</u>	<u>\$ 541,238</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	2018	2017
REVENUES		
Taxes	\$ 143,677	\$ 137,919
Interest Revenue	913	1,243
Miscellaneous	--	50
Total Revenues	<u>144,590</u>	<u>139,212</u>
EXPENDITURES		
Current		
Housing and Development	148,113	122,593
Capital Outlay	50,358	--
Total Expenditures	<u>198,471</u>	<u>122,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(53,881)</u>	<u>16,619</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
General Fund	--	(87,294)
Airport Enterprise Fund	(31,600)	--
Total Other Financing Sources (Uses)	<u>(31,600)</u>	<u>(87,294)</u>
Net Change in Fund Balances	(85,481)	(70,675)
Fund Balances - Beginning	515,517	586,192
Fund Balances - Ending	<u>\$ 430,036</u>	<u>\$ 515,517</u>

CITY OF FITZGERALD, GEORGIA**Industrial Development & Promotion Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual****For the Year Ended December 31, 2018**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 120,000	\$ 143,677	\$ 23,677
Interest Revenue	2,050	913	(1,137)
Miscellaneous	50	--	(50)
Total Revenues	<u>122,100</u>	<u>144,590</u>	<u>22,490</u>
EXPENDITURES			
Current			
Housing and Development	227,000	148,113	78,887
Capital Outlay	--	50,358	(50,358)
Total Expenditures	<u>227,000</u>	<u>198,471</u>	<u>28,529</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(104,900)</u>	<u>(53,881)</u>	<u>51,019</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Airport Enterprise Fund	--	(31,600)	(31,600)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(31,600)</u>	<u>(31,600)</u>
Net Change in Fund Balances	<u>(104,900)</u>	<u>(85,481)</u>	<u>19,419</u>
Fund Balances - Beginning	515,517	515,517	--
Fund Balances - Ending	<u>\$ 410,617</u>	<u>\$ 430,036</u>	<u>\$ 19,419</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 16,804	\$ 9,631
Receivables		
Notes	45,529	49,920
Due From Other Funds		
NSP Program Special Revenue Fund	7,639	7,639
Total Assets	<u>\$ 69,972</u>	<u>\$ 67,190</u>
LIABILITIES		
Accounts Payable	\$ 1,529	\$ 215
Due To Other Funds		
General Fund	--	92
Total Liabilities	<u>1,529</u>	<u>307</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	45,529	49,920
Total Deferred Inflows of Resources	<u>45,529</u>	<u>49,920</u>
FUND BALANCES		
Assigned	22,914	16,963
Total Fund Balances	<u>22,914</u>	<u>16,963</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 69,972</u>	<u>\$ 67,190</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Charges for Services	\$ 10,476	\$ 5,855
Interest Revenue	1,374	1,082
Miscellaneous	12,494	10,192
Total Revenues	<u>24,344</u>	<u>17,129</u>
EXPENDITURES		
Current		
Housing and Development	18,393	11,360
Total Expenditures	<u>18,393</u>	<u>11,360</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,951</u>	<u>5,769</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Community Home Investment Special Revenue Fund	--	3,700
Total Other Financing Sources (Uses)	<u>--</u>	<u>3,700</u>
Net Change in Fund Balances	5,951	9,469
Fund Balances - Beginning	16,963	7,494
Fund Balances - Ending	<u>\$ 22,914</u>	<u>\$ 16,963</u>

CITY OF FITZGERALD, GEORGIA

Community Development Special Revenue Fund

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

For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 5,000	\$ 10,476	\$ 5,476
Interest Revenue	45	1,374	1,329
Miscellaneous	17,829	12,494	(5,335)
Total Revenues	<u>22,874</u>	<u>24,344</u>	<u>1,470</u>
EXPENDITURES			
Current			
Housing and Development	22,874	18,393	4,481
Total Expenditures	<u>22,874</u>	<u>18,393</u>	<u>4,481</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	5,951	5,951
Net Change in Fund Balances	--	5,951	5,951
Fund Balances - Beginning	16,963	16,963	--
Fund Balances - Ending	<u>\$ 16,963</u>	<u>\$ 22,914</u>	<u>\$ 5,951</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,958	\$ 2,146
Receivables		
Interest	--	11
Intergovernmental	13,800	12,467
Total Assets	<u>\$ 20,758</u>	<u>\$ 14,624</u>
LIABILITIES		
Accounts Payable	\$ --	\$ 96
Accrued Liabilities	549	457
Due To Other Funds		
General Fund	20,000	13,306
Total Liabilities	<u>20,549</u>	<u>13,859</u>
FUND BALANCES		
Assigned	209	765
Total Fund Balances	<u>209</u>	<u>765</u>
Total Liabilities and Fund Balances	<u>\$ 20,758</u>	<u>\$ 14,624</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	2018	2017
REVENUES		
Intergovernmental	\$ 50,886	\$ 47,186
Miscellaneous	--	63
Total Revenues	<u>50,886</u>	<u>47,249</u>
EXPENDITURES		
Current		
Health and Welfare	51,442	43,476
Total Expenditures	<u>51,442</u>	<u>43,476</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(556)</u>	<u>3,773</u>
Net Change in Fund Balances	(556)	3,773
Fund Balances - Beginning	765	(3,008)
Fund Balances - Ending	<u>\$ 209</u>	<u>\$ 765</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2018

