

CITY OF FITZGERALD, GEORGIA
Annual Financial Report
For The Fiscal Year Ended
December 31, 2014

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Annual Financial Report
For the Fiscal Year Ended December 31, 2014

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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, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is 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, 2014, and the respective changes

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

Other Matters

Required Supplementary Information

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

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2015, 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
June 30, 2015

BASIC FINANCIAL STATEMENTS

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
December 31, 2014

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Primary Government	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
ASSETS					
Cash and Cash Equivalents	\$ 4,498,701	\$ 24,762,553	\$ 29,261,254	\$ 8,719	\$ 793,537
Receivables (Net of Allowance for Uncollectibles)	816,250	1,750,788	2,567,038	--	222,591
Internal Balances	165,466	(165,466)	--	--	--
Due from Component Units	50,000	--	50,000	--	--
Inventories	--	724,494	724,494	--	--
Property Held for Resale	1,250,394	--	1,250,394	--	5,659,959
Prepaid Items	71,629	200,018	271,647	--	--
Restricted Assets	--	521,114	521,114	--	--
Capital Assets Not Being Depreciated	1,472,929	1,120,217	2,593,146	25,072	760,303
Capital Assets Net of Accumulated Depreciation	35,033,400	18,222,581	53,255,981	267,997	22,893
Total Assets	43,358,769	47,136,299	90,495,068	301,788	7,459,283
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charges	--	948,796	948,796	--	--
Total Deferred Outflows of Resources	--	948,796	948,796	--	--
LIABILITIES					
Accounts Payable	192,202	2,174,747	2,366,949	3,075	3,026
Accrued Liabilities	124,775	47,458	172,233	--	--
Intergovernmental Payable	6,907	--	6,907	--	--
Other Current Liabilities	24,793	--	24,793	--	--
Due to Primary Government	--	--	--	50,000	--
Customer Deposits	--	511,402	511,402	--	--
Unearned Revenue	--	--	--	--	21,600
Noncurrent Liabilities					
Due Within One Year	401,520	186,459	587,979	20,395	97,079
Due in More Than One Year	585,317	2,406,754	2,992,071	30,155	840,233
Total Liabilities	1,335,514	5,326,820	6,662,334	103,625	961,938
NET POSITION					
Net Investment in Capital Assets	35,519,492	19,270,270	54,789,762	242,519	783,196
Restricted For					
Public Safety	5,464	--	5,464	--	--
Capital Outlay	2,476,693	--	2,476,693	--	--
Revolving Loan Program	--	425,439	425,439	--	--
Unrestricted	4,021,606	23,062,566	27,084,172	(44,356)	5,714,149
Total Net Position	\$ 42,023,255	\$ 42,758,275	\$ 84,781,530	\$ 198,163	\$ 6,497,345

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

CITY OF FITZGERALD, GEORGIA
Statement of Activities
For the Year Ended December 31, 2014

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION				
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government			Component Units	
					Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Fitzgerald & Ben Hill Development Authority
Primary Government									
Governmental Activities									
General Government	\$ 807,212	\$ 28,652	\$ --	\$ 232,606	\$ (545,954)	\$ --	\$ (545,954)		
Judicial	--	149,774	--	--	149,774	--	149,774		
Public Safety	3,344,775	493,446	12,910	37,517	(2,800,902)	--	(2,800,902)		
Public Works	3,071,025	1,397,463	--	619,017	(1,054,545)	--	(1,054,545)		
Health and Welfare	45,718	--	140,208	--	94,490	--	94,490		
Culture and Recreation	1,049,711	214,305	257,006	156,160	(422,240)	--	(422,240)		
Housing and Development	852,166	111,862	--	241,049	(499,255)	--	(499,255)		
Interest on Long-Term Debt	40,518	--	--	--	(40,518)	--	(40,518)		
Total Governmental Activities	9,211,125	2,395,502	410,124	1,286,349	(5,119,150)	--	(5,119,150)		
Business-Type Activities									
Electric	22,132,872	25,374,972	1,018,734	--	--	4,260,834	4,260,834		
Gas	6,781,526	6,617,360	--	--	--	(164,166)	(164,166)		
Water	1,096,815	1,513,010	--	--	--	416,195	416,195		
Sewer	1,115,201	1,054,942	--	--	--	(60,259)	(60,259)		
Landfill	965,204	879,418	--	--	--	(85,786)	(85,786)		
Airport	323,351	148,186	24,854	83,575	--	(66,736)	(66,736)		
EIP Revolving Loan	--	15,919	--	--	--	15,919	15,919		
Total Business-Type Activities	32,414,969	35,603,807	1,043,588	83,575	--	4,316,001	4,316,001		
Total Primary Government	\$ 41,626,094	\$ 37,999,309	\$ 1,453,712	\$ 1,369,924	(5,119,150)	4,316,001	(803,149)		
Component Units									
Downtown Development Authority	\$ 99,543	\$ --	\$ 5,664	\$ 21,859				\$ (72,020)	\$ --
Fitzgerald & Ben Hill Development Authority	893,065	107,450	102,256	1,064				--	(682,295)
Total Component Units	\$ 992,608	\$ 107,450	\$ 107,920	\$ 22,923				(72,020)	(682,295)
General Revenues									
Taxes									
Property					1,403,448	--	1,403,448	--	--
Franchise					156,394	--	156,394	--	--
General Sales and Use					1,063,761	--	1,063,761	--	--
Selective Sales and Use					227,306	--	227,306	--	--
Business					665,308	--	665,308	--	--
Penalties and Interest on Delinquent Taxes					20,390	--	20,390	--	--
Federal Government Payments in Lieu of Taxes					25,643	--	25,643	--	--
Investment Income					13,823	24,617	38,440	26	10,673
Miscellaneous					99,956	46,281	146,237	9,550	2,624
Gain on Disposition of Capital Assets					2,250	10,691	12,941	42,696	--
Transfers					1,674,389	(1,674,389)	--	--	--
Total General Revenues and Transfers					5,352,668	(1,592,800)	3,759,868	52,272	13,297
Changes in Net Position					233,518	2,723,201	2,956,719	(19,748)	(668,998)
Net Position - Beginning					41,789,737	40,035,074	81,824,811	217,911	7,166,343
Net Position - Ending					\$ 42,023,255	\$ 42,758,275	\$ 84,781,530	\$ 198,163	\$ 6,497,345

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

CITY OF FITZGERALD, GEORGIA

**Balance Sheet
Governmental Funds
December 31, 2014**

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,304,260	\$ 3,194,441	\$ 4,498,701
Receivables (Net of Allowance for Uncollectibles)	391,831	424,419	816,250
Due from Other Funds	254,829	87,251	342,080
Due from Component Units	--	50,000	50,000
Total Assets	<u>\$ 1,950,920</u>	<u>\$ 3,756,111</u>	<u>\$ 5,707,031</u>
LIABILITIES			
Accounts Payable	\$ 142,667	\$ 49,535	\$ 192,202
Accrued Liabilities	124,470	305	124,775
Intergovernmental Payable	--	6,907	6,907
Due to Other Funds	155,962	20,652	176,614
Other Current Liabilities	24,793	--	24,793
Total Liabilities	<u>447,892</u>	<u>77,399</u>	<u>525,291</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue			
Property Taxes	164,669	19,023	183,692
Development and Redevelopment Property	--	193,656	193,656
Total Deferred Inflows of Resources	<u>164,669</u>	<u>212,679</u>	<u>377,348</u>
FUND BALANCES			
Restricted	--	2,482,157	2,482,157
Assigned	--	983,876	983,876
Unassigned	1,338,359	--	1,338,359
Total Fund Balances	<u>1,338,359</u>	<u>3,466,033</u>	<u>4,804,392</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,950,920</u>	<u>\$ 3,756,111</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		36,506,329
Properties held for resale are not financial resources and, therefore are not reported in the funds.		1,250,394
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		377,348
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as expenditures in the funds.		71,629
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Capital Leases	\$ (463,304)	
Installment Sale Agreement	(523,533)	
Total Long-term liabilities		(986,837)
Net Position of Governmental Activities		<u>\$ 42,023,255</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, 2014

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes	\$ 3,462,142	\$ 204,500	\$ 3,666,642
Licenses and Permits	19,138	--	19,138
Intergovernmental	307,911	1,379,902	1,687,813
Charges for Services	1,978,882	110,674	2,089,556
Fines and Forfeitures	144,197	5,577	149,774
Interest Revenue	4,633	18,406	23,039
Contributions and Donations	--	25,087	25,087
Miscellaneous	223,252	17,131	240,383
Total Revenues	<u>6,140,155</u>	<u>1,761,277</u>	<u>7,901,432</u>
EXPENDITURES			
Current			
General Government	719,712	--	719,712
Public Safety	3,075,844	96,466	3,172,310
Public Works	1,766,280	--	1,766,280
Health and Welfare	--	45,551	45,551
Culture and Recreation	981,046	4,403	985,449
Housing and Development	381,253	310,173	691,426
Capital Outlay	166,046	453,748	619,794
Debt Service	70,661	423,401	494,062
Total Expenditures	<u>7,160,842</u>	<u>1,333,742</u>	<u>8,494,584</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,020,687)</u>	<u>427,535</u>	<u>(593,152)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	1,711,671	95,052	1,806,723
Transfers Out	(98,534)	(33,800)	(132,334)
Proceeds of Capital Asset Dispositions	750	1,500	2,250
Capital Leases	--	235,000	235,000
Total Other Financing Sources (Uses)	<u>1,613,887</u>	<u>297,752</u>	<u>1,911,639</u>
Net Change in Fund Balances	593,200	725,287	1,318,487
Fund Balances - Beginning	745,159	2,740,746	3,485,905
Fund Balances - Ending	<u>\$ 1,338,359</u>	<u>\$ 3,466,033</u>	<u>\$ 4,804,392</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, 2014

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

Net change in fund balances - total governmental funds reported in the <i>Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds</i>	\$ 1,318,487
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	498,054
Depreciation Expense	<u>(1,521,388)</u>
	<u>(1,023,334)</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	(6,850)
Accumulated Depreciation	<u>6,850</u>
	<u>--</u>
Governmental funds report the cost of property held for resale as expenditures. However, in the Statement of Activities the cost of those assets is recognized as an expense when the property is sold.	
	<u>(148,593)</u>
Revenues in the <i>Statement of Activities</i> that do not provide current financial resources are not reported as revenues in the funds while revenues reported in the <i>Statement of Revenues, Expenditures and Changes in Fund Balances</i> are recognized as revenue of the previous period in the <i>Statement of Activities</i> and included in beginning net position.	
Taxes	(130,035)
Proceeds of Capital Asset Dispositions	<u>(3,393)</u>
	<u>(133,428)</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 issuance costs, 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	(235,000)
Principal Repayments	
Capital Leases	203,466
Installment Sale Agreement	<u>250,078</u>
	<u>218,544</u>
Expenses reported in the <i>Statement of Activities</i> that do not require the use of current financial resources are not reported as expenditures in governmental funds while expenditures reported in the <i>Statement of Revenues, Expenditures and Changes in Fund Balances</i> are recognized as expenses of the previous period in the <i>Statement of Activities</i> and included in beginning net position.	
Prepaid Items	<u>1,842</u>
	<u>1,842</u>
Change in net position of governmental activities reported in the <i>Statement of Activities</i>	<u>\$ 233,518</u>

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

CITY OF FITZGERALD, GEORGIA
Statement of Net Position
Proprietary Funds
December 31, 2014

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 23,133,288	\$ 996,321	\$ 632,944	\$ 24,762,553
Receivables (Net of Allowance for Uncollectibles)	1,343,097	92,451	44,373	1,479,921
Due from Other Funds	--	75,000	--	75,000
Inventories	699,888	--	24,606	724,494
Prepaid Items	200,018	--	--	200,018
Restricted Assets	521,114	--	--	521,114
Total Current Assets	<u>25,897,405</u>	<u>1,163,772</u>	<u>701,923</u>	<u>27,763,100</u>
Noncurrent Assets				
Notes Receivable	--	--	270,867	270,867
Capital Assets Not Being Depreciated	266,790	550,824	302,603	1,120,217
Capital Assets Net of Accumulated Depreciation	15,939,353	380,514	1,902,714	18,222,581
Total Noncurrent Assets	<u>16,206,143</u>	<u>931,338</u>	<u>2,476,184</u>	<u>19,613,665</u>
Total Assets	<u>42,103,548</u>	<u>2,095,110</u>	<u>3,178,107</u>	<u>47,376,765</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charges	948,796	--	--	948,796
Total Deferred Outflows of Resources	<u>948,796</u>	<u>--</u>	<u>--</u>	<u>948,796</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	2,117,400	55,686	1,661	2,174,747
Accrued Liabilities	47,053	236	169	47,458
Due to Other Funds	239,038	1,303	125	240,466
Customer Deposits	511,402	--	--	511,402
Compensated Absences	147,211	--	--	147,211
Notes Payable - Current	--	--	17,248	17,248
Closure and Post-Closure Care Costs	--	22,000	--	22,000
Total Current Liabilities	<u>3,062,104</u>	<u>79,225</u>	<u>19,203</u>	<u>3,160,532</u>
Noncurrent Liabilities				
Other Post Employment Benefits Obligation	1,022,375	--	--	1,022,375
Notes Payable	--	--	55,280	55,280
Closure and Post-Closure Care Costs	--	1,329,099	--	1,329,099
Total Noncurrent Liabilities	<u>1,022,375</u>	<u>1,329,099</u>	<u>55,280</u>	<u>2,406,754</u>
Total Liabilities	<u>4,084,479</u>	<u>1,408,324</u>	<u>74,483</u>	<u>5,567,286</u>
NET POSITION				
Net Investment in Capital Assets	16,206,143	931,338	2,132,789	19,270,270
Restricted For				
Revolving Loan Program	--	--	425,439	425,439
Unrestricted	22,761,722	(244,552)	545,396	23,062,566
Total Net Position	<u>\$ 38,967,865</u>	<u>\$ 686,786</u>	<u>\$ 3,103,624</u>	<u>\$ 42,758,275</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, 2014

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
OPERATING REVENUES				
Charges for Services	\$ 32,822,482	\$ 879,418	\$ 163,705	\$ 33,865,605
Other	1,737,801	--	400	1,738,201
Total Operating Revenues	<u>34,560,283</u>	<u>879,418</u>	<u>164,105</u>	<u>35,603,806</u>
OPERATING EXPENSES				
Personal Services and Employee Benefits	5,191,197	117,991	69,491	5,378,679
Purchased/Contracted Services	1,332,650	756,368	39,827	2,128,845
Supplies	22,372,010	54,459	73,778	22,500,247
Other	1,368,306	2,785	--	1,371,091
Depreciation	862,250	33,601	135,088	1,030,939
Total Operating Expenses	<u>31,126,413</u>	<u>965,204</u>	<u>318,184</u>	<u>32,409,801</u>
Operating Income (Loss)	<u>3,433,870</u>	<u>(85,786)</u>	<u>(154,079)</u>	<u>3,194,005</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental	--	--	108,429	108,429
Interest Revenue	17,651	4,641	2,325	24,617
Contribution from MEAG	1,018,734	--	--	1,018,734
Miscellaneous	46,281	--	--	46,281
Interest Expense	--	--	(5,167)	(5,167)
Gain/Loss on Disposition of Capital Assets	10,691	--	--	10,691
Total Nonoperating Revenues (Expenses)	<u>1,093,357</u>	<u>4,641</u>	<u>105,587</u>	<u>1,203,585</u>
Income (Loss) Before Capital Contributions and Transfers	<u>4,527,227</u>	<u>(81,145)</u>	<u>(48,492)</u>	<u>4,397,590</u>
Transfers In	--	--	37,282	37,282
Transfers Out	(1,711,671)	--	--	(1,711,671)
Changes in Net Position	<u>2,815,556</u>	<u>(81,145)</u>	<u>(11,210)</u>	<u>2,723,201</u>
Net Position - Beginning	36,152,309	767,931	3,114,834	40,035,074
Net Position - Ending	<u>\$ 38,967,865</u>	<u>\$ 686,786</u>	<u>\$ 3,103,624</u>	<u>\$ 42,758,275</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, 2014