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 50,000	\$ 50,886	\$ 886
Total Revenues	<u>50,000</u>	<u>50,886</u>	<u>886</u>
EXPENDITURES			
Current			
Health and Welfare	50,000	51,442	(1,442)
Total Expenditures	<u>50,000</u>	<u>51,442</u>	<u>(1,442)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(556)	(556)
Net Change in Fund Balances	--	(556)	(556)
Fund Balances - Beginning	765	765	--
Fund Balances - Ending	<u>\$ 765</u>	<u>\$ 209</u>	<u>\$ (556)</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2011 Capital Projects Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,118,798	\$ 2,044,958
Total Assets	<u>\$ 1,118,798</u>	<u>\$ 2,044,958</u>
LIABILITIES		
Accounts Payable	\$ 12,600	\$ --
Due To Other Funds		
SPLOST 2017 Capital Projects Fund	31,761	--
Total Liabilities	<u>44,361</u>	<u>--</u>
FUND BALANCES		
Restricted	1,074,437	2,044,958
Total Fund Balances	<u>1,074,437</u>	<u>2,044,958</u>
Total Liabilities and Fund Balances	<u>\$ 1,118,798</u>	<u>\$ 2,044,958</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2011 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Intergovernmental	\$ --	\$ 607,693
Interest Revenue	10,137	9,695
Total Revenues	<u>10,137</u>	<u>617,388</u>
EXPENDITURES		
Current		
Housing and Development	669,682	214,565
Capital Outlay	164,886	549,235
Debt Service	146,090	97,766
Total Expenditures	<u>980,658</u>	<u>861,566</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(970,521)</u>	<u>(244,178)</u>
Net Change in Fund Balances	(970,521)	(244,178)
Fund Balances - Beginning	2,044,958	2,289,136
Fund Balances - Ending	<u>\$ 1,074,437</u>	<u>\$ 2,044,958</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2017 Capital Projects Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 276,523	\$ 83,848
Receivables		
Intergovernmental	158,153	154,433
Due From Other Funds		
SPLOST 2011 Capital Projects Fund	31,761	--
Total Assets	<u>\$ 466,437</u>	<u>\$ 238,281</u>
LIABILITIES		
Accounts Payable	\$ 26,249	\$ 46,371
Due To Other Funds		
General Fund	--	402
Industrial Development and Promotion Special Revenue Fund	--	175,000
Landfill Enterprise Fund	--	10,400
Total Liabilities	<u>26,249</u>	<u>232,173</u>
FUND BALANCES		
Restricted	440,188	6,108
Total Fund Balances	<u>440,188</u>	<u>6,108</u>
Total Liabilities and Fund Balances	<u>\$ 466,437</u>	<u>\$ 238,281</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2017 Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Intergovernmental	\$ 1,043,084	\$ 442,838
Interest Revenue	876	152
Total Revenues	<u>1,043,960</u>	<u>442,990</u>
EXPENDITURES		
Current		
Housing and Development	326,435	31,643
Capital Outlay	356,042	836,982
Debt Service	162,038	92,745
Total Expenditures	<u>844,515</u>	<u>961,370</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>199,445</u>	<u>(518,380)</u>
OTHER FINANCING SOURCES (USES)		
Capital Leases	234,635	524,488
Total Other Financing Sources (Uses)	<u>234,635</u>	<u>524,488</u>
Net Change in Fund Balances	434,080	6,108
Fund Balances - Beginning	6,108	--
Fund Balances - Ending	<u>\$ 440,188</u>	<u>\$ 6,108</u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Balance Sheet
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ --	\$ 6,344
Total Assets	<u>\$ --</u>	<u>\$ 6,344</u>
FUND BALANCES		
Assigned	\$ --	\$ 6,344
Total Fund Balances	<u>\$ --</u>	<u>\$ 6,344</u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Intergovernmental	\$ --	\$ 328,443
Interest Revenue	10	40
Total Revenues	<u>10</u>	<u>328,483</u>
EXPENDITURES		
Capital Outlay	--	321,896
Total Expenditures	<u>--</u>	<u>321,896</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>10</u>	<u>6,587</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
General Fund	(6,354)	--
Total Other Financing Sources (Uses)	<u>(6,354)</u>	<u>--</u>
Net Change in Fund Balances	(6,344)	6,587
Fund Balances - Beginning	6,344	(243)
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 6,344</u>

Major Proprietary Funds

Enterprise Funds

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

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

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

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Net Position
December 31, 2018

	<u>2018</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 26,761,514
Receivables (Net of Allowance for Uncollectibles)	
Accounts	1,371,213
Inventories	718,174
Prepaid Items	183,260
Restricted Assets	
Cash and Cash Equivalents	603,808
Total Current Assets	<u>29,637,969</u>
Noncurrent Assets	
Notes Receivable	2,300,000
Capital Assets Not Being Depreciated	
Land	313,627
Capital Assets Net of Accumulated Depreciation	
Buildings and System	2,784,839
Water System and Equipment	21,541,913
Electric Distribution System	8,435,196
Gas Distribution System	2,815,081
Machinery and Equipment	3,292,371
Accumulated Depreciation	(24,732,695)
Total Capital Assets Net of Accumulated Depreciation	<u>14,450,332</u>
Total Noncurrent Assets	<u>16,750,332</u>
Total Assets	<u>46,388,301</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Charges	707,824
Pension	646,932
OPEB	125,815
Total Deferred Outflows of Resources	<u>1,480,571</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	1,859,431
Accrued Liabilities	55,616
Due To Other Funds	
General Fund	242,205
Customer Deposits	590,818
Compensated Absences	184,258
Total Current Liabilities	<u>2,932,328</u>
Noncurrent Liabilities	
Net Pension Liability	2,485,496
Other Post Employment Benefits Liability	3,185,219
Total Noncurrent Liabilities	<u>5,670,715</u>
Total Liabilities	<u>8,603,043</u>
DEFERRED INFLOWS OF RESOURCES	
Pension	391,729
OPEB	13,880
Total Deferred Inflows of Resources	<u>405,609</u>
NET POSITION	
Investment In Capital Assets	14,450,332
Unrestricted	24,409,888
Total Net Position	<u>\$ 38,860,220</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2018

	<u>2018</u>
OPERATING REVENUES	
Charges for Services	\$ 28,624,664
Other	1,777,105
Total Operating Revenues	<u>30,401,769</u>
OPERATING EXPENSES	
Personal Services and Employee Benefits	5,756,181
Purchased/Contracted Services	1,730,482
Supplies	19,670,530
Depreciation	818,125
Other	1,135,092
Total Operating Expenses	<u>29,110,410</u>
Operating Income (Loss)	<u>1,291,359</u>
NONOPERATING REVENUES (EXPENSES)	
Intergovernmental	96,972
Interest Revenue	139,069
Contribution from MEAG	459,993
Miscellaneous	47,361
Gain/Loss on Disposition of Capital Assets	283
Total Nonoperating Revenues (Expenses)	<u>743,678</u>
Income (Loss) Before Capital Contributions and Transfers	<u>2,035,037</u>
Transfers Out	
General Fund	<u>(1,651,180)</u>
Changes in Net Position	383,857
Net Position - Beginning as Restated	38,476,363
Net Position - Ending	<u><u>\$ 38,860,220</u></u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Year Ended December 31, 2018

	<u>2018</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers and Users	\$ 30,380,994
Payments to Suppliers	(22,590,269)
Payments to Employees	(5,688,831)
Net Cash Provided (Used) by Operating Activities	<u>2,101,894</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Contributions - MEAG	459,993
Transfers to Other Funds	
General Fund	(1,637,125)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(1,177,132)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and Construction of Capital Assets	(509,764)
Intergovernmental	96,972
Computer Charges	30,000
Proceeds from Sales of Capital Assets	658
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(382,134)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Notes Issued	--
Interest Received	139,069
Discounts Received	6,798
Other	10,563
Net Cash Provided (Used) by Investing Activities	<u>156,430</u>
Net Increase (Decrease) in Cash and Cash Equivalents	699,058
Cash and Cash Equivalents - Beginning of Year	26,666,264
Cash and Cash Equivalents - End of Year	<u><u>\$ 27,365,322</u></u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Year Ended December 31, 2018

	<u>2018</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating Income (Loss)	\$ 1,291,359
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities	
Depreciation Expense	818,125
(Increase) Decrease in Accounts Receivable	(34,320)
(Increase) Decrease in Inventories	22,316
(Increase) Decrease in Prepaid Items	18,631
(Increase) Decrease in Deferred Charges	(142,082)
(Increase) Decrease in Deferred Pension Outflows	(108,978)
(Increase) Decrease in Deferred OPEB Outflows	(125,815)
Increase (Decrease) in Accounts Payable	57,654
Increase (Decrease) in Accrued Liabilities	17,111
Increase (Decrease) in Compensated Absences Payable	25,772
Increase (Decrease) in Customer Deposits	13,545
Increase (Decrease) in Other Post Employment Benefits Obligation	270,511
Increase (Decrease) in Net Pension Liability	(232,349)
Increase (Decrease) in Deferred Pension Inflows	196,534
Increase (Decrease) in Deferred OPEB Inflows	13,880
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,101,894</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Net Position
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 952,495	\$ 927,913
Receivables (Net of Allowance for Uncollectibles)		
Accounts	111,182	97,147
Due From Other Funds		
General Fund	200,000	350,000
SPLOST 2017 Capital Projects Fund	--	10,400
Total Current Assets	<u>1,263,677</u>	<u>1,385,460</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	550,824	550,824
Capital Assets Net of Accumulated Depreciation		
Landfill	3,460,409	3,460,409
Machinery and Equipment	1,086,377	1,119,826
Accumulated Depreciation	<u>(4,322,196)</u>	<u>(4,316,000)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>775,414</u>	<u>815,059</u>
Total Noncurrent Assets	<u>775,414</u>	<u>815,059</u>
Total Assets	<u>2,039,091</u>	<u>2,200,519</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	73,928	68,176
Accrued Liabilities	2,379	1,698
Due To Other Funds		
General Fund	3,032	2,530
Closure and Post-Closure Care Costs	<u>26,000</u>	<u>26,000</u>
Total Current Liabilities	<u>105,339</u>	<u>98,404</u>
Noncurrent Liabilities		
Closure and Post-Closure Care Costs	<u>1,381,629</u>	<u>1,347,194</u>
Total Noncurrent Liabilities	<u>1,381,629</u>	<u>1,347,194</u>
Total Liabilities	<u>1,486,968</u>	<u>1,445,598</u>
NET POSITION		
Investment In Capital Assets	775,414	815,059
Unrestricted	<u>(223,291)</u>	<u>(60,138)</u>
Total Net Position	<u>\$ 552,123</u>	<u>\$ 754,921</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
OPERATING REVENUES		
Charges for Services	\$ 1,257,599	\$ 1,168,959
Other	22,541	85
Total Operating Revenues	<u>1,280,140</u>	<u>1,169,044</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	161,463	137,850
Purchased/Contracted Services	1,167,447	960,418
Supplies	92,270	84,445
Depreciation	43,145	43,073
Other	23,905	860
Total Operating Expenses	<u>1,488,230</u>	<u>1,226,646</u>
Operating Income (Loss)	<u>(208,090)</u>	<u>(57,602)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	4,792	3,539
Gain/Loss on Disposition of Capital Assets	1,000	--
Total Nonoperating Revenues (Expenses)	<u>5,792</u>	<u>3,539</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(202,298)</u>	<u>(54,063)</u>
Transfers Out		
General Fund	(500)	--
Changes in Net Position	<u>(202,798)</u>	<u>(54,063)</u>
Net Position - Beginning	754,921	808,984
Net Position - Ending	<u>\$ 552,123</u>	<u>\$ 754,921</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2018 and 2017

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 1,266,105	\$ 1,184,126
Payments to Suppliers	(1,243,435)	(1,026,664)
Payments to Employees	(160,782)	(137,171)
Net Cash Provided (Used) by Operating Activities	<u>(138,112)</u>	<u>20,291</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers to Other Funds		
General Fund	(500)	--
Due From Other Funds	160,400	(110,400)
Due To Other Funds	502	1,394
Net Cash Provided (Used) by Noncapital Financing Activities	<u>160,402</u>	<u>(109,006)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Capital Debt	1,000	--
Acquisition and Construction of Capital Assets	(3,500)	--
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,500)</u>	<u>--</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	4,792	3,539
Net Cash Provided (Used) by Investing Activities	<u>4,792</u>	<u>3,539</u>
Net Increase (Decrease) in Cash and Cash Equivalents	24,582	(85,176)
Cash and Cash Equivalents - Beginning of Year	927,913	1,013,089
Cash and Cash Equivalents - End of Year	<u>\$ 952,495</u>	<u>\$ 927,913</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (208,090)	\$ (57,602)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	43,145	43,073
(Increase) Decrease in Accounts Receivable	(14,035)	15,082
Increase (Decrease) in Accounts Payable	5,752	(3,036)
Increase (Decrease) in Accrued Liabilities	681	679
Increase (Decrease) in Closure and Postclosure Care Costs	34,435	22,095
Net Cash Provided (Used) by Operating Activities	<u>\$ (138,112)</u>	<u>\$ 20,291</u>

Nonmajor Proprietary Funds

Enterprise Funds

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

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

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

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Net Position
December 31, 2018