	Business-type Activities - Enterprise Funds			
	Utility	Landfill	Other Enterprise Funds	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 34,197,984	\$ 854,680	\$ 197,446	\$ 35,250,110
Payments to Suppliers	(25,074,975)	(807,447)	(112,217)	(25,994,639)
Payments to Employees	(4,920,681)	(121,046)	(71,497)	(5,113,224)
Net Cash Provided (Used) by Operating Activities	4,202,328	(73,813)	13,732	4,142,247
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental	--	--	24,854	24,854
Contributions - MEAG	1,018,734	--	--	1,018,734
Transfers from Other Funds	--	--	37,282	37,282
Transfers to Other Funds	(1,706,293)	--	--	(1,706,293)
Net Cash Provided (Used) by Noncapital Financing Activities	(687,559)	--	62,136	(625,423)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(308,879)	(101,234)	(67,060)	(477,173)
Principal Paid on Capital Debt	--	--	(13,958)	(13,958)
Interest Paid on Capital Debt	--	--	(5,167)	(5,167)
Grants	--	--	83,575	83,575
Computer Charges	25,500	--	--	25,500
Proceeds from Sales of Capital Assets	12,226	--	--	12,226
Net Cash Provided (Used) by Capital and Related Financing Activities	(271,153)	(101,234)	(2,610)	(374,997)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	17,651	4,641	2,335	24,627
Discounts Received	7,819	--	--	7,819
Other	12,962	--	--	12,962
Net Cash Provided (Used) by Investing Activities	38,432	4,641	2,335	45,408
Net Increase (Decrease) in Cash and Cash Equivalents	3,282,048	(170,406)	75,593	3,187,235
Cash and Cash Equivalents - Beginning of Year	20,372,354	1,166,727	557,351	22,096,432
Cash and Cash Equivalents - End of Year	\$ 23,654,402	\$ 996,321	\$ 632,944	\$ 25,283,667

CITY OF FITZGERALD, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014

	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)	\$ 3,433,870	\$ (85,786)	\$ (154,079)	\$ 3,194,005
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	862,250	33,601	135,088	1,030,939
Provision for Bad Debts	162,896	--	--	162,896
(Increase) Decrease in Accounts Receivable	(372,489)	(24,738)	2,937	(394,290)
(Increase) Decrease in Notes Receivable	--	--	30,404	30,404
(Increase) Decrease in Inventories	90,259	--	913	91,172
(Increase) Decrease in Prepaid Items	94,425	--	--	94,425
(Increase) Decrease in Deferred Charges	(254,830)	--	--	(254,830)
Increase (Decrease) in Accounts Payable	(21)	7,044	533	7,556
Increase (Decrease) in Accrued Liabilities	16,018	(3,055)	(2,006)	10,957
Increase (Decrease) in Compensated Absences Payable	7,483	--	--	7,483
Increase (Decrease) in Due to Other Funds	--	(879)	(58)	(937)
Increase (Decrease) in Customer Deposits	10,189	--	--	10,189
Increase (Decrease) in Other Post Employment Benefits Obligation	152,278	--	--	152,278
Net Cash Provided (Used) by Operating Activities	<u>\$ 4,202,328</u>	<u>\$ (73,813)</u>	<u>\$ 13,732</u>	<u>\$ 4,142,247</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 and Ben Hill County Development Authority was created to enhance the economic development of the area by pursuing and assisting new industries in locating or relocating in the City or County. The City's Mayor serves on the five member Authority board and one other member is appointed by the City Council. However, the City is financially accountable for the Authority because the City's council approves the Authority's budget, levies taxes (if necessary), and must approve any debt issuances. The Authority did not issue separate financial statements.

B. Government-Wide Financial Statements

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

C. Basis of Presentation – Government-wide Financial Statements

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

D. Basis of Presentation – Fund Financial Statements

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

The City reports the following major governmental funds:

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

The City reports the following major proprietary funds:

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

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

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

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

E. Measurement Focus and Basis of Accounting

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

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

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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

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

5. Long-term Obligations

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

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

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category. It is the deferred charges on energy purchases 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.

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

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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 8, 2014, payable December 20, 2014, and attached as an enforceable lien on property as of January 1, 2014. The billings are considered past due after December 20, 2014, 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, 2014

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

B. Excess of Expenditures Over Appropriations

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

General Fund			
Elections	\$ 11,775	\$ 17,034	\$ (5,259)
Participant Recreation	53,300	53,482	(182)
Swimming Pools	7,000	7,687	(687)
Sports Facilities	33,300	47,360	(14,060)
Capital Outlay-Site Improvements	--	2,992	(2,992)
Capital Outlay-Machinery	14,945	24,022	(9,077)
Capital Outlay-Vehicles	40,000	61,029	(21,029)
Police Technology Special Revenue Fund	5,200	7,674	(2,474)
Community Home Investment Special Revenue Fund	5,500	6,930	(1,430)
NSP Program Special Revenue Fund	62,250	76,884	(14,634)
Tourism & Convention Special Revenue Fund	33,150	44,795	(11,645)
Monitor Enrichment Special Revenue Fund	62,499	64,958	(2,459)
Recreation Capital Improvement Special Revenue Fund	5,750	8,173	(2,423)
Family Connection Special Revenue Fund	45,000	45,551	(551)

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

III. DETAILED NOTES ON ALL 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, 2014, 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	\$ --	\$ 1,019	\$ --	\$ --	\$ 145	\$ 1,164
Taxes	269,081	31,620	--	--	--	300,701
Accounts	40,696	--	1,487,413	123,289	5,989	1,657,387
Intergovernmental	100,381	200,160	--	--	--	300,541
Notes Receivable	--	193,656	--	--	309,106	502,762
Gross Receivables	410,158	426,455	1,487,413	123,289	315,240	2,762,555
Less: Allowance for Uncollectibles	(18,327)	(2,036)	(144,316)	(30,838)	--	(195,517)
	<u>\$ 391,831</u>	<u>\$ 424,419</u>	<u>\$ 1,343,097</u>	<u>\$ 92,451</u>	<u>\$ 315,240</u>	<u>\$ 2,567,038</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

C. Capital Assets

Capital asset activity for the year ended December 31, 2014, was as follows:

Primary Government

Governmental Activities

Capital Assets, Not Being Depreciated

Land	\$ 474,049	\$ 2,991	\$ --	\$ 477,040
Construction in Progress	852,803	143,086	--	995,889
Total Capital Assets, Not Being Depreciated	<u>1,326,852</u>	<u>146,077</u>	<u>--</u>	<u>1,472,929</u>

Capital Assets, Being Depreciated

Buildings	6,367,760	7,812	--	6,375,572
Infrastructure	43,625,925	--	--	43,625,925
Improvements Other Than Buildings	905,530	--	--	905,530
Machinery and Equipment	5,305,124	344,165	(6,850)	5,642,439
Total Capital Assets, Being Depreciated	<u>56,204,339</u>	<u>351,977</u>	<u>(6,850)</u>	<u>56,549,466</u>

Less Accumulated Depreciation For

Buildings	(1,655,085)	(125,417)	--	(1,780,502)
Infrastructure	(13,856,326)	(1,084,831)	--	(14,941,157)
Improvements Other Than Buildings	(311,368)	(17,509)	--	(328,877)
Machinery and Equipment	(4,178,749)	(293,631)	6,850	(4,465,530)
Total Accumulated Depreciation	<u>(20,001,528)</u>	<u>(1,521,388)</u>	<u>6,850</u>	<u>(21,516,066)</u>

Total Capital Assets, Being Depreciated, Net	<u>36,202,811</u>	<u>(1,169,411)</u>	<u>--</u>	<u>35,033,400</u>
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Governmental Activities Capital Assets, Net	<u>\$ 37,529,663</u>	<u>\$ (1,023,334)</u>	<u>\$ --</u>	<u>\$ 36,506,329</u>
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	Beginning Balance	Increases	Decreases	Ending Balance
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Business-Type Activities

Capital Assets, Not Being Depreciated

Land	\$ 1,078,222	\$ 28,637	\$ --	\$ 1,106,859
Construction in Progress	10,080	3,278	--	13,358
Total Capital Assets, Not Being Depreciated	<u>1,088,302</u>	<u>31,915</u>	<u>--</u>	<u>1,120,217</u>

Capital Assets, Being Depreciated

Buildings and System	42,586,695	269,804	(22,346)	42,834,153
Machinery and Equipment	4,127,313	180,461	(65,649)	4,242,125
Total Capital Assets, Being Depreciated	<u>46,714,008</u>	<u>450,265</u>	<u>(87,995)</u>	<u>47,076,278</u>

Less Accumulated Depreciation For

Buildings and System	(24,712,073)	(805,358)	20,056	(25,497,375)
Machinery And Equipment	(3,192,138)	(225,581)	61,397	(3,356,322)
Total Accumulated Depreciation	<u>(27,904,211)</u>	<u>(1,030,939)</u>	<u>81,453</u>	<u>(28,853,697)</u>

Total Capital Assets, Being Depreciated, Net	<u>18,809,797</u>	<u>(580,674)</u>	<u>(6,542)</u>	<u>18,222,581</u>
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Business-Type Activities Capital Assets, Net	<u>\$ 19,898,099</u>	<u>\$ (548,759)</u>	<u>\$ (6,542)</u>	<u>\$ 19,342,798</u>
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CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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

Governmental Activities	
General Government	\$ 84,982
Public Safety	135,306
Public Works	1,232,542
Culture and Recreation	63,974
Housing and Development	4,584
	<u>\$ 1,521,388</u>
Business-type Activities	
Electric	\$ 339,764
Gas	106,574
Water	139,693
Sewer	276,219
Landfill	33,601
Airport	135,088
	<u>\$ 1,030,939</u>

Discretely Presented Component Units

	Beginning Balance	Increases	Decreases	Ending Balance
Downtown Development Authority				
Capital Assets, Not Being Depreciated				
Land	\$ 25,072	\$ --	\$ --	\$ 25,072
Total Capital Assets, Not Being Depreciated	<u>25,072</u>	<u>--</u>	<u>--</u>	<u>25,072</u>
Capital Assets, Being Depreciated				
Buildings	339,891	--	(31,213)	308,678
Total Capital Assets, Being Depreciated	<u>339,891</u>	<u>--</u>	<u>(31,213)</u>	<u>308,678</u>
Less Accumulated Depreciation For				
Buildings	(38,514)	(8,590)	6,423	(40,681)
Total Accumulated Depreciation	<u>(38,514)</u>	<u>(8,590)</u>	<u>6,423</u>	<u>(40,681)</u>
Total Capital Assets, Being Depreciated, Net	<u>301,377</u>	<u>(8,590)</u>	<u>(24,790)</u>	<u>267,997</u>
Authority Capital Assets, Net	<u>\$ 326,449</u>	<u>\$ (8,590)</u>	<u>\$ (24,790)</u>	<u>\$ 293,069</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

	Beginning Balance	Increases	Decreases	Ending Balance
Fitzgerald & Ben Hill Development Authority				
Capital Assets, Not Being Depreciated				
Works of Art and Historical Treasures	\$ 760,303	\$ --	\$ --	\$ 760,303
Total Capital Assets, Not Being Depreciated	760,303	--	--	760,303
Capital Assets, Being Depreciated				
Machinery and Equipment	28,345	--	--	28,345
Total Capital Assets, Being Depreciated	28,345	--	--	28,345
Less Accumulated Depreciation For				
Machinery and Equipment	(1,403)	(4,049)	--	(5,452)
Total Accumulated Depreciation	(1,403)	(4,049)	--	(5,452)
Total Capital Assets, Being Depreciated, Net	26,942	(4,049)	--	22,893
Authority Capital Assets, Net	\$ 787,245	\$ (4,049)	\$ --	\$ 783,196

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2014 was as follows:

Due From / To Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 14,363
General Fund	Utility Enterprise Fund	239,038
General Fund	Landfill Enterprise Fund	1,303
General Fund	Nonmajor Proprietary Funds	125
Nonmajor Governmental Funds	General Fund	80,962
Nonmajor Governmental Funds	Nonmajor Governmental Funds	6,289
Landfill Enterprise Fund	General Fund	75,000
		<u>\$ 417,080</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The General Fund receivable of \$239,038 from the Utility Fund consists of the unpaid balance of the 2014 Utility Fund transfer required by city ordinance and fire protection and garbage fees collected for the City but un-remitted at December 31, 2014. The General Fund owes \$80,669 to a Nonmajor Governmental Fund for industrial development taxes which have not been remitted to the fund that accounts for the tax. The Landfill Fund loaned the General Fund \$75,000 to finance expenditures.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

The composition of interfund transfers for the year ended December 31, 2014 was as follows:

Interfund Transfers

Transfer In	Transfer Out	Amount
General Fund	Utility Enterprise Fund	\$ 1,711,671
Nonmajor Governmental Funds	General Fund	61,252
Nonmajor Governmental Funds	Nonmajor Governmental Funds	33,800
Nonmajor Proprietary Funds	General Fund	37,282
		<u>\$ 1,844,005</u>

The Utility Fund transferred \$1,711,671 to the General Fund in accordance with the city ordinance establishing a required annual remittance to the General Fund. Transfers between other funds were to support the ongoing operations of the receiving fund.

E. Short-Term Debt

Short-term debt activity for the year ended December 31, 2014, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Business-type activities:				
Notes Payable	\$ 132,408	\$ --	\$ (132,408)	\$ --
	<u>\$ 132,408</u>	<u>\$ --</u>	<u>\$ (132,408)</u>	<u>\$ --</u>
Fitzgerald & Ben Hill Development Authority :				
Notes Payable	\$ 449,522	\$ --	\$ (449,522)	\$ --
	<u>\$ 449,522</u>	<u>\$ --</u>	<u>\$ (449,522)</u>	<u>\$ --</u>

F. Leases

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of capital assets. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. 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 2014, the City withdrew \$235,000 for the lease of a fire truck. The amount remaining to be drawn at December 31, 2014 was \$352,117.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

Capital assets subject to lease obligations at December 31, 2014 were as follows:

	Governmental Activities
Machinery and Equipment	\$ 682,555
Less: Accumulated Depreciation	(134,916)
Total	<u>\$ 547,639</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2014, were as follows:

Year Ending December 31	Governmental Activities
2015	\$ 136,511
2016	136,511
2017	95,141
2018	95,141
Total Minimum Lease Payments	463,304
Less: Amounts Representing Interest	--
Present Value of Minimum Lease Payments	<u>\$ 463,304</u>

G. Long-Term Debt

Notes Payable

On July 10, 2014, the airport hangar note was refinanced with Planters First for \$79,465 at 5% fixed rate due November 15, 2018 with monthly payments of \$1,707. The balance at December 31, 2014 was \$72,528.

On May 15, 2012, the Downtown Development Authority roofed buildings and financed the cost with a note from Colony Bank for \$100,000 at 3.5% payable in 60 monthly installments of \$1,822. The balance at December 31, 2014 was \$50,550.

On May 15, 2009, the Fitzgerald & Ben Hill County Development Authority entered into a promissory note with the OneGeorgia Authority for \$500,000 to assist Agriproducts, Inc. The loan is being repaid over seven years in quarterly installments at 3% interest. The balance at December 31, 2014 was \$125,000.