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 413,656	\$ 7,965	\$ 421,621
Receivables (Net of Allowance for Uncollectibles)	6,476	149,174	155,650
Inventories	15,827	--	15,827
Prepaid Items	2,990	--	2,990
Total Current Assets	<u>438,949</u>	<u>157,139</u>	<u>596,088</u>
Noncurrent Assets			
Notes Receivable	--	305,464	305,464
Capital Assets Not Being Depreciated	1,086,586	--	1,086,586
Capital Assets Net of Accumulated Depreciation	1,395,779	--	1,395,779
Total Noncurrent Assets	<u>2,482,365</u>	<u>305,464</u>	<u>2,787,829</u>
Total Assets	<u>2,921,314</u>	<u>462,603</u>	<u>3,383,917</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	12,907	--	12,907
Total Deferred Outflows of Resources	<u>12,907</u>	<u>--</u>	<u>12,907</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	1,043	--	1,043
Accrued Liabilities	1,219	--	1,219
Due To Other Funds	1,595	--	1,595
Total Current Liabilities	<u>3,857</u>	<u>--</u>	<u>3,857</u>
Noncurrent Liabilities			
Net Pension Liability	23,411	--	23,411
Total Noncurrent Liabilities	<u>23,411</u>	<u>--</u>	<u>23,411</u>
Total Liabilities	<u>27,268</u>	<u>--</u>	<u>27,268</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	7,923	--	7,923
Total Deferred Inflows of Resources	<u>7,923</u>	<u>--</u>	<u>7,923</u>
NET POSITION			
Investment In Capital Assets	2,482,365	--	2,482,365
Restricted	--	462,603	462,603
Unrestricted	416,665	--	416,665
Total Net Position	<u>\$ 2,899,030</u>	<u>\$ 462,603</u>	<u>\$ 3,361,633</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2018

	Enterprise Funds		
	Airport	EIP Revolving Loan	Total
OPERATING REVENUES			
Charges for Services	\$ 145,898	\$ 13,413	\$ 159,311
Other	26,006	--	26,006
Total Operating Revenues	<u>171,904</u>	<u>13,413</u>	<u>185,317</u>
OPERATING EXPENSES			
Personal Services and Employee Benefits	85,330	--	85,330
Purchased/Contracted Services	73,023	515	73,538
Supplies	82,593	--	82,593
Depreciation	123,177	--	123,177
Bad Debts	--	6,338	6,338
Total Operating Expenses	<u>364,123</u>	<u>6,853</u>	<u>370,976</u>
Operating Income (Loss)	<u>(192,219)</u>	<u>6,560</u>	<u>(185,659)</u>
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental	407,220	--	407,220
Interest Revenue	2,625	337	2,962
Interest Expense	(519)	--	(519)
Total Nonoperating Revenues (Expenses)	<u>409,326</u>	<u>337</u>	<u>409,663</u>
Income (Loss) Before Capital Contributions and Transfers	217,107	6,897	224,004
Transfers In	59,236	--	59,236
Changes in Net Position	<u>276,343</u>	<u>6,897</u>	<u>283,240</u>
Net Position - Beginning	2,622,687	455,706	3,078,393
Net Position - Ending	<u>\$ 2,899,030</u>	<u>\$ 462,603</u>	<u>\$ 3,361,633</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2018

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 171,405	\$ --	\$ 171,405
Principal Payments Received	--	33,155	33,155
Notes Issued	--	(130,000)	(130,000)
Interest Received	--	13,413	13,413
Payments to Suppliers	(164,654)	(515)	(165,169)
Payments to Employees	(91,861)	--	(91,861)
Net Cash Provided (Used) by Operating Activities	<u>(85,110)</u>	<u>(83,947)</u>	<u>(169,057)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental	18,127	--	18,127
Transfers from Other Funds	59,236	--	59,236
Net Cash Provided (Used) by Noncapital Financing Activities	<u>77,363</u>	<u>--</u>	<u>77,363</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(490,603)	--	(490,603)
Principal Paid on Capital Debt	(18,093)	--	(18,093)
Interest Paid on Capital Debt	(519)	--	(519)
Intergovernmental	504,220	--	504,220
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(4,995)</u>	<u>--</u>	<u>(4,995)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	544	337	881
Net Cash Provided (Used) by Investing Activities	<u>544</u>	<u>337</u>	<u>881</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(12,198)	(83,610)	(95,808)
Cash and Cash Equivalents - Beginning of Year	425,854	91,575	517,429
Cash and Cash Equivalents - End of Year	<u>\$ 413,656</u>	<u>\$ 7,965</u>	<u>\$ 421,621</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2018

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (192,219)	\$ 6,560	\$ (185,659)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	123,177	--	123,177
(Increase) Decrease in Accounts Receivable	(499)	--	(499)
(Increase) Decrease in Notes Receivable	--	(90,507)	(90,507)
(Increase) Decrease in Inventories	(7,130)	--	(7,130)
(Increase) Decrease in Prepaid Items	(15)	--	(15)
(Increase) Decrease in Deferred Pension Outflows	(3,355)	--	(3,355)
Increase (Decrease) in Accounts Payable	(3,291)	--	(3,291)
Increase (Decrease) in Accrued Liabilities	(364)	--	(364)
Increase (Decrease) in Due To Other Funds	1,398	--	1,398
Increase (Decrease) in Net Pension Liability	(7,508)	--	(7,508)
Increase (Decrease) in Deferred Pension Inflows	4,696	--	4,696
Net Cash Provided (Used) by Operating Activities	<u>\$ (85,110)</u>	<u>\$ (83,947)</u>	<u>\$ (169,057)</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Net Position
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 413,656	\$ 425,854
Receivables		
Interest	2,228	147
Accounts	4,248	3,749
Intergovernmental	--	115,127
Inventories	15,827	8,697
Prepaid Items	2,990	2,975
Total Current Assets	<u>438,949</u>	<u>556,549</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	289,245	289,245
Construction in Progress	797,341	456,973
Capital Assets Net of Accumulated Depreciation		
Airport Improvement Projects	4,701,801	4,701,801
Machinery and Equipment	241,407	209,807
Accumulated Depreciation	<u>(3,547,429)</u>	<u>(3,424,252)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>2,482,365</u>	<u>2,233,574</u>
Total Noncurrent Assets	<u>2,482,365</u>	<u>2,233,574</u>
Total Assets	<u>2,921,314</u>	<u>2,790,123</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	12,907	9,552
Total Deferred Outflows of Resources	<u>12,907</u>	<u>9,552</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	1,043	122,969
Accrued Liabilities	1,219	1,583
Due To Other Funds		
General Fund	1,595	197
Notes Payable - Current	--	18,093
Total Current Liabilities	<u>3,857</u>	<u>142,842</u>
Noncurrent Liabilities		
Net Pension Liability	23,411	30,919
Total Noncurrent Liabilities	<u>23,411</u>	<u>30,919</u>
Total Liabilities	<u>27,268</u>	<u>173,761</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	7,923	3,227
Total Deferred Inflows of Resources	<u>7,923</u>	<u>3,227</u>
NET POSITION		
Net Investment in Capital Assets	2,482,365	2,215,481
Unrestricted	416,665	407,206
Total Net Position	<u>\$ 2,899,030</u>	<u>\$ 2,622,687</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
OPERATING REVENUES		
Charges for Services	\$ 145,898	\$ 129,762
Other	26,006	150
Total Operating Revenues	<u>171,904</u>	<u>129,912</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	85,330	115,539
Purchased/Contracted Services	73,023	53,530
Supplies	82,593	63,748
Depreciation	123,177	138,309
Total Operating Expenses	<u>364,123</u>	<u>371,126</u>
Operating Income (Loss)	<u>(192,219)</u>	<u>(241,214)</u>
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	407,220	325,859
Interest Revenue	2,625	1,953
Interest Expense	(519)	(1,425)
Total Nonoperating Revenues (Expenses)	<u>409,326</u>	<u>326,387</u>
Income (Loss) Before Capital Contributions and Transfers	<u>217,107</u>	<u>85,173</u>
Transfers In		
General Fund	27,636	39,113
Industrial Development and Promotion Special Revenue Fund	31,600	--
Changes in Net Position	<u>276,343</u>	<u>124,286</u>
Net Position - Beginning	<u>2,622,687</u>	<u>2,498,401</u>
Net Position - Ending	<u>\$ 2,899,030</u>	<u>\$ 2,622,687</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 171,405	\$ 129,087
Payments to Suppliers	(164,654)	(100,150)
Payments to Employees	(91,861)	(109,082)
Net Cash Provided (Used) by Operating Activities	<u>(85,110)</u>	<u>(80,145)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental	18,127	19,557
Transfers from Other Funds		
General Fund	27,636	39,113
Industrial Development and Promotion Special Revenue Fund	31,600	--
Net Cash Provided (Used) by Noncapital Financing Activities	<u>77,363</u>	<u>58,670</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(490,603)	(223,751)
Principal Paid on Capital Debt	(18,093)	(19,058)
Interest Paid on Capital Debt	(519)	(1,425)
Intergovernmental	504,220	191,175
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(4,995)</u>	<u>(53,059)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	544	3,196
Net Cash Provided (Used) by Investing Activities	<u>544</u>	<u>3,196</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(12,198)	(71,338)
Cash and Cash Equivalents - Beginning of Year	425,854	497,192
Cash and Cash Equivalents - End of Year	<u>\$ 413,656</u>	<u>\$ 425,854</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (192,219)	\$ (241,214)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	123,177	138,309
(Increase) Decrease in Accounts Receivable	(499)	(825)
(Increase) Decrease in Inventories	(7,130)	16,071
(Increase) Decrease in Prepaid Items	(15)	--
(Increase) Decrease in Deferred Pension Outflows	(3,355)	5,915
Increase (Decrease) in Accounts Payable	(3,291)	981
Increase (Decrease) in Accrued Liabilities	(364)	869
Increase (Decrease) in Due To Other Funds	1,398	76
Increase (Decrease) in Net Pension Liability	(7,508)	(3,048)
Increase (Decrease) in Deferred Pension Inflows	4,696	2,721
Net Cash Provided (Used) by Operating Activities	<u>\$ (85,110)</u>	<u>\$ (80,145)</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES		
Purchase of Capital Assets on Account	\$ --	\$ 118,635

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Net Position
December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 7,965	\$ 91,575
Receivables (Net of Allowance for Uncollectibles)		
Notes	149,174	56,699
Total Current Assets	<u>157,139</u>	<u>148,274</u>
Noncurrent Assets		
Notes Receivable	<u>305,464</u>	<u>307,432</u>
Total Noncurrent Assets	<u>305,464</u>	<u>307,432</u>
Total Assets	<u>462,603</u>	<u>455,706</u>
NET POSITION		
Restricted	462,603	455,706
Total Net Position	<u>\$ 462,603</u>	<u>\$ 455,706</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
OPERATING REVENUES		
Interest	\$ 13,413	\$ 17,368
Total Operating Revenues	<u>13,413</u>	<u>17,368</u>
OPERATING EXPENSES		
Purchased/Contracted Services	515	--
Bad Debts	6,338	--
Total Operating Expenses	<u>6,853</u>	<u>--</u>
Operating Income (Loss)	<u>6,560</u>	<u>17,368</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	337	279
Total Nonoperating Revenues (Expenses)	<u>337</u>	<u>279</u>
Changes in Net Position	6,897	17,647
Net Position - Beginning	455,706	438,059
Net Position - Ending	<u>\$ 462,603</u>	<u>\$ 455,706</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Principal Payments Received	\$ 33,155	\$ 52,544
Notes Issued	(130,000)	--
Interest Received	13,413	17,368
Payments to Suppliers	(515)	--
Net Cash Provided (Used) by Operating Activities	<u>(83,947)</u>	<u>69,912</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	337	279
Net Cash Provided (Used) by Investing Activities	<u>337</u>	<u>279</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(83,610)	70,191
Cash and Cash Equivalents - Beginning of Year	91,575	21,384
Cash and Cash Equivalents - End of Year	<u>\$ 7,965</u>	<u>\$ 91,575</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 6,560	\$ 17,368
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
(Increase) Decrease in Notes Receivable	(90,507)	52,544
Net Cash Provided (Used) by Operating Activities	<u>\$ (83,947)</u>	<u>\$ 69,912</u>