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

Debt service requirements to maturity for the notes payable as of December 31, 2014 were as follows:

Year Ending December 31	Business-type Activities		
	Principal	Interest	Total
2015	\$ 17,248	\$ 3,234	\$ 20,482
2016	18,130	2,352	20,482
2017	19,058	1,425	20,483
2018	18,092	683	18,775
Total	<u>\$ 72,528</u>	<u>\$ 7,694</u>	<u>\$ 80,222</u>

Year Ending December 31	Downtown Development Authority		
	Principal	Interest	Total
2015	\$ 20,395	\$ 1,464	\$ 21,859
2016	21,128	731	21,859
2017	9,027	80	9,107
Total	<u>\$ 50,550</u>	<u>\$ 2,275</u>	<u>\$ 52,825</u>

Year Ending December 31	Fitzgerald & Ben Hill Development Authority		
	Principal	Interest	Total
2015	\$ 97,079	\$ 38,976	\$ 136,055
2016	80,401	35,654	116,055
2017	759,832	30,865	790,697
Total	<u>\$ 937,312</u>	<u>\$ 105,495</u>	<u>\$ 1,042,807</u>

Installment Sale Agreement

On August 1, 2005, the City of Fitzgerald entered into an installment sale agreement with Georgia Municipal Association to sell and buy back property to be renovated for a City Hall. The agreement was merely a financing arrangement for the City to borrow \$2,075,000 for the City Hall restoration and other projects. Planters First Bank, as assignee under the agreement, loaned the money to the City and on May 31, 2007, the note was refinanced with the City receiving additional funds of \$756,381 less \$16,963 in issue costs. The interest rate is 4.50% with monthly payments of \$23,583 for ten years. The balance at December 31, 2014 was \$523,533. The agreement shall renew automatically from year to year unless terminated by the City due to non-appropriation. Debt service requirements to maturity for the installment sale agreement were as follows:

Year Ending December 31	Governmental Activities		
	Principal	Interest	Total
2015	\$ 265,009	\$ 17,989	\$ 282,998
2016	258,524	2,523	261,047
Total	<u>\$ 523,533</u>	<u>\$ 20,512</u>	<u>\$ 544,045</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

Changes in General Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2014, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Capital Leases	\$ 431,770	\$ 235,000	\$ (203,466)	\$ 463,304	\$ 136,511
Installment Sale Agreement	773,611	--	(250,078)	523,533	265,009
	<u>\$ 1,205,381</u>	<u>\$ 235,000</u>	<u>\$ (453,544)</u>	<u>\$ 986,837</u>	<u>\$ 401,520</u>
Business-type Activities:					
Compensated Absences	\$ 139,728	\$ 7,483	\$ --	\$ 147,211	\$ 147,211
Other Post Employment Benefits Obligation	870,097	190,779	(38,501)	1,022,375	--
Notes Payable	86,486	--	(13,958)	72,528	17,248
Closure and Post-Closure Care Costs	1,351,099	--	--	1,351,099	22,000
	<u>\$ 2,447,410</u>	<u>\$ 198,262</u>	<u>\$ (52,459)</u>	<u>\$ 2,593,213</u>	<u>\$ 186,459</u>
Downtown Development Authority:					
Notes Payable	\$ 70,235	\$ --	\$ (19,685)	\$ 50,550	\$ 20,395
	<u>\$ 70,235</u>	<u>\$ --</u>	<u>\$ (19,685)</u>	<u>\$ 50,550</u>	<u>\$ 20,395</u>
Fitzgerald & Ben Hill Development Authority:					
Notes Payable	\$ 196,429	\$ 812,312	\$ (71,429)	\$ 937,312	\$ 97,079
	<u>\$ 196,429</u>	<u>\$ 812,312</u>	<u>\$ (71,429)</u>	<u>\$ 937,312</u>	<u>\$ 97,079</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 \$1,342,224 as of December 31, 2014, which is based on 37% of landfill capacity used to date. It is estimated that an additional \$2,122,328 will be recognized as closure and post-closure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity. The construction and demolition portion is expected to be filled by the year 2053 and the municipal solid waste portion is unknown since this waste is sent elsewhere. Financial assurance requirements are expected to be met by the City's financial condition and funds designated for payment of closure and post-closure in the amount of \$985,831.

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.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

I. Restricted Assets

Restricted assets in the enterprise funds consisted of customer deposit accounts in the amount of \$521,114.

J. Fund Balances

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

	General	Other Governmental Funds	Total Governmental Funds
Restricted			
Public Safety	\$ --	\$ 5,464	\$ 5,464
Capital Outlay	--	2,476,693	2,476,693
	<u>--</u>	<u>2,482,157</u>	<u>2,482,157</u>
Assigned			
Public Safety	--	44,070	44,070
Health and Welfare	--	63	63
Culture and Recreation	--	41,201	41,201
Housing and Development	--	890,401	890,401
Capital Outlay	--	8,141	8,141
	<u>--</u>	<u>983,876</u>	<u>983,876</u>
Unassigned, Reported In			
General Fund	1,338,359	--	1,338,359
	<u>1,338,359</u>	<u>--</u>	<u>1,338,359</u>
Total Fund Balances	<u>\$ 1,338,359</u>	<u>\$ 3,466,033</u>	<u>\$ 4,804,392</u>

IV. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. To cover the risks, the City is a member of the Georgia Interlocal Risk Management Agency. The agency operates under the authority of O.C.G.A. 36-85-1 et Seq. and administers group self-insurance funds which receive contributions from its members in order to pool the risks of general liability, motor vehicle liability and property damage. Through participation in the agency, members jointly purchase insurance with other municipalities participating in and belonging to the agency and are coinsured under master policies with the total premium apportioned among the participants. The City is jointly and severally liable for all legal obligations of the funds which arise out of an event which occurs while the City is a member of the fund. For its workers compensation coverage, the City carries commercial insurance purchased either directly or indirectly from independent third parties. The City's deductibles for insurance coverage start at \$5,000 with various limits of liability up to an annual aggregate limit of \$22,508,216. The Water, Light and Bond policy deductibles start at \$1,000 with limits of liability up to \$31,874,953.

B. 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.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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

The Municipal Competitive Trust was set up by MEAG Power in 1999 with the Utility Fund as a beneficiary to account for and administer the excess of net billings over actual costs allocated to each participant beneficiary. The initial deposits to the Trust were made April 1, 1999 and as of December 31, 2014, the Utility Fund's accumulated benefit in the Flexible Operating Account had grown to a balance of \$21,440,506. These funds are held in trust with the Utility Fund having the right to withdraw part or all of the funds at any time. Since the funds in this subaccount of the Trust represent a current unrestricted asset of the Utility Fund, the balance in the flexible operating account is shown as a cash equivalent item in the balance sheet of the Utility Fund. The Municipal Competitive Trust also administers other subaccounts with the Utility Fund as beneficiary, but the restrictive requirements for use negate the recognition of these subaccounts until such time as the funds are disbursed for the direct benefit of the Utility Fund to mitigate above market costs of electricity that may result from the deregulation of the electric industry in Georgia.

In June 2006, MEAG Power distributed to its participating members a proposed amendment to the terms of the Competitive Trust. The First Amendment to the terms of the Competitive Trust was approved and became effective in September, 2008. The amendment authorizes MEAG Power to apply funds from certain Competitive Trust accounts as a credit to the power sales contract billing of the Electric Utility Participants for the purpose of lowering the annual generation charges from MEAG Power during the period 2009 through 2018. Such credits were applied to offset expenses of the Commission and totaled \$779,299 for the year ended December 31, 2014 and \$1,088,620 for the year ended December 31, 2013. 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 \$68,145 in 2014 and \$68,145 in 2013.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

The Commission has entered into forward contracts to purchase gas at a specified time in the future at a guaranteed price. The Commission enters into these contracts to help plan its gas costs for the year and to protect itself against an increase in the market price of the commodity. A portion of the hedging contracts was offset by identical customer directed hedging contracts with industrial customers to whom the gas was sold. Therefore, the net effect of a portion of the hedging contracts was passed along to the customers. Any contracts outstanding at December 31, 2014 were immaterial to the financial statements. Obligations to purchase gas under these contracts are not recognized until the gas is delivered.

In, 2004, Fitzgerald Water, Light & Bond Commission began construction of water and sewer service extensions to Ben Hill – Irwin Joint Development Authority's technology park known as Millennium Technology Pointe located adjacent to Wiregrass Georgia Technical College. As of December 31, 2005, the Commission had incurred costs on this project totaling over \$1.47 million. In regards to this project, the Ben Hill – Irwin County Joint Development Authority signed an agreement with the Commission stating the Authority will pay the Commission funds sufficient to equal the Commission's capital investment in the water and sewer extension for the Millennium Technology Pointe project. Also, as a part of this agreement, the four taxing governmental entities involved (City of Fitzgerald, Ga., Ben Hill County, Ga., City of Ocilla, Ga., and Irwin County, Ga.), have guaranteed the performance of the Joint Development Authority up to \$150,000 each for a total guaranty amount of \$600,000. After taking into consideration the grant monies received on this project, the Commission's net cost to complete the project exceeds \$500,000. As of December 31, 2014, 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 2014, the Commission collected \$23,976 in fees for 2013. In 2013, the Commission collected \$23,020 in fees for 2012.

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 2014, the Commission collected \$22,083 in fees for 2013. In 2013, the Commission collected \$21,968 in fees for 2012.

C. Pensions

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

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

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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

Funding Policy

Employees are not required to contribute to the Plan. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The City's current required contribution rate is 10.62% of annual covered payroll. The contribution requirements of employees and the City are established by City ordinance.

Annual Pension Cost

For 2014, the City's annual pension cost of \$395,828 was equal to the City's required and actual contributions. For 2015, the City's annual required contribution is \$361,443.

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 449,869	100 %	\$ --
12/31/2013	392,178	100	--
12/31/2014	395,828	100	--

Funded Status and Funding Progress

As of July 1, 2014, the most recent actuarial valuation date, the plan was 92.2% funded. The actuarial accrued liability for benefits was \$9,277,689, and the actuarial value of assets was \$8,557,618, resulting in an unfunded actuarial accrued liability (UAAL) of \$720,071. The covered payroll (annual payroll of active employees covered by the plan) was \$3,346,389, and the ratio of the UAAL to the covered payroll was 21.5%.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

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

Actuarial Methods and Assumptions

The required contribution for 2014 was determined as part of the July 1, 2013, actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return, (b) inflation of 3.5%, and (c) projected salary increases based on the following schedule:

Years 1 - 5		Subsequent Years	
Year of Service	Salary Increase	Age	Salary Increase
1	11.00 %	20	6.00 %
2	7.00 %	25	6.00 %
3	6.50 %	30	5.67 %
4	6.25 %	35	5.33 %
5	6.00 %	40	5.00 %
		45	4.83 %
		50	4.67 %
		55	4.50 %
		60	4.00 %

The actuarial value of assets was determined using techniques that smooth the effect of random variations in financial market values of investments. The value of assets is the sum of the 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 the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of market value. The unfunded actuarial accrued liability is being amortized as a closed level dollar amount. The net effective amortization period remaining at July 1, 2014, was 14 years.

Fitzgerald Water, Light & Bond Commission Retirement Plan

The Fitzgerald Water, Light & Bond Commission participates in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer defined benefit plan. Prior to 2011, the Retirement Plan assets were held as a single-employer defined benefit plan funded through Principal Mutual Life Insurance Company. In April 2011, funds were transferred from Principal Mutual Life Insurance Company to GMEBS effectively transferring pension assets and pension liability for current employees into GMEBS. All full-time employees of the WL&B Commission, who have not attained age 60 on their employment commencement date and have completed two years of service before entry date, are eligible to participate in the plan. The 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.

Funding Policy

Employees are not required to contribute to the Plan. The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual required contributions to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the plan. The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Annual contributions made in accordance with the funding policy, which requires a different funding level, will meet the minimum funding standards. The Commission's current required contribution rate is 14.99% of annual covered payroll. The contribution requirements of employees and the Commission are established by governing board approval.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

Annual Pension Cost

For 2014, the Commission's annual pension cost of \$423,694 was equal to the Commission's required and actual contributions. For 2015, the Commission's annual required contribution is \$480,163.

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 381,289	100 %	\$ --
12/31/2013	365,878	100	--
12/31/2014	423,694	100	--

Funded Status and Funding Progress

As of July 1, 2014, the most recent actuarial valuation date, the plan was 64.7% funded. The actuarial accrued liability for benefits was \$6,515,881, and the actuarial value of assets was \$4,213,222, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,302,659. The covered payroll (annual payroll of active employees covered by the plan) was \$2,996,971, and the ratio of the UAAL to the covered payroll was 76.8%.

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

Actuarial Methods and Assumptions

The required contribution for 2014 was determined as part of the July 1, 2013, actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return, (b) inflation of 3.5%, and (c) projected salary increases based on the following schedule:

Years 1 - 5		Subsequent Years	
Year of Service	Salary Increase	Age	Salary Increase
1	11.00 %	20	6.00 %
2	7.00 %	25	6.00 %
3	6.50 %	30	5.67 %
4	6.25 %	35	5.33 %
5	6.00 %	40	5.00 %
		45	4.83 %
		50	4.67 %
		55	4.50 %
		60	4.00 %

The actuarial value of assets was determined using techniques that smooth the effect of random variations in financial market values of investments. The value of assets is the sum of the 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 the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of market value. The unfunded actuarial accrued liability is being amortized as a closed level dollar amount. The net effective amortization period remaining at July 1, 2014, was 23 years.

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

D. Post Retirement Healthcare Plan

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

Funding Policy

Employees are not required to contribute to the Plan. The Commission contributes amounts sufficient to fund premiums for Medicare Supplement insurance and Medicare Part D drug insurance coverage for each retired former eligible employee. The annual per capita Medicare Supplement claims cost for the year beginning July 1, 2014 was developed based on the premiums effective. The annual per capita Medicare Part D reimbursement claims cost was also developed based on the premiums effective. The Pre-Medicare cost for medical and prescription drugs was assumed by applying actuarial factors to the weighted average premium rate to estimate individual retiree and spouse costs by age and by gender. The annual per capita dental and vision claims costs for the year beginning July 1, 2014 was assumed to be \$455. The Plan is financed on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

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

Membership of the plan is as follows:

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

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

Annual Required Contribution (ARC)	\$ 210,847
Interest on Net OPEB Obligation	34,804
Adjustment to ARC	<u>(54,872)</u>
Annual OPEB Cost	190,779
Contributions Made	<u>(38,501)</u>
Increase (Decrease) in Net OPEB Obligation	152,278
Net OPEB Obligation Beginning of Year	<u>870,097</u>
Net OPEB Obligation End of Year	<u>\$ 1,022,375</u>

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

The Commission's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 and the two preceding years were as follows:

Three Year Trend Information

Fiscal Year Ending	Annual OPEB Cost	Percentage of OPEB Cost	Net OPEB Obligation
12/31/2012	\$ 191,729	17 %	\$ 716,523
12/31/2013	191,729	17	870,097
12/31/2014	190,779	20	1,022,375

Funded Status and Funding Progress

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

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

Actuarial Methods and Assumptions

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

The annual Plan cost and annual required contribution were determined as part of an actuarial valuation performed using the unit credit method as of July 1, 2014. The actuarial assumptions include a 4% investment rate of return, inflation of 3.5%, and projected salary increases of 3.5%. The health care trend rates shown below are "net" and are applied to the net per capita costs. The trend shown for a particular plan year is the rate that must be applied to that year's cost to yield the next year's projected cost.

Year Ending	Medicare Part D Reimbursement	Medicare Supplemental	Pre-Medicare Medical & Drug	Pre-Medicare Dental & Vision
6/30/2015	8.0 %	6.5 %	8.0 %	5.0 %
6/30/2016	7.5 %	6.3 %	7.5 %	5.0 %
6/30/2017	7.0 %	6.0 %	7.0 %	5.0 %
6/30/2018	6.5 %	5.8 %	6.5 %	5.0 %
6/30/2019	6.0 %	5.5 %	6.0 %	5.0 %
6/30/2020	5.5 %	5.3 %	5.5 %	5.0 %
Thereafter	5.0 %	5.0 %	5.0 %	5.0 %

CITY OF FITZGERALD, GEORGIA
Notes to the Financial Statements
December 31, 2014

The UAAL is being amortized using the level dollar method on a closed basis. The remaining amortization period at January 1, 2014, was 24 years.