SUPPLEMENTAL SCHEDULES

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Revenues
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
REVENUES		
Taxes		
Real Property	\$ 1,182,134	\$ 1,104,225
Personal Property	138,505	168,295
Real Estate Transfer (Intangible)	1,105	2,180
Franchise	144,960	155,537
General Sales and Use	1,004,784	973,031
Selective Sales and Use	159,540	163,194
Business		
Business and Occupation	100,473	106,538
Insurance Premium	650,379	603,067
Financial Institution	67,084	65,511
Penalties and Interest on Delinquent Taxes	12,140	12,507
	<u>3,461,104</u>	<u>3,354,085</u>
Licenses and Permits		
Non-Business	425	540
Regulatory	10,851	25,257
Penalties and Interest	928	968
	<u>12,204</u>	<u>26,765</u>
Intergovernmental	<u>316,402</u>	<u>202,232</u>
Charges for Services		
General Government	28,560	31,080
Public Safety	470,624	457,627
Public Works	1,261,270	1,234,615
Culture and Recreation	177,437	162,261
Other Charges for Services	74,361	68,542
	<u>2,012,252</u>	<u>1,954,125</u>
Fines and Forfeitures	<u>71,759</u>	<u>75,718</u>
Interest Revenue	<u>4,760</u>	<u>6,031</u>
Miscellaneous	<u>299,185</u>	<u>139,704</u>
Total Revenues	<u>\$ 6,177,666</u>	<u>\$ 5,758,660</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
EXPENDITURES		
Current		
General Government		
Legislative		
Personal Services and Employee Benefits	\$ 67,516	\$ 66,864
Purchased/Contracted Services	32,825	31,462
Supplies	399	617
Total Legislative	<u>100,740</u>	<u>98,943</u>
Executive		
Personal Services and Employee Benefits	212,501	206,507
Purchased/Contracted Services	37,826	18,230
Supplies	8,035	1,240
Total Executive	<u>258,362</u>	<u>225,977</u>
Elections		
Purchased/Contracted Services	22,877	35,333
Supplies	119	302
Total Elections	<u>22,996</u>	<u>35,635</u>
Financial Administration		
Personal Services and Employee Benefits	307,176	286,534
Purchased/Contracted Services	156,818	159,461
Supplies	20,470	19,467
Total Financial Administration	<u>484,464</u>	<u>465,462</u>
Government Buildings		
Purchased/Contracted Services	101,619	71,852
Supplies	3,367	5,742
Total Government Buildings	<u>104,986</u>	<u>77,594</u>
Total General Government	<u>971,548</u>	<u>903,611</u>
Judicial		
Municipal Court		
Personal Services and Employee Benefits	79,294	--
Purchased/Contracted Services	31,062	--
Supplies	1,451	--
Capital Outlay	1,805	--
Total Municipal Court	<u>113,612</u>	<u>--</u>
Total Judicial	<u>113,612</u>	<u>--</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Public Safety		
Police		
Personal Services and Employee Benefits	1,721,488	1,690,021
Purchased/Contracted Services	178,993	197,569
Supplies	116,542	104,445
Capital Outlay	10,744	6,531
Other Costs	36,852	34,150
Total Police	<u>2,064,619</u>	<u>2,032,716</u>
Custody of Prisoners		
Purchased/Contracted Services	30,170	19,425
Total Custody of Prisoners	<u>30,170</u>	<u>19,425</u>
Fire		
Personal Services and Employee Benefits	1,197,168	1,146,931
Purchased/Contracted Services	90,381	87,135
Supplies	29,992	24,800
Capital Outlay	1,579	2,429
Other Costs	--	3,321
Total Fire	<u>1,319,120</u>	<u>1,264,616</u>
Animal Control		
Personal Services and Employee Benefits	136,179	127,855
Purchased/Contracted Services	8,977	7,899
Supplies	16,518	11,412
Total Animal Control	<u>161,674</u>	<u>147,166</u>
Total Public Safety	<u>3,575,583</u>	<u>3,463,923</u>
Public Works		
Highways and Streets		
Personal Services and Employee Benefits	492,858	406,364
Purchased/Contracted Services	146,554	121,797
Supplies	78,648	52,999
Other Costs	1,411	3
Total Highways and Streets	<u>719,471</u>	<u>581,163</u>
Sanitation		
Personal Services and Employee Benefits	225,889	260,214
Purchased/Contracted Services	482,136	425,045
Supplies	113,140	95,772
Other Costs	9,924	3,365
Total Sanitation	<u>831,089</u>	<u>784,396</u>
Public Works Shop		
Personal Services and Employee Benefits	149,776	143,830
Purchased/Contracted Services	16,173	15,314
Supplies	21,975	20,250
Total Public Works Shop	<u>187,924</u>	<u>179,394</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Cemetery		
Personal Services and Employee Benefits	26,108	30,609
Purchased/Contracted Services	101,816	114,739
Supplies	1,822	1,953
Total Cemetery	<u>129,746</u>	<u>147,301</u>
Employee Safety Recognition		
Personal Services and Employee Benefits	2,209	--
Supplies	580	1,551
Total Employee Safety Recognition	<u>2,789</u>	<u>1,551</u>
Total Public Works	<u>1,871,019</u>	<u>1,693,805</u>
Culture and Recreation		
Recreation		
Personal Services and Employee Benefits	348,309	357,358
Purchased/Contracted Services	44,239	42,393
Supplies	64,208	76,256
Other Costs	125	2,325
Total Recreation	<u>456,881</u>	<u>478,332</u>
Participant Recreation		
Purchased/Contracted Services	16,916	16,511
Supplies	33,204	26,054
Total Participant Recreation	<u>50,120</u>	<u>42,565</u>
Swimming Pools		
Purchased/Contracted Services	4,533	5,699
Supplies	11,132	2,162
Total Swimming Pools	<u>15,665</u>	<u>7,861</u>
Sports Facilities		
Legion Park Facility	4,410	4,486
Monitor Facility	4,149	3,963
Ball Parks and Fields	17,611	10,675
Tennis Courts	378	964
Paulk Park Camp Site	440	914
Skeet Range	440	1,638
RV Park	408	474
Paulk Park Depot	2,704	2,308
Total Sports Facilities	<u>30,540</u>	<u>25,422</u>
Museums		
Personal Services and Employee Benefits	49,072	8,309
Purchased/Contracted Services	6,782	3,647
Supplies	221	251
Total Museums	<u>56,075</u>	<u>12,207</u>
The Federal Building		
Purchased/Contracted Services	311	--
Total The Federal Building	<u>311</u>	<u>--</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Grand Theatre		
Personal Services and Employee Benefits	123,411	102,009
Purchased/Contracted Services	29,881	23,680
Supplies	41,833	54,788
Other Costs	2,207	--
Total Grand Theatre	<u>197,332</u>	<u>180,477</u>
The Carnegie Center		
Purchased/Contracted Services	4,021	2,543
Supplies	--	20
Total The Carnegie Center	<u>4,021</u>	<u>2,563</u>
Parks		
Personal Services and Employee Benefits	164,850	132,403
Purchased/Contracted Services	20,959	20,916
Supplies	17,077	11,644
Capital Outlay	--	772
Other Costs	2,876	--
Total Parks	<u>205,762</u>	<u>165,735</u>
Library		
Other Costs	114,786	131,184
Total Library	<u>114,786</u>	<u>131,184</u>
Total Culture and Recreation	<u>1,131,493</u>	<u>1,046,346</u>
Housing and Development		
Building Inspections		
Personal Services and Employee Benefits	--	8,901
Purchased/Contracted Services	--	5,014
Supplies	--	271
Total Building Inspections	<u>--</u>	<u>14,186</u>
Urban Development and Housing		
Personal Services and Employee Benefits	99,779	94,728
Purchased/Contracted Services	37,087	43,437
Supplies	1,259	4,982
Total Urban Development and Housing	<u>138,125</u>	<u>143,147</u>
Code Enforcement		
Personal Services and Employee Benefits	53,782	48,984
Purchased/Contracted Services	8,093	6,570
Supplies	5,386	3,417
Other Costs	--	1,829
Total Code Enforcement	<u>67,261</u>	<u>60,800</u>
Economic Development		
Other Costs	--	1,003
Total Economic Development	<u>--</u>	<u>1,003</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Tourism		
Personal Services and Employee Benefits	100,632	126,163
Purchased/Contracted Services	10,186	6,234
Supplies	5,046	1,846
Total Tourism	<u>115,864</u>	<u>134,243</u>
Total Housing and Development	<u>321,250</u>	<u>353,379</u>
Capital Outlay	<u>379,056</u>	<u>230,251</u>
Debt Service	<u>67,602</u>	<u>134,435</u>
Total Expenditures	<u>\$ 8,431,163</u>	<u>\$ 7,825,750</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule of General Fund Distribution
For the Year Ended December 31, 2018

Annual Gross Income	<u>\$ 29,528,547</u>
Less	
Contract Electric Receipts (Connected Load Greater Than 900 KW)	5,115,088
Contract Natural Gas Receipts (Annual Consumption Greater Than 34,000 MCF)	2,747,787
Contract Water and Sewer Receipts	454,316
Rent	<u> --</u>
	<u>8,317,191</u>
Adjusted Gross Income	21,211,356
Add	
Other Receipts	
Computer Fees	30,000
Recovery of Old Accounts	(3,453)
Cash Overage (Shortage)	<u>(355)</u>
	<u>26,192</u>
Gross Income Subject to Transfer	<u><u>\$ 21,237,548</u></u>
8% of 21,237,548	\$ 1,699,004
Less: Adjustment	<u> --</u>
	<u><u>\$ 1,699,004</u></u>

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

CITY OF FITZGERALD, GEORGIA
Schedule of Hotel/Motel Taxes Expended
For the Year Ended December 31, 2018

Total Expenditures	
Tourism, Promotions, Conventions, Trade Shows, and Facility Support	\$ 82,443
	<u>82,443</u>
Taxes Collected	
Tax Collections @ 3%	33,008
Tax Collections Greater Than 3%	22,005
	<u>55,013</u>
Percentage of Current Year Taxes Expended	<u>150%</u>

CITY OF FITZGERALD, GEORGIA
Schedule of DHR Grants
For the Year Ended December 31, 2018

	93-181800029	93-181900029	40-0000064061	40-0000075400
Contract Number	93-181800029	93-181900029	40-0000064061	40-0000075400
Contract Period	7/1/17 - 6/30/18	7/1/18 - 6/30/19	10/1/17 - 9/30/18	10/1/18 - 9/30/19
Contract Amount	\$ 48,500	\$ 50,000	\$ 40,000	\$ 12,000
Revenues - DHR				
FYE 12/31/17	\$ 10,191	\$ --	\$ --	\$ --
FYE 12/31/18	38,309	11,243	40,000	--
	<u>48,500</u>	<u>11,243</u>	<u>40,000</u>	<u>--</u>
Expenditures				
FYE 12/31/17	22,658	--	--	--
FYE 12/31/18	25,842	25,043	40,000	--
	<u>48,500</u>	<u>25,043</u>	<u>40,000</u>	<u>--</u>
Due from DHR	\$ --	\$ 13,800	\$ --	\$ --

CITY OF FITZGERALD, GEORGIA
Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2018

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
Sales Tax Referendum 7/1/2011 - 6/30/2017						
Transportation Improvements	\$ 2,100,000	\$ 2,100,000	\$ 790,399	\$ 61,216	\$ 851,615	41%
City Hall Debt	1,500,000	1,500,000	1,492,133	--	1,492,133	99%
Capital Equipment	700,000	763,812	617,723	146,090	763,813	100%
Public Works	150,000	150,000	92,095	34,779	126,874	85%
Fire Museum; Fire and Rescue Vehicles and Equipment	75,000	75,000	--	33,000	33,000	44%
Jaycee Stadium Improvements	900,000	900,000	363,380	--	363,380	40%
Carnegie Center Improvements	100,000	100,000	--	3,830	3,830	4%
Cemetery Improvements	75,000	75,000	4,180	1,400	5,580	7%
City and County Joint Projects						
Downtown Development Authority	200,000	217,715	140,024	77,692	217,716	100%
Fitzgerald & Ben Hill County Development Authority	1,500,000	1,350,000	531,551	594,490	1,126,041	83%
Humane Society	25,000	25,000	--	21,731	21,731	87%
Grand Conference Center	100,000	250,000	229,669	6,430	236,099	94%
	<u>\$ 7,425,000</u>	<u>\$ 7,506,527</u>	<u>\$ 4,261,154</u>	<u>\$ 980,658</u>	<u>\$ 5,241,812</u>	
SPLOST 2011 Capital Projects Fund						
Total Expenditures				\$ 980,658		
Local Maintenance & Improvement Grant				--		
				<u>\$ 980,658</u>		
Sales Tax Referendum 7/1/2017 - 6/30/2023						
Economic Development - FBHDA	\$ 465,000	\$ 465,000	\$ 8,087	\$ 199,534	\$ 207,621	45%
DLS						
Jessamine Street Gym	125,000	125,000	--	--	--	0%
Lions Park Lighting	125,000	125,000	--	--	--	0%
Monitor Center	175,000	175,000	--	12,729	12,729	7%
Paulk Park Paving	25,000	25,000	--	--	--	0%
Campgrounds	30,000	30,000	--	--	--	0%
LED Lighting Upgrades	20,000	20,000	--	--	--	0%
Humane Society	50,000	50,000	--	10,082	10,082	20%
Library	37,500	37,500	--	--	--	0%
Economic Development - DDA	830,000	830,000	661	42,034	42,695	5%
Public Works	1,917,500	1,917,500	474	126,958	127,432	7%
Grand Theater	200,000	200,000	7,667	125,094	132,761	66%
Fire Department	850,000	850,000	94,605	151,014	245,619	29%
Depot Phase II	500,000	500,000	93,253	100,490	193,743	39%
Police Department	1,400,000	1,400,000	--	76,580	76,580	5%
	<u>\$ 6,750,000</u>	<u>\$ 6,750,000</u>	<u>\$ 204,747</u>	<u>\$ 844,515</u>	<u>\$ 1,049,262</u>	
SPLOST 2017 Capital Projects Fund						
Total Expenditures				\$ 844,515		
				<u>\$ 844,515</u>		