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

E. Related Organizations

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

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

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

F. Joint Ventures

Under Georgia law, the City, in conjunction with other cities and counties in the 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, 2014, the City paid \$10,954 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 \$212,629 at December 31, 2014. The Authority has completed its building phase and is currently seeking tenants. Separate financial statements may be obtained from:

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

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF FITZGERALD, GEORGIA

General Fund

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

For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 3,788,161	\$ 3,788,161	\$ 3,462,142	\$ (326,019)
Licenses and Permits	16,750	16,750	19,138	2,388
Intergovernmental	288,069	288,069	307,911	19,842
Charges for Services	1,914,270	1,914,270	1,978,882	64,612
Fines and Forfeitures	158,000	158,000	144,197	(13,803)
Interest Revenue	5,000	5,000	4,633	(367)
Miscellaneous	269,750	269,750	223,252	(46,498)
Total Revenues	<u>6,440,000</u>	<u>6,440,000</u>	<u>6,140,155</u>	<u>(299,845)</u>
EXPENDITURES				
Legislative	105,600	105,600	98,253	7,347
Executive	95,473	95,473	29,003	66,470
Elections	11,775	11,775	17,034	(5,259)
Financial Administration	573,540	573,540	522,607	50,933
Government Buildings	73,000	73,000	52,815	20,185
Police	1,916,285	1,916,285	1,794,858	121,427
Custody of Prisoners	70,000	70,000	68,390	1,610
Fire	1,269,855	1,269,855	1,137,973	131,882
Animal Control	116,594	116,594	111,532	5,062
Highways and Streets	729,917	729,917	585,670	144,247
Sanitation	958,102	958,102	885,813	72,289
Public Works Shop	146,407	146,407	128,901	17,506
Cemetery	180,223	180,223	165,896	14,327
Recreation	491,875	491,875	468,399	23,476
Participant Recreation	53,300	53,300	53,482	(182)
Swimming Pools	7,000	7,000	7,687	(687)
Sports Facilities	33,300	33,300	47,360	(14,060)
Museums	15,693	15,693	13,248	2,445
Grand Theatre	156,663	156,663	145,363	11,300
The Carnegie Center	4,500	4,500	2,852	1,648
Parks	155,957	155,957	139,284	16,673
Library	127,714	127,714	127,714	--
Building Inspections	61,338	61,338	59,336	2,002
Urban Development and Housing	165,248	165,248	152,765	12,483
Code Enforcement	59,338	59,338	57,819	1,519
Economic Development	--	--	(1,591)	1,591
Tourism	130,369	130,369	112,924	17,445
Capital Outlay-Site Improvements	--	--	2,992	(2,992)
Capital Outlay-Machinery	14,945	14,945	24,022	(9,077)
Capital Outlay-Vehicles	40,000	40,000	61,029	(21,029)
Capital Outlay-Computers	3,400	3,400	2,000	1,400
Capital Outlay-Other Equipment	83,352	83,352	76,003	7,349
Debt Service	81,955	81,955	70,661	11,294
Total Expenditures	<u>7,932,718</u>	<u>7,932,718</u>	<u>7,222,094</u>	<u>710,624</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,492,718)</u>	<u>(1,492,718)</u>	<u>(1,081,939)</u>	<u>410,779</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers In				
Utility Enterprise Fund	1,615,000	1,615,000	1,711,671	96,671
Transfers Out				
Industrial Development and Promotion Special Revenue F	(110,000)	(110,000)	--	110,000
Airport Enterprise Fund	(37,282)	(37,282)	(37,282)	--
Proceeds of Capital Asset Dispositions	25,000	25,000	750	(24,250)
Total Other Financing Sources (Uses)	<u>1,492,718</u>	<u>1,492,718</u>	<u>1,675,139</u>	<u>182,421</u>
Net Change in Fund Balances	--	--	593,200	593,200
Fund Balances - Beginning	745,159	745,159	745,159	--
Fund Balances - Ending	<u>\$ 745,159</u>	<u>\$ 745,159</u>	<u>\$ 1,338,359</u>	<u>\$ 593,200</u>

CITY OF FITZGERALD, GEORGIA
City of Fitzgerald Retirement Plan
Schedule of Funding Progress
December 31, 2014

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
7/1/2008	\$ 4,513,681	\$ 5,879,777	\$ 1,366,096	76.8 %	\$ 3,274,428	41.7 %
7/1/2009	4,307,392	6,575,679	2,268,287	65.5	3,499,075	64.8
7/1/2010	5,644,672	7,222,922	1,578,250	78.1	3,631,071	43.5
7/1/2011	6,375,092	7,880,086	1,504,994	80.9	3,693,953	40.7
7/1/2012	7,118,650	8,319,327	1,200,677	85.6	3,573,653	33.6
7/1/2013	7,847,409	8,711,984	864,575	90.1	3,231,056	26.8
7/1/2014	8,557,618	9,277,689	720,071	92.2	3,346,389	21.5

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light & Bond Commission Retirement Plan
Schedule of Funding Progress
December 31, 2014

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
7/1/2011	\$ 2,629,246	\$ 4,727,347	\$ 2,098,101	55.6 %	\$ 2,562,885	81.9 %
7/1/2012	2,948,423	4,797,791	1,849,368	61.5	2,559,549	72.3
7/1/2013	3,550,197	5,703,690	2,153,493	62.2	2,778,254	77.5
7/1/2014	4,213,222	6,515,881	2,302,659	64.7	2,996,971	76.8

CITY OF FITZGERALD, GEORGIA
Fitzgerald Water, Light & Bond Commission Post Retirement Healthcare Plan
Schedule of Funding Progress
December 31, 2014

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
7/1/2010	\$ --	\$ 2,286,540	\$ 2,286,540	-- %	\$ 2,112,552	108.2 %
7/1/2012	--	1,952,350	1,952,350	--	2,514,757	77.6
7/1/2014	--	2,047,002	2,047,002	--	2,944,524	69.5

CITY OF FITZGERALD, GEORGIA
Notes to the Required Supplementary Information
December 31, 2014

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	\$ 719,712	\$ --	\$ 719,712
Public Safety			
Police	1,794,858	--	1,794,858
Custody of Prisoners	68,390	--	68,390
Fire	1,137,973	--	1,137,973
Animal Control	111,532	(36,909)	74,623
	<u>3,112,753</u>	<u>(36,909)</u>	<u>3,075,844</u>
Public Works	1,766,280	--	1,766,280
Health and Welfare	--	--	--
Culture and Recreation			
Recreation	468,399	(24,343)	444,056
Participant Recreation	53,482	--	53,482
Swimming Pools	7,687	--	7,687
Sports Facilities	47,360	--	47,360
Museums	13,248	--	13,248
Grand Theatre	145,363	--	145,363
The Carnegie Center	2,852	--	2,852
Parks	139,284	--	139,284
Library	127,714	--	127,714
	<u>1,005,389</u>	<u>(24,343)</u>	<u>981,046</u>
Housing and Development	381,253	--	381,253
Capital Outlay	166,046	--	166,046
Debt Service	70,661	--	70,661
Total Expenditures	<u>7,222,094</u>	<u>(61,252)</u>	<u>7,160,842</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	37,282	61,252	98,534
Total	<u>\$ 7,259,376</u>	<u>\$ --</u>	<u>\$ 7,259,376</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,304,260	\$ 908,374
Receivables (Net of Allowance for Uncollectibles)		
Taxes	250,754	358,175
Accounts	40,696	39,196
Intergovernmental	100,381	98,791
Due from Other Funds		
Family Connection Special Revenue Fund	14,363	12,853
Monitor Enrichment Special Revenue Fund	--	38
Humane Society Special Revenue Fund	--	38
Utility Enterprise Fund	239,038	233,660
Landfill Enterprise Fund	1,303	2,182
Airport Enterprise Fund	125	183
Community Development Special Revenue Fund	--	618
Total Assets	<u>\$ 1,950,920</u>	<u>\$ 1,654,108</u>
LIABILITIES		
Accounts Payable	\$ 142,667	\$ 110,073
Accrued Liabilities	124,470	241,678
Due to Other Funds		
Industrial Development and Promotion Special Revenue Fund	80,669	163,358
Police Technology Special Revenue Fund	293	397
Landfill Enterprise Fund	75,000	75,000
Other Current Liabilities	24,793	36,832
Total Liabilities	<u>447,892</u>	<u>627,338</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	164,669	281,611
Total Deferred Inflows of Resources	<u>164,669</u>	<u>281,611</u>
FUND BALANCES		
Unassigned	1,338,359	745,159
Total Fund Balances	<u>1,338,359</u>	<u>745,159</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,950,920</u>	<u>\$ 1,654,108</u>

CITY OF FITZGERALD, GEORGIA**General Fund****Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2014 and 2013**

	<u>2014</u>	<u>2013</u>
REVENUES		
Taxes	\$ 3,462,142	\$ 3,355,698
Licenses and Permits	19,138	9,383
Intergovernmental	307,911	287,615
Charges for Services	1,978,882	1,965,159
Fines and Forfeitures	144,197	157,333
Interest Revenue	4,633	2,993
Miscellaneous	223,252	97,114
Total Revenues	<u>6,140,155</u>	<u>5,875,295</u>
EXPENDITURES		
Current		
General Government	719,712	673,883
Public Safety	3,075,844	3,010,406
Public Works	1,766,280	1,725,219
Health and Welfare	--	50
Culture and Recreation	981,046	976,177
Housing and Development	381,253	373,073
Capital Outlay	166,046	131,211
Debt Service	70,661	100,845
Total Expenditures	<u>7,160,842</u>	<u>6,990,864</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,020,687)</u>	<u>(1,115,569)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Utility Enterprise Fund	1,711,671	1,566,653
Transfers Out		
Humane Society Special Revenue Fund	(36,909)	(36,909)
Recreation Capital Improvement Special Revenue Fund	(24,343)	(2,528)
Airport Enterprise Fund	(37,282)	(33,776)
Proceeds of Capital Asset Dispositions	750	10,051
Total Other Financing Sources (Uses)	<u>1,613,887</u>	<u>1,503,491</u>
Net Change in Fund Balances	593,200	387,922
Fund Balances - Beginning	745,159	357,237
Fund Balances - Ending	<u>\$ 1,338,359</u>	<u>\$ 745,159</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.

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

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

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

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

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

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

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

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

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

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

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

Capital Projects Funds

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

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

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

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

CITY OF FITZGERALD, GEORGIA
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	Special Revenue Funds							
	Police Technology	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
ASSETS								
Cash and Cash Equivalents	\$ 5,660	\$ 9,991	\$ 37,952	\$ 44,866	\$ 17,286	\$ 46,475	\$ 16,622	\$ 171
Receivables (Net of Allowance for Uncollectibles)	--	104,212	40,218	3,933	--	--	--	--
Due from Other Funds	293	--	--	--	--	--	--	--
Due from Component Units	--	--	--	--	--	--	--	--
Total Assets	<u>\$ 5,953</u>	<u>\$ 114,203</u>	<u>\$ 78,170</u>	<u>\$ 48,799</u>	<u>\$ 17,286</u>	<u>\$ 46,475</u>	<u>\$ 16,622</u>	<u>\$ 171</u>
LIABILITIES								
Accounts Payable	489	--	8,831	--	2,996	2,279	253	--
Accrued Liabilities	--	--	--	--	--	126	83	--
Intergovernmental Payable	--	--	--	--	--	--	--	--
Due to Other Funds	--	--	6,289	--	--	--	--	--
Total Liabilities	<u>489</u>	<u>--</u>	<u>15,120</u>	<u>--</u>	<u>2,996</u>	<u>2,405</u>	<u>336</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue								
Property Taxes	--	--	--	--	--	--	--	--
Development and Redevelopment Property	--	104,212	40,218	--	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>104,212</u>	<u>40,218</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCES								
Restricted	5,464	--	--	--	--	--	--	--
Assigned	--	9,991	22,832	48,799	14,290	44,070	16,286	171
Total Fund Balances	<u>5,464</u>	<u>9,991</u>	<u>22,832</u>	<u>48,799</u>	<u>14,290</u>	<u>44,070</u>	<u>16,286</u>	<u>171</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,953</u>	<u>\$ 114,203</u>	<u>\$ 78,170</u>	<u>\$ 48,799</u>	<u>\$ 17,286</u>	<u>\$ 46,475</u>	<u>\$ 16,622</u>	<u>\$ 171</u>

Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	Capital Projects Funds				Total Nonmajor Governmental Funds
					SPLOST	SPLOST 2011	Civil War Heritage Trail	Total	
\$ 44,780	\$ 634,813	\$ 6,060	\$ 3,135	\$ 867,811	\$ 434,718	\$ 1,883,771	\$ 8,141	\$ 2,326,630	\$ 3,194,441
50	26,609	49,226	11,428	235,676	--	188,743	--	188,743	424,419
--	80,669	6,289	--	87,251	--	--	--	--	87,251
--	50,000	--	--	50,000	--	--	--	--	50,000
<u>\$ 44,830</u>	<u>\$ 792,091</u>	<u>\$ 61,575</u>	<u>\$ 14,563</u>	<u>\$ 1,240,738</u>	<u>\$ 434,718</u>	<u>\$ 2,072,514</u>	<u>\$ 8,141</u>	<u>\$ 2,515,373</u>	<u>\$ 3,756,111</u>
3,800	278	29	41	18,996	30,539	--	--	30,539	49,535
--	--	--	96	305	--	--	--	--	305
--	6,907	--	--	6,907	--	--	--	--	6,907
--	--	--	14,363	20,652	--	--	--	--	20,652
<u>3,800</u>	<u>7,185</u>	<u>29</u>	<u>14,500</u>	<u>46,860</u>	<u>30,539</u>	<u>--</u>	<u>--</u>	<u>30,539</u>	<u>77,399</u>
--	19,023	--	--	19,023	--	--	--	--	19,023
--	--	49,226	--	193,656	--	--	--	--	193,656
--	19,023	49,226	--	212,679	--	--	--	--	212,679
--	--	--	--	5,464	404,179	2,072,514	--	2,476,693	2,482,157
41,030	765,883	12,320	63	975,735	--	--	8,141	8,141	983,876
<u>41,030</u>	<u>765,883</u>	<u>12,320</u>	<u>63</u>	<u>981,199</u>	<u>404,179</u>	<u>2,072,514</u>	<u>8,141</u>	<u>2,484,834</u>	<u>3,466,033</u>
<u>\$ 44,830</u>	<u>\$ 792,091</u>	<u>\$ 61,575</u>	<u>\$ 14,563</u>	<u>\$ 1,240,738</u>	<u>\$ 434,718</u>	<u>\$ 2,072,514</u>	<u>\$ 8,141</u>	<u>\$ 2,515,373</u>	<u>\$ 3,756,111</u>

CITY OF FITZGERALD, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
December 31, 2014

	Special Revenue Funds							
	Police Technology	Community Home Investment	NSP Program	Hotel/Motel Tax	Tourism & Convention	Humane Society	Monitor Enrichment	Grand Theatre
REVENUES								
Taxes	\$ --	\$ --	\$ --	\$ 57,679	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--	--	36,909	41,366	--
Charges for Services	--	1,924	58,536	--	8	14,557	15,789	--
Fines and Forfeitures	5,577	--	--	--	--	--	--	--
Interest Revenue	--	3,602	2,309	77	50	46	--	--
Contributions and Donations	--	--	--	--	--	10,910	14,177	--
Miscellaneous	--	430	9,238	244	--	--	--	--
Total Revenues	<u>5,577</u>	<u>5,956</u>	<u>70,083</u>	<u>58,000</u>	<u>58</u>	<u>62,422</u>	<u>71,332</u>	<u>--</u>
EXPENDITURES								
Current								
Public Safety	2,382	--	--	--	--	94,084	--	--
Health and Welfare	--	--	--	--	--	--	--	--
Culture and Recreation	--	--	--	--	--	--	--	30
Housing and Development	--	6,930	76,884	115	32,487	--	64,958	--
Capital Outlay	5,292	--	--	--	12,308	--	--	--
Debt Service	--	--	--	--	--	--	--	--
Total Expenditures	<u>7,674</u>	<u>6,930</u>	<u>76,884</u>	<u>115</u>	<u>44,795</u>	<u>94,084</u>	<u>64,958</u>	<u>30</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,097)</u>	<u>(974)</u>	<u>(6,801)</u>	<u>57,885</u>	<u>(44,737)</u>	<u>(31,662)</u>	<u>6,374</u>	<u>(30)</u>
OTHER FINANCING SOURCES (USES)								
Transfers In	--	--	--	--	33,000	36,909	800	--
Transfers Out	--	--	--	(33,000)	--	--	--	--
Proceeds of Capital Asset Dispositions	--	--	--	--	--	--	--	--
Capital Leases	--	--	--	--	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>(33,000)</u>	<u>33,000</u>	<u>36,909</u>	<u>800</u>	<u>--</u>
Net Change in Fund Balances	(2,097)	(974)	(6,801)	24,885	(11,737)	5,247	7,174	(30)
Fund Balances - Beginning	7,561	10,965	29,633	23,914	26,027	38,823	9,112	201
Fund Balances - Ending	<u>\$ 5,464</u>	<u>\$ 9,991</u>	<u>\$ 22,832</u>	<u>\$ 48,799</u>	<u>\$ 14,290</u>	<u>\$ 44,070</u>	<u>\$ 16,286</u>	<u>\$ 171</u>

Recreation Capital Improvement	Industrial Development & Promotion	Community Development	Family Connection	Total	Capital Projects Funds				Total Nonmajor Governmental Funds
					SPLOST	SPLOST 2011	Civil War Heritage Trail	Total	
\$ --	\$ 146,821	\$ --	\$ --	\$ 204,500	\$ --	\$ --	\$ --	\$ --	\$ 204,500
--	--	--	47,756	126,031	--	1,253,871	--	1,253,871	1,379,902
--	--	19,860	--	110,674	--	--	--	--	110,674
--	--	--	--	5,577	--	--	--	--	5,577
75	1,583	1,402	--	9,144	3,009	6,207	46	9,262	18,406
--	--	--	--	25,087	--	--	--	--	25,087
--	--	7,219	--	17,131	--	--	--	--	17,131
<u>75</u>	<u>148,404</u>	<u>28,481</u>	<u>47,756</u>	<u>498,144</u>	<u>3,009</u>	<u>1,260,078</u>	<u>46</u>	<u>1,263,133</u>	<u>1,761,277</u>
--	--	--	--	96,466	--	--	--	--	96,466
--	--	--	45,551	45,551	--	--	--	--	45,551
4,373	--	--	--	4,403	--	--	--	--	4,403
--	90,089	16,851	--	288,314	--	21,859	--	21,859	310,173
3,800	--	--	--	21,400	170,624	261,000	724	432,348	453,748
--	--	--	--	--	--	423,401	--	423,401	423,401
<u>8,173</u>	<u>90,089</u>	<u>16,851</u>	<u>45,551</u>	<u>456,134</u>	<u>170,624</u>	<u>706,260</u>	<u>724</u>	<u>877,608</u>	<u>1,333,742</u>
(8,098)	58,315	11,630	2,205	42,010	(167,615)	553,818	(678)	385,525	427,535
24,343	--	--	--	95,052	--	--	--	--	95,052
--	--	--	(800)	(33,800)	--	--	--	--	(33,800)
1,500	--	--	--	1,500	--	--	--	--	1,500
--	--	--	--	--	--	235,000	--	235,000	235,000
<u>25,843</u>	<u>--</u>	<u>--</u>	<u>(800)</u>	<u>62,752</u>	<u>--</u>	<u>235,000</u>	<u>--</u>	<u>235,000</u>	<u>297,752</u>
17,745	58,315	11,630	1,405	104,762	(167,615)	788,818	(678)	620,525	725,287
23,285	707,568	690	(1,342)	876,437	571,794	1,283,696	8,819	1,864,309	2,740,746
<u>\$ 41,030</u>	<u>\$ 765,883</u>	<u>\$ 12,320</u>	<u>\$ 63</u>	<u>\$ 981,199</u>	<u>\$ 404,179</u>	<u>\$ 2,072,514</u>	<u>\$ 8,141</u>	<u>\$ 2,484,834</u>	<u>\$ 3,466,033</u>

CITY OF FITZGERALD, GEORGIA
Police Technology Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 5,660	\$ 7,164
Due from Other Funds		
General Fund	293	397
Total Assets	<u>\$ 5,953</u>	<u>\$ 7,561</u>
LIABILITIES		
Accounts Payable	\$ 489	\$ --
Total Liabilities	<u>489</u>	<u>--</u>
FUND BALANCES		
Restricted	5,464	7,561
Total Liabilities and Fund Balances	<u>\$ 5,953</u>	<u>\$ 7,561</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Fines and Forfeitures	\$ 5,577	\$ 6,794
Total Revenues	<u>5,577</u>	<u>6,794</u>
EXPENDITURES		
Current		
Public Safety	2,382	1,697
Capital Outlay	5,292	--
Total Expenditures	<u>7,674</u>	<u>1,697</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,097)</u>	<u>5,097</u>
Net Change in Fund Balances	(2,097)	5,097
Fund Balances - Beginning	7,561	2,464
Fund Balances - Ending	<u>\$ 5,464</u>	<u>\$ 7,561</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and Forfeitures	\$ 5,200	\$ 5,577	\$ 377
Total Revenues	<u>5,200</u>	<u>5,577</u>	<u>377</u>
EXPENDITURES			
Current			
Public Safety	1,800	2,382	(582)
Capital Outlay	3,400	5,292	(1,892)
Total Expenditures	<u>5,200</u>	<u>7,674</u>	<u>(2,474)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>--</u>	<u>(2,097)</u>	<u>(2,097)</u>
Net Change in Fund Balances	<u>--</u>	<u>(2,097)</u>	<u>(2,097)</u>
Fund Balances - Beginning	7,561	7,561	--
Fund Balances - Ending	<u>\$ 7,561</u>	<u>\$ 5,464</u>	<u>\$ (2,097)</u>

CITY OF FITZGERALD, GEORGIA
Community Home Investment Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 9,991	\$ 10,965
Receivables		
Notes	104,212	106,136
Total Assets	<u>\$ 114,203</u>	<u>\$ 117,101</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	\$ 104,212	\$ 106,136
Total Deferred Inflows of Resources	<u>104,212</u>	<u>106,136</u>
FUND BALANCES		
Assigned	9,991	10,965
Total Fund Balances	<u>9,991</u>	<u>10,965</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 114,203</u>	<u>\$ 117,101</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Charges for Services	\$ 1,924	\$ 1,867
Interest Revenue	3,602	3,511
Miscellaneous	430	--
Total Revenues	<u>5,956</u>	<u>5,378</u>
EXPENDITURES		
Current		
Housing and Development	6,930	4,948
Total Expenditures	<u>6,930</u>	<u>4,948</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(974)</u>	<u>430</u>
Net Change in Fund Balances	(974)	430
Fund Balances - Beginning	10,965	10,535
Fund Balances - Ending	<u>\$ 9,991</u>	<u>\$ 10,965</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 5,500	\$ 1,924	\$ (3,576)
Interest Revenue	--	3,602	3,602
Miscellaneous	--	430	430
Total Revenues	<u>5,500</u>	<u>5,956</u>	<u>456</u>
EXPENDITURES			
Current			
Housing and Development	5,500	6,930	(1,430)
Total Expenditures	<u>5,500</u>	<u>6,930</u>	<u>(1,430)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	(974)	(974)
Net Change in Fund Balances	--	(974)	(974)
Fund Balances - Beginning	10,965	10,965	--
Fund Balances - Ending	<u>\$ 10,965</u>	<u>\$ 9,991</u>	<u>\$ (974)</u>

CITY OF FITZGERALD, GEORGIA
NSP Program Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 37,952	\$ 38,446
Receivables		
Notes	40,218	40,814
Total Assets	<u>\$ 78,170</u>	<u>\$ 79,260</u>
LIABILITIES		
Accounts Payable	\$ 8,831	\$ --
Due to Other Funds		
Community Development Special Revenue Fund	6,289	8,813
Total Liabilities	<u>15,120</u>	<u>8,813</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	40,218	40,814
Total Deferred Inflows of Resources	<u>40,218</u>	<u>40,814</u>
FUND BALANCES		
Assigned	22,832	29,633
Total Fund Balances	<u>22,832</u>	<u>29,633</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 78,170</u>	<u>\$ 79,260</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Intergovernmental	\$ --	\$ 37,892
Charges for Services	58,536	169,469
Interest Revenue	2,309	1,327
Miscellaneous	9,238	6,473
Total Revenues	<u>70,083</u>	<u>215,161</u>
EXPENDITURES		
Current		
Housing and Development	76,884	190,197
Total Expenditures	<u>76,884</u>	<u>190,197</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,801)</u>	<u>24,964</u>
Net Change in Fund Balances	(6,801)	24,964
Fund Balances - Beginning	29,633	4,669
Fund Balances - Ending	<u>\$ 22,832</u>	<u>\$ 29,633</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 60,000	\$ 58,536	\$ (1,464)
Interest Revenue	--	2,309	2,309
Miscellaneous	6,600	9,238	2,638
Total Revenues	<u>66,600</u>	<u>70,083</u>	<u>3,483</u>
EXPENDITURES			
Current			
Housing and Development	62,250	76,884	(14,634)
Total Expenditures	<u>62,250</u>	<u>76,884</u>	<u>(14,634)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	4,350	(6,801)	(11,151)
Net Change in Fund Balances	4,350	(6,801)	(11,151)
Fund Balances - Beginning	29,633	29,633	--
Fund Balances - Ending	<u>\$ 33,983</u>	<u>\$ 22,832</u>	<u>\$ (11,151)</u>

CITY OF FITZGERALD, GEORGIA
Hotel/Motel Tax Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 44,866	\$ 20,664
Receivables		
Taxes	3,933	3,250
Total Assets	<u>\$ 48,799</u>	<u>\$ 23,914</u>
FUND BALANCES		
Assigned	\$ 48,799	\$ 23,914
Total Fund Balances	<u>\$ 48,799</u>	<u>\$ 23,914</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, 2014 and 2013

	2014	2013
REVENUES		
Taxes	\$ 57,679	\$ 46,043
Charges for Services	--	25
Interest Revenue	77	27
Miscellaneous	244	103
Total Revenues	<u>58,000</u>	<u>46,198</u>
EXPENDITURES		
Current		
Housing and Development	115	110
Total Expenditures	<u>115</u>	<u>110</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>57,885</u>	<u>46,088</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Tourism and Convention Special Revenue Fund	(33,000)	(33,000)
Total Other Financing Sources (Uses)	<u>(33,000)</u>	<u>(33,000)</u>
Net Change in Fund Balances	24,885	13,088
Fund Balances - Beginning	23,914	10,826
Fund Balances - Ending	<u>\$ 48,799</u>	<u>\$ 23,914</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 33,175	\$ 57,679	\$ 24,504
Charges for Services	100	--	(100)
Interest Revenue	50	77	27
Miscellaneous	100	244	144
Total Revenues	<u>33,425</u>	<u>58,000</u>	<u>24,575</u>
EXPENDITURES			
Current			
Housing and Development	425	115	310
Total Expenditures	<u>425</u>	<u>115</u>	<u>310</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>33,000</u>	<u>57,885</u>	<u>24,885</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Tourism and Convention Special Revenue Fund	(33,000)	(33,000)	--
Total Other Financing Sources (Uses)	<u>(33,000)</u>	<u>(33,000)</u>	<u>--</u>
Net Change in Fund Balances	--	24,885	24,885
Fund Balances - Beginning	23,914	23,914	--
Fund Balances - Ending	<u>\$ 23,914</u>	<u>\$ 48,799</u>	<u>\$ 24,885</u>

CITY OF FITZGERALD, GEORGIA
Tourism & Convention Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 17,286	\$ 26,027
Total Assets	<u>\$ 17,286</u>	<u>\$ 26,027</u>
LIABILITIES		
Accounts Payable	\$ 2,996	\$ --
Total Liabilities	<u>2,996</u>	<u>--</u>
FUND BALANCES		
Assigned	14,290	26,027
Total Fund Balances	<u>14,290</u>	<u>26,027</u>
Total Liabilities and Fund Balances	<u>\$ 17,286</u>	<u>\$ 26,027</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Charges for Services	\$ 8	\$ --
Interest Revenue	50	40
Total Revenues	<u>58</u>	<u>40</u>
EXPENDITURES		
Current		
Housing and Development	32,487	12,141
Capital Outlay	12,308	1,649
Total Expenditures	<u>44,795</u>	<u>13,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(44,737)</u>	<u>(13,750)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Hotel/Motel Tax Special Revenue Fund	33,000	33,000
Total Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>
Net Change in Fund Balances	(11,737)	19,250
Fund Balances - Beginning	26,027	6,777
Fund Balances - Ending	<u>\$ 14,290</u>	<u>\$ 26,027</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 100	\$ 8	\$ (92)
Interest Revenue	50	50	--
Total Revenues	<u>150</u>	<u>58</u>	<u>(92)</u>
EXPENDITURES			
Current			
Housing and Development	30,200	32,487	(2,287)
Capital Outlay	2,950	12,308	(9,358)
Total Expenditures	<u>33,150</u>	<u>44,795</u>	<u>(11,645)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(33,000)</u>	<u>(44,737)</u>	<u>(11,737)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
Hotel/Motel Tax Special Revenue Fund	33,000	33,000	--
Total Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>	<u>--</u>
Net Change in Fund Balances	--	(11,737)	(11,737)
Fund Balances - Beginning	26,027	26,027	--
Fund Balances - Ending	<u>\$ 26,027</u>	<u>\$ 14,290</u>	<u>\$ (11,737)</u>

CITY OF FITZGERALD, GEORGIA
Humane Society Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 46,475	\$ 41,414
Receivables		
Accounts	--	75
Total Assets	<u>\$ 46,475</u>	<u>\$ 41,489</u>
LIABILITIES		
Accounts Payable	\$ 2,279	\$ 940
Accrued Liabilities	126	1,688
Due to Other Funds		
General Fund	--	38
Total Liabilities	<u>2,405</u>	<u>2,666</u>
FUND BALANCES		
Assigned	44,070	38,823
Total Fund Balances	<u>44,070</u>	<u>38,823</u>
Total Liabilities and Fund Balances	<u>\$ 46,475</u>	<u>\$ 41,489</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, 2014 and 2013

	2014	2013
REVENUES		
Intergovernmental	\$ 36,909	\$ 36,909
Charges for Services	14,557	12,058
Interest Revenue	46	41
Contributions and Donations	10,910	3,581
Total Revenues	<u>62,422</u>	<u>52,589</u>
EXPENDITURES		
Current		
Public Safety	94,084	80,622
Total Expenditures	<u>94,084</u>	<u>80,622</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(31,662)</u>	<u>(28,033)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	36,909	36,909
Total Other Financing Sources (Uses)	<u>36,909</u>	<u>36,909</u>
Net Change in Fund Balances	5,247	8,876
Fund Balances - Beginning	38,823	29,947
Fund Balances - Ending	<u>\$ 44,070</u>	<u>\$ 38,823</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 36,909	\$ 36,909	\$ --
Charges for Services	17,550	14,557	(2,993)
Interest Revenue	250	46	(204)
Contributions and Donations	3,000	10,910	7,910
Miscellaneous	250	--	(250)
Total Revenues	<u>57,959</u>	<u>62,422</u>	<u>4,463</u>
EXPENDITURES			
Current			
Public Safety	93,868	94,084	(216)
Capital Outlay	1,000	--	1,000
Total Expenditures	<u>94,868</u>	<u>94,084</u>	<u>784</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(36,909)</u>	<u>(31,662)</u>	<u>5,247</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	36,909	36,909	--
Total Other Financing Sources (Uses)	<u>36,909</u>	<u>36,909</u>	<u>--</u>
Net Change in Fund Balances	--	5,247	5,247
Fund Balances - Beginning	38,823	38,823	--
Fund Balances - Ending	<u>\$ 38,823</u>	<u>\$ 44,070</u>	<u>\$ 5,247</u>