CITY OF FITZGERALD, GEORGIA
Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2018

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

	Prior Years Expenditures Previously Reported	Adjustments	
		Amounts Financed By Capital Leases	Prior Years Expenditures Restated
Sales Tax Referendum 7/1/2017 - 6/30/2023			
Economic Development - FBHDA	\$ 8,087	\$ --	\$ 8,087
DLS			
Jessamine Street Gym	--	--	--
Lions Park Lighting	--	--	--
Monitor Center	--	--	--
Paulk Park Paving	--	--	--
Campgrounds	--	--	--
LED Lighting Upgrades	--	--	--
Humane Society	--		
Library	--	--	--
Economic Development - DDA	661	--	661
Public Works	232,609	(232,135)	474
Grand Theater	7,667	--	7,667
Fire Department	94,605	--	94,605
Depot Phase II	93,253	--	93,253
Police Department	--	--	--
	<u>\$ 436,882</u>	<u>\$ (232,135)</u>	<u>\$ 204,747</u>

CITY OF FITZGERALD, GEORGIA
Schedule of OneGeorgia Grants
From Inception and for the Year Ended December 31, 2018

Grant # 18gq-009-5-4879
Street, Drainage, Water &
Sewer Improvements- Hwy
319 Business Park

	Authorization	Revised Authorization	Prior Years	Current Year	Total To Date
REVENUES					
OneGeorgia Authority Grant	\$ 500,000	\$ 500,000	\$ --	\$ 234,253	\$ 234,253
Total Revenues	<u>500,000</u>	<u>500,000</u>	<u>--</u>	<u>234,253</u>	<u>234,253</u>
EXPENDITURES					
Water	35,535	35,535	--	35,535	35,535
Sewer	141,090	141,090	--	141,090	141,090
Streets	211,399	211,399	--	4,500	4,500
Flood & Drainage	41,576	41,576	--	7,698	7,698
Professional Services	35,200	35,200	--	32,672	32,672
General (other)	35,200	35,200	--	12,758	12,758
Total Expenditures	<u>500,000</u>	<u>500,000</u>	<u>--</u>	<u>234,253</u>	<u>234,253</u>
Excess	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

MEEKS CPA, LLP

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

To The Honorable Mayor and Council
City of Fitzgerald, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Fitzgerald, Georgia, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise City of Fitzgerald, Georgia's basic financial statements, and have issued our report thereon dated December 31, 2019.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Fitzgerald, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2018-001 and 2018-002.

City of Fitzgerald, Georgia's Response to Findings

City of Fitzgerald, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. City of Fitzgerald, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

MEEKS CPA, LLP

Ocilla, Georgia
December 31, 2019

CITY OF FITZGERALD, GEORGIA
Schedule of Findings and Responses
For the Year Ended December 31, 2018

2018-001 Condition:

The Official Code of Georgia Annotated section 36-81-3(b) requires an annual balanced budget for the General fund, each special revenue fund, and each debt service fund and requires a project-length budget for each capital project fund. For the year ended December 31, 2018, the City did not adopt an annual budget for the TSPLOST special revenue fund.

Recommendation:

The City should adopt an annual balanced budget for the fund.

Views of Responsible Officials and Planned Corrective Action:

The City intends to adopt an annual balanced budget for all funds required by Georgia law.

2018-002 Condition:

The Official Code of Georgia Annotated section 48-8-121(a)(1) requires special purpose local option sales tax (SPLOST) proceeds to be kept in a separate account from other funds of the City and shall not in any manner be commingled with other funds of the City. During the fiscal year ended December 31, 2018, non-SPLOST revenues were deposited into the SPLOST bank account of the SPLOST 2017 Fund.

Recommendation:

The City should establish and utilize separate bank accounts for non-SPLOST sources of funding and prohibit commingling of SPLOST with non-SPLOST funds.

Views of Responsible Officials and Planned Corrective Action:

The City will keep the proceeds from SPLOST in accounts separate from other City resources and not commingle SPLOST with non-SPLOST funds prior to expenditure.

CITY OF FITZGERALD, GEORGIA
Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2018

Finding 2017-002: Cash Management

Condition: This finding was that the City did not have written procedures to implement the requirements of 2 CFR 200 concerning payment.

Recommendation: The auditors recommend that the City develop written procedures where required.

Current Status: The City has made efforts to develop procedures, but they are not completed.

Finding 2017-003: Allowable Costs and Costs Principles

Condition: This finding was that the City did not have written procedures for determining allowability of costs and the terms and conditions of the Federal award.

Recommendation: The auditors recommended that the City develop written procedures where required.

Current Status: The City has made efforts to develop procedures, but they are not completed.

Finding 2017-004: Procurement

Condition: This finding was that the City did not have written standards of conduct covering conflicts of interest and governing the actions of employees engaged in the selection, award, and administration of contracts.

Recommendation: The auditors recommend that the City develop written procedures where required.

Current Status: The City has made efforts to develop procedures, but they are not completed.

Finding 2017-005: Procurement

Condition: This finding was that the City did not have written procedures required by the Uniform Guidance for procurement standards.

Recommendation: The auditors recommend that the City develop written procedures where required.

Current Status: The City has made efforts to develop procedures, but they are not completed.