CITY OF FITZGERALD, GEORGIA
Monitor Enrichment Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 16,622	\$ 10,032
Receivables		
Accounts	--	159
Total Assets	<u>\$ 16,622</u>	<u>\$ 10,191</u>
LIABILITIES		
Accounts Payable	\$ 253	\$ --
Accrued Liabilities	83	1,041
Due to Other Funds		
General Fund	--	38
Total Liabilities	<u>336</u>	<u>1,079</u>
FUND BALANCES		
Assigned	16,286	9,112
Total Fund Balances	<u>16,286</u>	<u>9,112</u>
Total Liabilities and Fund Balances	<u>\$ 16,622</u>	<u>\$ 10,191</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Intergovernmental	\$ 41,366	\$ 39,868
Charges for Services	15,789	13,268
Contributions and Donations	14,177	12,631
Total Revenues	<u>71,332</u>	<u>65,767</u>
EXPENDITURES		
Current		
Housing and Development	64,958	58,878
Total Expenditures	<u>64,958</u>	<u>58,878</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,374</u>	<u>6,889</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
Family Connection Special Revenue Fund	800	550
Total Other Financing Sources (Uses)	<u>800</u>	<u>550</u>
Net Change in Fund Balances	7,174	7,439
Fund Balances - Beginning	9,112	1,673
Fund Balances - Ending	<u>\$ 16,286</u>	<u>\$ 9,112</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 41,499	\$ 41,366	\$ (133)
Charges for Services	11,000	15,789	4,789
Contributions and Donations	10,000	14,177	4,177
Total Revenues	<u>62,499</u>	<u>71,332</u>	<u>8,833</u>
EXPENDITURES			
Current			
Housing and Development	62,499	64,958	(2,459)
Total Expenditures	<u>62,499</u>	<u>64,958</u>	<u>(2,459)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>6,374</u>	<u>6,374</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
Family Connection Special Revenue Fund	--	800	800
Total Other Financing Sources (Uses)	<u>--</u>	<u>800</u>	<u>800</u>
Net Change in Fund Balances	<u>--</u>	<u>7,174</u>	<u>7,174</u>
Fund Balances - Beginning	9,112	9,112	--
Fund Balances - Ending	<u>\$ 9,112</u>	<u>\$ 16,286</u>	<u>\$ 7,174</u>

CITY OF FITZGERALD, GEORGIA
Grand Theatre Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 171	\$ 201
Total Assets	<u>\$ 171</u>	<u>\$ 201</u>
FUND BALANCES		
Assigned	\$ 171	\$ 201
Total Fund Balances	<u>\$ 171</u>	<u>\$ 201</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, 2014 and 2013

	2014	2013
REVENUES		
Interest Revenue	\$ --	\$ 4
Total Revenues	<u> --</u>	<u> 4</u>
EXPENDITURES		
Current		
Culture and Recreation	30	9,012
Capital Outlay	--	533
Total Expenditures	<u> 30</u>	<u> 9,545</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (30)</u>	<u> (9,541)</u>
Net Change in Fund Balances	(30)	(9,541)
Fund Balances - Beginning	201	9,742
Fund Balances - Ending	<u>\$ 171</u>	<u>\$ 201</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 15	\$ --	\$ (15)
Total Revenues	<u>15</u>	<u>--</u>	<u>(15)</u>
EXPENDITURES			
Current			
Culture and Recreation	150	30	120
Capital Outlay	1,365	--	1,365
Total Expenditures	<u>1,515</u>	<u>30</u>	<u>1,485</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,500)</u>	<u>(30)</u>	<u>1,470</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	1,500	--	(1,500)
Total Other Financing Sources (Uses)	<u>1,500</u>	<u>--</u>	<u>(1,500)</u>
Net Change in Fund Balances	--	(30)	(30)
Fund Balances - Beginning	201	201	--
Fund Balances - Ending	<u>\$ 201</u>	<u>\$ 171</u>	<u>\$ (30)</u>

CITY OF FITZGERALD, GEORGIA
Recreation Capital Improvement Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 44,780	\$ 23,221
Receivables		
Interest	50	64
Total Assets	<u>\$ 44,830</u>	<u>\$ 23,285</u>
LIABILITIES		
Accounts Payable	\$ 3,800	\$ --
Total Liabilities	<u>3,800</u>	<u>--</u>
FUND BALANCES		
Assigned	41,030	23,285
Total Liabilities and Fund Balances	<u>\$ 44,830</u>	<u>\$ 23,285</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Interest Revenue	\$ 75	\$ 109
Total Revenues	<u>75</u>	<u>109</u>
EXPENDITURES		
Current		
Culture and Recreation	4,373	4,008
Capital Outlay	3,800	11,628
Total Expenditures	<u>8,173</u>	<u>15,636</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,098)</u>	<u>(15,527)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	24,343	2,528
Proceeds of Capital Asset Dispositions	1,500	13,013
Total Other Financing Sources (Uses)	<u>25,843</u>	<u>15,541</u>
Net Change in Fund Balances	17,745	14
Fund Balances - Beginning	23,285	23,271
Fund Balances - Ending	<u>\$ 41,030</u>	<u>\$ 23,285</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest Revenue	\$ 250	\$ 75	\$ (175)
Total Revenues	<u>250</u>	<u>75</u>	<u>(175)</u>
EXPENDITURES			
Current			
Culture and Recreation	750	4,373	(3,623)
Capital Outlay	5,000	3,800	1,200
Total Expenditures	<u>5,750</u>	<u>8,173</u>	<u>(2,423)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,500)</u>	<u>(8,098)</u>	<u>(2,598)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In			
General Fund	5,000	24,343	19,343
Proceeds of Capital Asset Dispositions	500	1,500	1,000
Total Other Financing Sources (Uses)	<u>5,500</u>	<u>25,843</u>	<u>20,343</u>
Net Change in Fund Balances	<u>--</u>	<u>17,745</u>	<u>17,745</u>
Fund Balances - Beginning	23,285	23,285	--
Fund Balances - Ending	<u>\$ 23,285</u>	<u>\$ 41,030</u>	<u>\$ 17,745</u>

CITY OF FITZGERALD, GEORGIA
Industrial Development & Promotion Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 634,813	\$ 494,496
Receivables (Net of Allowance for Uncollectibles)		
Interest	958	517
Taxes	25,651	36,944
Due from Other Funds		
General Fund	80,669	163,358
Due from Component Units	50,000	50,000
Total Assets	<u>\$ 792,091</u>	<u>\$ 745,315</u>
LIABILITIES		
Accounts Payable	\$ 278	\$ 784
Intergovernmental Payable	6,907	4,847
Total Liabilities	<u>7,185</u>	<u>5,631</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Property Taxes	19,023	32,116
Total Deferred Inflows of Resources	<u>19,023</u>	<u>32,116</u>
FUND BALANCES		
Assigned	765,883	707,568
Total Fund Balances	<u>765,883</u>	<u>707,568</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 792,091</u>	<u>\$ 745,315</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Taxes	\$ 146,821	\$ 133,299
Interest Revenue	1,583	1,174
Total Revenues	<u>148,404</u>	<u>134,473</u>
EXPENDITURES		
Current		
Housing and Development	90,089	55,990
Total Expenditures	<u>90,089</u>	<u>55,990</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>58,315</u>	<u>78,483</u>
Net Change in Fund Balances	58,315	78,483
Fund Balances - Beginning	707,568	629,085
Fund Balances - Ending	<u>\$ 765,883</u>	<u>\$ 707,568</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes	\$ 115,000	\$ 146,821	\$ 31,821
Interest Revenue	1,600	1,583	(17)
Total Revenues	<u>116,600</u>	<u>148,404</u>	<u>31,804</u>
EXPENDITURES			
Current			
Housing and Development	116,600	90,089	26,511
Total Expenditures	<u>116,600</u>	<u>90,089</u>	<u>26,511</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	58,315	58,315
Net Change in Fund Balances	--	58,315	58,315
Fund Balances - Beginning	707,568	707,568	--
Fund Balances - Ending	<u>\$ 707,568</u>	<u>\$ 765,883</u>	<u>\$ 58,315</u>

CITY OF FITZGERALD, GEORGIA
Community Development Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,060	\$ 82
Receivables		
Notes	49,226	50,299
Due from Other Funds		
NSP Program Special Revenue Fund	6,289	8,813
Total Assets	<u>\$ 61,575</u>	<u>\$ 59,194</u>
LIABILITIES		
Accounts Payable	\$ 29	\$ 4,842
Due to Other Funds		
General Fund	--	618
Other Current Liabilities	--	2,945
Total Liabilities	<u>29</u>	<u>8,405</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue		
Development and Redevelopment Property	49,226	50,099
Total Deferred Inflows of Resources	<u>49,226</u>	<u>50,099</u>
FUND BALANCES		
Assigned	12,320	690
Total Fund Balances	<u>12,320</u>	<u>690</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 61,575</u>	<u>\$ 59,194</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Charges for Services	\$ 19,860	\$ 12,899
Interest Revenue	1,402	1,411
Miscellaneous	7,219	9,094
Total Revenues	<u>28,481</u>	<u>23,404</u>
EXPENDITURES		
Current		
Housing and Development	16,851	20,393
Total Expenditures	<u>16,851</u>	<u>20,393</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,630</u>	<u>3,011</u>
Net Change in Fund Balances	11,630	3,011
Fund Balances - Beginning	690	(2,321)
Fund Balances - Ending	<u>\$ 12,320</u>	<u>\$ 690</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for Services	\$ 12,000	\$ 19,860	\$ 7,860
Interest Revenue	50	1,402	1,352
Miscellaneous	10,917	7,219	(3,698)
Total Revenues	<u>22,967</u>	<u>28,481</u>	<u>5,514</u>
EXPENDITURES			
Current			
Housing and Development	22,967	16,851	6,116
Total Expenditures	<u>22,967</u>	<u>16,851</u>	<u>6,116</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	--	11,630	11,630
Net Change in Fund Balances	--	11,630	11,630
Fund Balances - Beginning	690	690	--
Fund Balances - Ending	<u>\$ 690</u>	<u>\$ 12,320</u>	<u>\$ 11,630</u>

CITY OF FITZGERALD, GEORGIA
Family Connection Special Revenue Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 3,135	\$ 2,665
Receivables		
Interest	11	11
Intergovernmental	11,417	10,150
Total Assets	<u>\$ 14,563</u>	<u>\$ 12,826</u>
LIABILITIES		
Accounts Payable	\$ 41	\$ --
Accrued Liabilities	96	1,315
Due to Other Funds		
General Fund	14,363	12,853
Total Liabilities	<u>14,500</u>	<u>14,168</u>
FUND BALANCES		
Assigned	63	--
Unassigned	--	(1,342)
Total Fund Balances	<u>63</u>	<u>(1,342)</u>
Total Liabilities and Fund Balances	<u>\$ 14,563</u>	<u>\$ 12,826</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, 2014 and 2013

	2014	2013
REVENUES		
Intergovernmental	\$ 47,756	\$ 46,159
Total Revenues	<u>47,756</u>	<u>46,159</u>
EXPENDITURES		
Current		
Health and Welfare	45,551	45,751
Total Expenditures	<u>45,551</u>	<u>45,751</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,205</u>	<u>408</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out		
Monitor Enrichment Special Revenue Fund	(800)	(550)
Total Other Financing Sources (Uses)	<u>(800)</u>	<u>(550)</u>
Net Change in Fund Balances	1,405	(142)
Fund Balances - Beginning	(1,342)	(1,200)
Fund Balances - Ending	<u>\$ 63</u>	<u>\$ (1,342)</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, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 45,000	\$ 47,756	\$ 2,756
Total Revenues	<u>45,000</u>	<u>47,756</u>	<u>2,756</u>
EXPENDITURES			
Current			
Health and Welfare	45,000	45,551	(551)
Total Expenditures	<u>45,000</u>	<u>45,551</u>	<u>(551)</u>
Excess (Deficiency) of Revenues Over (Under)			
Expenditures	<u>--</u>	<u>2,205</u>	<u>2,205</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out			
Monitor Enrichment Special Revenue Fund	--	(800)	(800)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(800)</u>	<u>(800)</u>
Net Change in Fund Balances	--	1,405	1,405
Fund Balances - Beginning	(1,342)	(1,342)	--
Fund Balances - Ending	<u>\$ (1,342)</u>	<u>\$ 63</u>	<u>\$ 1,405</u>

CITY OF FITZGERALD, GEORGIA
SPLOST Capital Projects Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 434,718	\$ 583,729
Receivables		
Intergovernmental	--	52,417
Total Assets	<u>\$ 434,718</u>	<u>\$ 636,146</u>
LIABILITIES		
Accounts Payable	\$ 30,539	\$ 64,352
Total Liabilities	<u>30,539</u>	<u>64,352</u>
FUND BALANCES		
Restricted	404,179	571,794
Total Fund Balances	<u>404,179</u>	<u>571,794</u>
Total Liabilities and Fund Balances	<u>\$ 434,718</u>	<u>\$ 636,146</u>

CITY OF FITZGERALD, GEORGIA
SPLOST Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Intergovernmental	\$ --	\$ 466,190
Interest Revenue	3,009	3,121
Total Revenues	<u>3,009</u>	<u>469,311</u>
EXPENDITURES		
Capital Outlay	170,624	667,822
Debt Service	--	115,000
Total Expenditures	<u>170,624</u>	<u>782,822</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(167,615)</u>	<u>(313,511)</u>
Net Change in Fund Balances	(167,615)	(313,511)
Fund Balances - Beginning	571,794	885,305
Fund Balances - Ending	<u>\$ 404,179</u>	<u>\$ 571,794</u>

CITY OF FITZGERALD, GEORGIA
SPLOST 2011 Capital Projects Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,883,771	\$ 1,095,379
Receivables		
Intergovernmental	188,743	180,317
Due from Component Units	--	8,000
Total Assets	<u>\$ 2,072,514</u>	<u>\$ 1,283,696</u>
FUND BALANCES		
Restricted	<u>\$ 2,072,514</u>	<u>\$ 1,283,696</u>
Total Fund Balances	<u>\$ 2,072,514</u>	<u>\$ 1,283,696</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Intergovernmental	\$ 1,253,871	\$ 1,053,781
Interest Revenue	6,207	4,648
Total Revenues	<u>1,260,078</u>	<u>1,058,429</u>
EXPENDITURES		
Current		
Housing and Development	21,859	21,859
Capital Outlay	261,000	895,078
Debt Service	423,401	323,989
Total Expenditures	<u>706,260</u>	<u>1,240,926</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>553,818</u>	<u>(182,497)</u>
OTHER FINANCING SOURCES (USES)		
Capital Leases	235,000	240,705
Total Other Financing Sources (Uses)	<u>235,000</u>	<u>240,705</u>
Net Change in Fund Balances	788,818	58,208
Fund Balances - Beginning	1,283,696	1,225,488
Fund Balances - Ending	<u>\$ 2,072,514</u>	<u>\$ 1,283,696</u>

CITY OF FITZGERALD, GEORGIA
Civil War Heritage Trail Capital Projects Fund
Balance Sheet
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and Cash Equivalents	\$ 8,141	\$ 8,819
Total Assets	<u>\$ 8,141</u>	<u>\$ 8,819</u>
FUND BALANCES		
Assigned	\$ 8,141	\$ 8,819
Total Fund Balances	<u>\$ 8,141</u>	<u>\$ 8,819</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Interest Revenue	\$ 46	\$ 68
Total Revenues	<u>46</u>	<u>68</u>
EXPENDITURES		
Capital Outlay	<u>724</u>	<u>292</u>
Total Expenditures	<u>724</u>	<u>292</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(678)</u>	<u>(224)</u>
Net Change in Fund Balances	(678)	(224)
Fund Balances - Beginning	8,819	9,043
Fund Balances - Ending	<u>\$ 8,141</u>	<u>\$ 8,819</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 23,133,288	\$ 19,884,853
Receivables (Net of Allowance for Uncollectibles)		
Accounts	1,343,097	1,133,504
Inventories	699,888	790,147
Prepaid Items	200,018	294,443
Restricted Assets		
Cash and Cash Equivalents	521,114	487,501
Total Current Assets	<u>25,897,405</u>	<u>22,590,448</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	266,790	238,153
Capital Assets Net of Accumulated Depreciation		
Buildings and System	2,737,768	2,737,768
Water System and Equipment	21,115,680	21,065,580
Electric Distribution System	8,222,165	8,121,433
Gas Distribution System	2,596,330	2,563,486
Machinery and Equipment	2,923,591	2,910,013
Accumulated Depreciation	(21,656,181)	(20,875,384)
Total Capital Assets Net of Accumulated Depreciation	<u>16,206,143</u>	<u>16,761,049</u>
Total Noncurrent Assets	<u>16,206,143</u>	<u>16,761,049</u>
Total Assets	<u>42,103,548</u>	<u>39,351,497</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charges	948,796	693,966
Total Deferred Outflows of Resources	<u>948,796</u>	<u>693,966</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	2,117,400	2,117,421
Accrued Liabilities	47,053	31,035
Due to Other Funds		
General Fund	239,038	233,660
Customer Deposits	511,402	501,213
Compensated Absences	147,211	139,728
Total Current Liabilities	<u>3,062,104</u>	<u>3,023,057</u>
Noncurrent Liabilities		
Other Post Employment Benefits Obligation	1,022,375	870,097
Total Noncurrent Liabilities	<u>1,022,375</u>	<u>870,097</u>
Total Liabilities	<u>4,084,479</u>	<u>3,893,154</u>
NET POSITION		
Investment In Capital Assets	16,206,143	16,761,049
Unrestricted	22,761,722	19,391,260
Total Net Position	<u>\$ 38,967,865</u>	<u>\$ 36,152,309</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Charges for Services	\$ 32,822,482	\$ 29,984,896
Other	1,737,801	1,913,097
Total Operating Revenues	<u>34,560,283</u>	<u>31,897,993</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	5,191,197	4,820,470
Purchased/Contracted Services	1,332,650	1,320,287
Supplies	22,372,010	20,824,851
Depreciation	862,250	910,220
Other	1,368,306	1,145,614
Total Operating Expenses	<u>31,126,413</u>	<u>29,021,442</u>
Operating Income (Loss)	<u>3,433,870</u>	<u>2,876,551</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	17,651	14,994
Contribution from MEAG	1,018,734	82,516
Miscellaneous	46,281	38,893
Interest Expense	--	(3,380)
Gain/Loss on Disposition of Capital Assets	10,691	57,631
Total Nonoperating Revenues (Expenses)	<u>1,093,357</u>	<u>190,654</u>
Income (Loss) Before Capital Contributions and Transfers	<u>4,527,227</u>	<u>3,067,205</u>
Transfers Out		
General Fund	<u>(1,711,671)</u>	<u>(1,566,653)</u>
Changes in Net Position	<u>2,815,556</u>	<u>1,500,552</u>
Net Position - Beginning	36,152,309	34,651,757
Net Position - Ending	<u>\$ 38,967,865</u>	<u>\$ 36,152,309</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2014 and 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 34,197,984	\$ 31,559,087
Payments to Suppliers	(25,074,975)	(22,655,863)
Payments to Employees	(4,920,681)	(4,721,334)
Net Cash Provided (Used) by Operating Activities	<u>4,202,328</u>	<u>4,181,890</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Contributions - MEAG	1,018,734	82,516
Transfers to Other Funds		
General Fund	(1,706,293)	(1,555,618)
Principal Paid on Notes Payable	--	(132,408)
Interest Paid on Notes Payable	--	(3,380)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(687,559)</u>	<u>(1,608,890)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(308,879)	(271,874)
Computer Charges	25,500	22,320
Proceeds from Sales of Capital Assets	12,226	77,552
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(271,153)</u>	<u>(172,002)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	17,651	14,994
Discounts Received	7,819	7,907
Other	12,962	8,666
Net Cash Provided (Used) by Investing Activities	<u>38,432</u>	<u>31,567</u>
Net Increase (Decrease) in Cash and Cash Equivalents	3,282,048	2,432,565
Cash and Cash Equivalents - Beginning of Year	20,372,354	17,939,789
Cash and Cash Equivalents - End of Year	<u>\$ 23,654,402</u>	<u>\$ 20,372,354</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 3,433,870	\$ 2,876,551
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	862,250	910,220
Provision for Bad Debts	162,896	201,498
(Increase) Decrease in Accounts Receivable	(372,489)	(363,885)
(Increase) Decrease in Inventories	90,259	15,330
(Increase) Decrease in Prepaid Items	94,425	36,704
(Increase) Decrease in Deferred Charges	(254,830)	251,161
Increase (Decrease) in Accounts Payable	(21)	138,497
Increase (Decrease) in Accrued Liabilities	16,018	(75,077)
Increase (Decrease) in Compensated Absences Payable	7,483	12,337
Increase (Decrease) in Customer Deposits	10,189	24,980
Increase (Decrease) in Other Post Employment Benefits Obligation	152,278	153,574
Net Cash Provided (Used) by Operating Activities	<u>\$ 4,202,328</u>	<u>\$ 4,181,890</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Net Position
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 996,321	\$ 1,166,727
Receivables (Net of Allowance for Uncollectibles)		
Accounts	92,451	67,713
Due from Other Funds		
General Fund	75,000	75,000
Total Current Assets	<u>1,163,772</u>	<u>1,309,440</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	550,824	550,824
Capital Assets Net of Accumulated Depreciation		
Landfill	3,460,409	3,460,409
Machinery and Equipment	1,108,727	1,007,493
Accumulated Depreciation	<u>(4,188,622)</u>	<u>(4,155,021)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>931,338</u>	<u>863,705</u>
Total Noncurrent Assets	<u>931,338</u>	<u>863,705</u>
Total Assets	<u>2,095,110</u>	<u>2,173,145</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	55,686	48,642
Accrued Liabilities	236	3,291
Due to Other Funds		
General Fund	1,303	2,182
Closure and Post-Closure Care Costs	<u>22,000</u>	<u>22,000</u>
Total Current Liabilities	<u>79,225</u>	<u>76,115</u>
Noncurrent Liabilities		
Closure and Post-Closure Care Costs	<u>1,329,099</u>	<u>1,329,099</u>
Total Noncurrent Liabilities	<u>1,329,099</u>	<u>1,329,099</u>
Total Liabilities	<u>1,408,324</u>	<u>1,405,214</u>
NET POSITION		
Investment In Capital Assets	931,338	863,705
Unrestricted	<u>(244,552)</u>	<u>(95,774)</u>
Total Net Position	<u>\$ 686,786</u>	<u>\$ 767,931</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Charges for Services	\$ 879,418	\$ 896,958
Other	--	115
Total Operating Revenues	<u>879,418</u>	<u>897,073</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	117,991	110,954
Purchased/Contracted Services	756,368	758,298
Supplies	54,459	57,118
Depreciation	33,601	27,960
Other	2,785	4,501
Total Operating Expenses	<u>965,204</u>	<u>958,831</u>
Operating Income (Loss)	<u>(85,786)</u>	<u>(61,758)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	4,641	5,180
Gain/Loss on Disposition of Capital Assets	--	12,500
Total Nonoperating Revenues (Expenses)	<u>4,641</u>	<u>17,680</u>
Changes in Net Position	<u>(81,145)</u>	<u>(44,078)</u>
Net Position - Beginning	<u>767,931</u>	<u>812,009</u>
Net Position - Ending	<u>\$ 686,786</u>	<u>\$ 767,931</u>

CITY OF FITZGERALD, GEORGIA
Landfill Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2014 and 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 854,680	\$ 909,441
Payments to Suppliers	(807,447)	(823,532)
Payments to Employees	(121,046)	(110,719)
Net Cash Provided (Used) by Operating Activities	<u>(73,813)</u>	<u>(24,810)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Due from Other Funds	--	--
Net Cash Provided (Used) by Noncapital Financing Activities	<u>--</u>	<u>--</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(101,234)	--
Proceeds from Sales of Capital Assets	--	12,500
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(101,234)</u>	<u>12,500</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	4,641	5,180
Net Cash Provided (Used) by Investing Activities	<u>4,641</u>	<u>5,180</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(170,406)	(7,130)
Cash and Cash Equivalents - Beginning of Year	1,166,727	1,173,857
Cash and Cash Equivalents - End of Year	<u>\$ 996,321</u>	<u>\$ 1,166,727</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (85,786)	\$ (61,758)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	33,601	27,960
(Increase) Decrease in Accounts Receivable	(24,738)	12,368
Increase (Decrease) in Accounts Payable	7,044	(1,061)
Increase (Decrease) in Accrued Liabilities	(3,055)	235
Increase (Decrease) in Due to Other Funds	(879)	(2,554)
Net Cash Provided (Used) by Operating Activities	<u>\$ (73,813)</u>	<u>\$ (24,810)</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, 2014

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 516,611	\$ 116,333	\$ 632,944
Receivables (Net of Allowance for Uncollectibles)	6,134	38,239	44,373
Inventories	24,606	--	24,606
Total Current Assets	<u>547,351</u>	<u>154,572</u>	<u>701,923</u>
Noncurrent Assets			
Notes Receivable	--	270,867	270,867
Capital Assets Not Being Depreciated	302,603	--	302,603
Capital Assets Net of Accumulated Depreciation	1,902,714	--	1,902,714
Total Noncurrent Assets	<u>2,205,317</u>	<u>270,867</u>	<u>2,476,184</u>
Total Assets	<u>2,752,668</u>	<u>425,439</u>	<u>3,178,107</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	1,661	--	1,661
Accrued Liabilities	169	--	169
Due to Other Funds	125	--	125
Notes Payable - Current	17,248	--	17,248
Total Current Liabilities	<u>19,203</u>	<u>--</u>	<u>19,203</u>
Noncurrent Liabilities			
Notes Payable	55,280	--	55,280
Total Noncurrent Liabilities	<u>55,280</u>	<u>--</u>	<u>55,280</u>
Total Liabilities	<u>74,483</u>	<u>--</u>	<u>74,483</u>
NET POSITION			
Net Investment in Capital Assets	2,132,789	--	2,132,789
Restricted	--	425,439	425,439
Unrestricted	545,396	--	545,396
Total Net Position	<u>\$ 2,678,185</u>	<u>\$ 425,439</u>	<u>\$ 3,103,624</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2014

	Enterprise Funds		
	Airport	EIP Revolving Loan	Total
OPERATING REVENUES			
Charges for Services	\$ 147,786	\$ 15,919	\$ 163,705
Other	400	--	400
Total Operating Revenues	<u>148,186</u>	<u>15,919</u>	<u>164,105</u>
OPERATING EXPENSES			
Personal Services and Employee Benefits	69,491	--	69,491
Purchased/Contracted Services	39,827	--	39,827
Supplies	73,778	--	73,778
Depreciation	135,088	--	135,088
Total Operating Expenses	<u>318,184</u>	<u>--</u>	<u>318,184</u>
Operating Income (Loss)	<u>(169,998)</u>	<u>15,919</u>	<u>(154,079)</u>
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental	108,429	--	108,429
Interest Revenue	1,825	500	2,325
Interest Expense	(5,167)	--	(5,167)
Total Nonoperating Revenues (Expenses)	<u>105,087</u>	<u>500</u>	<u>105,587</u>
Income (Loss) Before Capital Contributions and Transfers	(64,911)	16,419	(48,492)
Transfers In	37,282	--	37,282
Changes in Net Position	<u>(27,629)</u>	<u>16,419</u>	<u>(11,210)</u>
Net Position - Beginning	2,705,814	409,020	3,114,834
Net Position - Ending	<u>\$ 2,678,185</u>	<u>\$ 425,439</u>	<u>\$ 3,103,624</u>

CITY OF FITZGERALD, GEORGIA
Nonmajor Proprietary Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2014

	Enterprise Funds		
	EIP		
	Airport	Revolving Loan	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 151,123	\$ 46,323	\$ 197,446
Payments to Suppliers	(112,217)	--	(112,217)
Payments to Employees	(71,497)	--	(71,497)
Net Cash Provided (Used) by Operating Activities	<u>(32,591)</u>	<u>46,323</u>	<u>13,732</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental	24,854	--	24,854
Transfers from Other Funds	37,282	--	37,282
Net Cash Provided (Used) by Noncapital Financing Activities	<u>62,136</u>	<u>--</u>	<u>62,136</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(67,060)	--	(67,060)
Principal Paid on Capital Debt	(13,958)	--	(13,958)
Interest Paid on Capital Debt	(5,167)	--	(5,167)
Grants	83,575	--	83,575
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,610)</u>	<u>--</u>	<u>(2,610)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	1,835	500	2,335
Net Cash Provided (Used) by Investing Activities	<u>1,835</u>	<u>500</u>	<u>2,335</u>
Net Increase (Decrease) in Cash and Cash Equivalents	28,770	46,823	75,593
Cash and Cash Equivalents - Beginning of Year	487,841	69,510	557,351
Cash and Cash Equivalents - End of Year	<u>\$ 516,611</u>	<u>\$ 116,333</u>	<u>\$ 632,944</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (169,998)	\$ 15,919	\$ (154,079)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	135,088	--	135,088
(Increase) Decrease in Accounts Receivable	2,937	--	2,937
(Increase) Decrease in Notes Receivable	--	30,404	30,404
(Increase) Decrease in Inventories	913	--	913
Increase (Decrease) in Accounts Payable	533	--	533
Increase (Decrease) in Accrued Liabilities	(2,006)	--	(2,006)
Increase (Decrease) in Due to Other Funds	(58)	--	(58)
Net Cash Provided (Used) by Operating Activities	<u>\$ (32,591)</u>	<u>\$ 46,323</u>	<u>\$ 13,732</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Net Position
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 516,611	\$ 487,841
Receivables		
Interest	145	155
Accounts	5,989	8,926
Inventories	24,606	25,519
Total Current Assets	<u>547,351</u>	<u>522,441</u>
Noncurrent Assets		
Capital Assets Not Being Depreciated		
Land	289,245	289,245
Construction in Progress	13,358	10,080
Capital Assets Net of Accumulated Depreciation		
Airport Improvement Projects	4,701,801	4,638,019
Machinery and Equipment	209,807	209,807
Accumulated Depreciation	<u>(3,008,894)</u>	<u>(2,873,806)</u>
Total Capital Assets Net of Accumulated Depreciation	<u>2,205,317</u>	<u>2,273,345</u>
Total Noncurrent Assets	<u>2,205,317</u>	<u>2,273,345</u>
Total Assets	<u>2,752,668</u>	<u>2,795,786</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	1,661	1,128
Accrued Liabilities	169	2,175
Due to Other Funds		
General Fund	125	183
Notes Payable - Current	17,248	86,486
Total Current Liabilities	<u>19,203</u>	<u>89,972</u>
Noncurrent Liabilities		
Notes Payable	55,280	--
Total Noncurrent Liabilities	<u>55,280</u>	<u>--</u>
Total Liabilities	<u>74,483</u>	<u>89,972</u>
NET POSITION		
Net Investment in Capital Assets	2,132,789	2,186,859
Unrestricted	545,396	518,955
Total Net Position	<u>\$ 2,678,185</u>	<u>\$ 2,705,814</u>

CITY OF FITZGERALD, GEORGIA**Airport Enterprise Fund****Statement of Revenues, Expenses and Changes in Net Position****For the Years Ended December 31, 2014 and 2013**

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Charges for Services	\$ 147,786	\$ 174,492
Other	400	400
Total Operating Revenues	<u>148,186</u>	<u>174,892</u>
OPERATING EXPENSES		
Personal Services and Employee Benefits	69,491	68,564
Purchased/Contracted Services	39,827	58,385
Supplies	73,778	96,679
Depreciation	135,088	133,629
Total Operating Expenses	<u>318,184</u>	<u>357,257</u>
Operating Income (Loss)	<u>(169,998)</u>	<u>(182,365)</u>
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	108,429	51,601
Interest Revenue	1,825	1,924
Interest Expense	(5,167)	(5,253)
Gain/Loss on Disposition of Capital Assets	--	--
Total Nonoperating Revenues (Expenses)	<u>105,087</u>	<u>48,272</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(64,911)</u>	<u>(134,093)</u>
Transfers In		
General Fund	37,282	33,776
Changes in Net Position	<u>(27,629)</u>	<u>(100,317)</u>
Net Position - Beginning	2,705,814	2,806,131
Net Position - Ending	<u>\$ 2,678,185</u>	<u>\$ 2,705,814</u>

CITY OF FITZGERALD, GEORGIA
Airport Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 151,123	\$ 173,028
Payments to Suppliers	(112,217)	(157,881)
Payments to Employees	(71,497)	(68,409)
Net Cash Provided (Used) by Operating Activities	<u>(32,591)</u>	<u>(53,262)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental	24,854	22,518
Transfers from Other Funds		
General Fund	37,282	33,776
Net Cash Provided (Used) by Noncapital Financing Activities	<u>62,136</u>	<u>56,294</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(67,060)	--
Principal Paid on Capital Debt	(13,958)	(16,515)
Interest Paid on Capital Debt	(5,167)	(5,253)
Grants	83,575	29,083
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,610)</u>	<u>7,315</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	1,835	1,988
Net Cash Provided (Used) by Investing Activities	<u>1,835</u>	<u>1,988</u>
Net Increase (Decrease) in Cash and Cash Equivalents	28,770	12,335
Cash and Cash Equivalents - Beginning of Year	487,841	475,506
Cash and Cash Equivalents - End of Year	<u>\$ 516,611</u>	<u>\$ 487,841</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (169,998)	\$ (182,365)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	135,088	133,629
(Increase) Decrease in Accounts Receivable	2,937	(1,864)
(Increase) Decrease in Inventories	913	(406)
Increase (Decrease) in Accounts Payable	533	(2,313)
Increase (Decrease) in Accrued Liabilities	(2,006)	155
Increase (Decrease) in Due to Other Funds	(58)	(98)
Net Cash Provided (Used) by Operating Activities	<u>\$ (32,591)</u>	<u>\$ (53,262)</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Net Position
December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 116,333	\$ 69,510
Receivables		
Notes	38,239	31,893
Total Current Assets	<u>154,572</u>	<u>101,403</u>
Noncurrent Assets		
Notes Receivable	270,867	307,617
Total Noncurrent Assets	<u>270,867</u>	<u>307,617</u>
Total Assets	<u>425,439</u>	<u>409,020</u>
NET POSITION		
Restricted	425,439	409,020
Total Net Position	<u>\$ 425,439</u>	<u>\$ 409,020</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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Charges for Services	\$ 15,919	\$ 17,872
Total Operating Revenues	<u>15,919</u>	<u>17,872</u>
Operating Income (Loss)	<u>15,919</u>	<u>17,872</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	<u>500</u>	<u>533</u>
Total Nonoperating Revenues (Expenses)	<u>500</u>	<u>533</u>
Changes in Net Position	16,419	18,405
Net Position - Beginning	409,020	390,615
Net Position - Ending	<u>\$ 425,439</u>	<u>\$ 409,020</u>

CITY OF FITZGERALD, GEORGIA
EIP Revolving Loan Enterprise Fund
Statement of Cash Flows
For the Years Ended December 31, 2014 and 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	\$ 46,323	\$ 40,862
Notes Issued	--	(75,000)
Net Cash Provided (Used) by Operating Activities	<u>46,323</u>	<u>(34,138)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	500	533
Net Cash Provided (Used) by Investing Activities	<u>500</u>	<u>533</u>
Net Increase (Decrease) in Cash and Cash Equivalents	46,823	(33,605)
Cash and Cash Equivalents - Beginning of Year	69,510	103,115
Cash and Cash Equivalents - End of Year	<u>\$ 116,333</u>	<u>\$ 69,510</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 15,919	\$ 17,872
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
(Increase) Decrease in Notes Receivable	30,404	(52,010)
Net Cash Provided (Used) by Operating Activities	<u>\$ 46,323</u>	<u>\$ (34,138)</u>

SUPPLEMENTAL SCHEDULES

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Revenues
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
REVENUES		
Taxes		
Real Property	\$ 1,203,917	\$ 1,090,174
Personal Property	180,318	177,422
Real Estate Transfer (Intangible)	2,427	1,274
Franchise	156,394	204,319
General Sales and Use	1,063,761	1,064,203
Selective Sales and Use	169,627	172,474
Business		
Business and Occupation	111,933	102,318
Insurance Premium	489,296	470,190
Financial Institution	64,079	57,653
Penalties and Interest on Delinquent Taxes	20,390	15,671
	<u>3,462,142</u>	<u>3,355,698</u>
Licenses and Permits		
Non-Business	840	690
Regulatory	16,627	7,638
Penalties and Interest	1,671	1,055
	<u>19,138</u>	<u>9,383</u>
Intergovernmental	<u>307,911</u>	<u>287,615</u>
Charges for Services		
General Government	28,200	30,978
Public Safety	472,229	475,678
Street and Public Improvements	17,372	21,416
Public Works	1,243,219	1,247,464
Culture and Recreation	140,810	133,774
Other Charges for Services	77,052	55,849
	<u>1,978,882</u>	<u>1,965,159</u>
Fines and Forfeitures	<u>144,197</u>	<u>157,333</u>
Interest Revenue	<u>4,633</u>	<u>2,993</u>
Miscellaneous	<u>223,252</u>	<u>97,114</u>
Total Revenues	<u>\$ 6,140,155</u>	<u>\$ 5,875,295</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
EXPENDITURES		
Current		
General Government		
Legislative		
Personal Services and Employee Benefits	\$ 63,923	\$ 68,342
Purchased/Contracted Services	33,768	33,149
Supplies	562	448
Total Legislative	<u>98,253</u>	<u>101,939</u>
Executive		
Personal Services and Employee Benefits	15,386	17,286
Purchased/Contracted Services	12,440	11,650
Supplies	1,177	1,596
Total Executive	<u>29,003</u>	<u>30,532</u>
Elections		
Purchased/Contracted Services	17,034	7,423
Supplies	--	340
Total Elections	<u>17,034</u>	<u>7,763</u>
Financial Administration		
Personal Services and Employee Benefits	314,595	298,665
Purchased/Contracted Services	192,653	153,841
Supplies	15,359	15,689
Other Costs	--	6,459
Total Financial Administration	<u>522,607</u>	<u>474,654</u>
Government Buildings		
Purchased/Contracted Services	50,547	56,034
Supplies	2,268	2,961
Total Government Buildings	<u>52,815</u>	<u>58,995</u>
Total General Government	<u>719,712</u>	<u>673,883</u>
Public Safety		
Police		
Personal Services and Employee Benefits	1,474,205	1,442,909
Purchased/Contracted Services	165,289	143,765
Supplies	122,393	117,210
Capital Outlay	4,783	11,255
Other Costs	28,188	19,841
Total Police	<u>1,794,858</u>	<u>1,734,980</u>
Custody of Prisoners		
Purchased/Contracted Services	68,390	56,770
Total Custody of Prisoners	<u>68,390</u>	<u>56,770</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Fire		
Personal Services and Employee Benefits	1,054,826	1,069,156
Purchased/Contracted Services	59,926	60,105
Supplies	21,420	20,351
Capital Outlay	1,801	1,943
Total Fire	<u>1,137,973</u>	<u>1,151,555</u>
Animal Control		
Personal Services and Employee Benefits	65,385	58,505
Purchased/Contracted Services	3,668	2,176
Supplies	5,570	6,420
Total Animal Control	<u>74,623</u>	<u>67,101</u>
Total Public Safety	<u>3,075,844</u>	<u>3,010,406</u>
Public Works		
Highways and Streets		
Personal Services and Employee Benefits	384,114	418,171
Purchased/Contracted Services	132,191	113,026
Supplies	69,365	70,410
Total Highways and Streets	<u>585,670</u>	<u>601,607</u>
Sanitation		
Personal Services and Employee Benefits	337,475	326,083
Purchased/Contracted Services	446,204	396,420
Supplies	102,134	111,414
Total Sanitation	<u>885,813</u>	<u>833,917</u>
Public Works Shop		
Personal Services and Employee Benefits	107,493	110,042
Purchased/Contracted Services	9,111	8,489
Supplies	12,297	12,917
Total Public Works Shop	<u>128,901</u>	<u>131,448</u>
Cemetery		
Personal Services and Employee Benefits	136,594	132,590
Purchased/Contracted Services	12,100	12,672
Supplies	17,202	12,985
Total Cemetery	<u>165,896</u>	<u>158,247</u>
Total Public Works	<u>1,766,280</u>	<u>1,725,219</u>
Health and Welfare		
Welfare/Charity		
Other Costs	--	50
Total Welfare/Charity	<u>--</u>	<u>50</u>
Total Health and Welfare	<u>--</u>	<u>50</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Culture and Recreation		
Recreation		
Personal Services and Employee Benefits	329,836	338,455
Purchased/Contracted Services	31,196	40,213
Supplies	83,024	74,623
Total Recreation	<u>444,056</u>	<u>453,291</u>
Participant Recreation		
Purchased/Contracted Services	15,832	25,976
Supplies	37,650	33,906
Total Participant Recreation	<u>53,482</u>	<u>59,882</u>
Swimming Pools		
Purchased/Contracted Services	5,813	7,427
Supplies	1,874	292
Total Swimming Pools	<u>7,687</u>	<u>7,719</u>
Sports Facilities		
Legion Park Facility	12,342	3,748
Monitor Facility	6,415	7,458
Ball Parks and Fields	23,034	16,357
Tennis Courts	--	113
Paulk Park Camp Site	4,083	6,127
Skeet Range	1,486	334
Total Sports Facilities	<u>47,360</u>	<u>34,137</u>
Museums		
Personal Services and Employee Benefits	9,427	9,820
Purchased/Contracted Services	3,144	4,738
Supplies	677	1,239
Total Museums	<u>13,248</u>	<u>15,797</u>
Grand Theatre		
Personal Services and Employee Benefits	61,046	48,237
Purchased/Contracted Services	19,592	26,446
Supplies	64,725	70,418
Total Grand Theatre	<u>145,363</u>	<u>145,101</u>
The Carnegie Center		
Purchased/Contracted Services	2,516	2,662
Supplies	336	420
Total The Carnegie Center	<u>2,852</u>	<u>3,082</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2014 and 2013

	2014	2013
Parks		
Personal Services and Employee Benefits	112,678	108,085
Purchased/Contracted Services	15,356	15,053
Supplies	10,947	8,361
Capital Outlay	303	459
Total Parks	<u>139,284</u>	<u>131,958</u>
Library		
Other Costs	127,714	125,210
Total Library	<u>127,714</u>	<u>125,210</u>
Total Culture and Recreation	<u>981,046</u>	<u>976,177</u>
Housing and Development		
Building Inspections		
Personal Services and Employee Benefits	48,444	48,436
Purchased/Contracted Services	6,149	4,609
Supplies	4,743	4,866
Total Building Inspections	<u>59,336</u>	<u>57,911</u>
Urban Development and Housing		
Personal Services and Employee Benefits	123,767	119,347
Purchased/Contracted Services	24,126	20,959
Supplies	4,872	5,209
Total Urban Development and Housing	<u>152,765</u>	<u>145,515</u>
Code Enforcement		
Personal Services and Employee Benefits	48,478	48,128
Purchased/Contracted Services	5,572	5,486
Supplies	3,769	3,115
Total Code Enforcement	<u>57,819</u>	<u>56,729</u>
Economic Development		
Purchased/Contracted Services	1,203	691
Other Costs	(2,794)	1,076
Total Economic Development	<u>(1,591)</u>	<u>1,767</u>
Tourism		
Personal Services and Employee Benefits	106,426	102,897
Purchased/Contracted Services	4,761	5,481
Supplies	1,737	2,773
Total Tourism	<u>112,924</u>	<u>111,151</u>
Total Housing and Development	<u>381,253</u>	<u>373,073</u>

CITY OF FITZGERALD, GEORGIA
General Fund
Schedule of Expenditures
For the Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Capital Outlay	<u>166,046</u>	<u>131,211</u>
Debt Service	<u>70,661</u>	<u>100,845</u>
Total Expenditures	<u>\$ 7,160,842</u>	<u>\$ 6,990,864</u>

CITY OF FITZGERALD, GEORGIA
Utility Enterprise Fund
Schedule of General Fund Distribution
For the Year Ended December 31, 2014

Annual Gross Income	<u>\$ 33,783,240</u>
Less	
Contract Electric Receipts (Connected Load Greater Than 900 KW)	7,511,013
Contract Natural Gas Receipts (Annual Consumption Greater Than 34,000 MCF)	3,695,338
Polar Beverages Water and Sewer	410,540
Rent	<u>269,719</u>
	<u>11,886,610</u>
Adjusted Gross Income	21,896,630
Add	
Other Receipts	
Computer Fees	25,500
Recovery of Old Accounts	(854)
Cash Overage (Shortage)	<u>(589)</u>
	<u>24,057</u>
Gross Income Subject to Transfer	<u><u>\$ 21,920,687</u></u>
8% of 21,920,687	<u><u>\$ 1,753,655</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, 2014

Total Expenditures	
Tourism, Promotions, Conventions, Trade Shows, and Facility Support	\$ 33,115
	<u>33,115</u>
Taxes Collected	
Tax Collections @ 3%	34,796
Tax Collections Greater Than 3%	23,197
	<u>57,993</u>
Percentage of Current Year Taxes Expended	<u>57%</u>

CITY OF FITZGERALD, GEORGIA
Schedule of DHR Grants
For the Year Ended December 31, 2014

Contract Number	93-141400026	93-151500026	40-0000022487
Contract Period	<u>7/1/13 - 6/30/14</u>	<u>7/1/14 - 6/30/15</u>	<u>10/1/14 - 9/30/15</u>
Contract Amount	<u>\$ 45,000</u>	<u>\$ 45,000</u>	<u>\$ 37,000</u>
Revenues - DHR			
FYE 12/31/13	\$ 11,133	\$ --	\$ --
FYE 12/31/14	33,656	12,834	37,000
	<u>44,789</u>	<u>12,834</u>	<u>37,000</u>
Expenditures			
FYE 12/31/13	21,283	--	--
FYE 12/31/14	23,506	24,251	37,000
	<u>44,789</u>	<u>24,251</u>	<u>37,000</u>
Due from DHR	<u>\$ --</u>	<u>\$ 11,417</u>	<u>\$ --</u>

CITY OF FITZGERALD, GEORGIA
Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds
For the Year Ended December 31, 2014

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
Sales Tax Referendum 7/1/2005 - 6/30/2011						
Transportation Improvement	\$ 1,500,000	\$ 2,126,048	\$ 2,126,048	\$ 130,322	\$ 2,256,370	106%
Old City Hall Restoration	1,550,000	2,679,126	2,681,803	--	2,681,803	100%
Carnegie Library	500,000	524,641	524,641	--	524,641	100%
Depot Renovation	300,000	300,000	38,159	10,639	48,798	16%
Capital Equipment	700,000	700,000	671,856	23,920	695,776	99%
Cemetery Improvements	50,000	65,169	65,169	--	65,169	100%
City Hall / Carnegie Furnishings	200,000	201,233	200,400	833	201,233	100%
Telecommunications	200,000	200,000	172,598	4,910	177,508	89%
	<u>\$ 5,000,000</u>	<u>\$ 6,796,217</u>	<u>\$ 6,480,674</u>	<u>\$ 170,624</u>	<u>\$ 6,651,298</u>	
SPLOST Capital Projects Fund						
Total Expenditures				\$ 170,624		
				<u>\$ 170,624</u>		
Sales Tax Referendum 7/1/2011 - 6/30/2017						
Transportation Improvements	\$ 2,100,000	\$ 2,100,000	\$ 857,641	\$ 26,000	\$ 883,641	42%
City Hall Debt	1,500,000	1,500,000	660,844	282,998	943,842	63%
Capital Equipment	700,000	700,000	81,091	140,403	221,494	32%
Public Works	150,000	150,000	--	--	--	0%
Fire Museum; Fire and Rescue Vehicles and Equipment	75,000	75,000	--	--	--	0%
Jaycee Stadium Improvements	900,000	900,000	--	--	--	0%
Carnegie Center Improvements	100,000	100,000	--	--	--	0%
Cemetery Improvements	75,000	75,000	4,180	--	4,180	6%
City and County Joint Projects						
Development Authority of Ben Hill County	150,000	150,000	39,774	21,859	61,633	41%
Fitzgerald & Ben Hill County Development Authority	1,500,000	1,500,000	40,741	--	40,741	3%
Humane Society	25,000	25,000	--	--	--	0%
Grand Conference Center	100,000	100,000	4,540	--	4,540	5%
	<u>\$ 7,375,000</u>	<u>\$ 7,375,000</u>	<u>\$ 1,688,811</u>	<u>\$ 471,260</u>	<u>\$ 2,160,071</u>	
SPLOST 2011 Capital Projects Fund						
Total Expenditures				\$ 706,260		
Capital Leases				(235,000)		
				<u>\$ 471,260</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, 2014, 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 June 30, 2015.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

MEEKS CPA, LLP

Ocilla, Georgia
June 30, 2015