



CITY OF GRIFFIN, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

Prepared by:
Griffin Finance Department

CITY OF GRIFFIN, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

Prepared by:
Griffin Finance Department

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

Letter of Transmittal	i – viii
Organizational Chart.....	ix
List of Principal Officials	x
Certificate of Achievement for Excellence in Financial Reporting	xi

FINANCIAL SECTION

Independent Auditor's Report	1 – 4
Management's Discussion and Analysis	5 – 14

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	15
Statement of Activities	16

Fund Financial Statements:

Balance Sheet – Governmental Funds	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – General Fund	20 and 21
FEMA Fund.....	22
Statement of Net Position – Proprietary Funds	23 and 24
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	25 and 26
Statement of Cash Flows – Proprietary Funds	27 – 30
Statement of Fiduciary Net Position – Fiduciary Fund	31
Statement of Changes in Fiduciary Net Position – Fiduciary Fund.....	32

Notes to Financial Statements.....	33 – 80
------------------------------------	---------

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in the City's Net Pension Liability and Related Ratios.....	81 and 82
Schedule of City Contributions – Retirement Plan.....	83 and 84
Schedule of Changes in the City's Net OPEB Asset and Related Ratios	85 and 86
Schedule of City Contributions – OPEB Plan	87 and 88

CITY OF GRIFFIN, GEORGIA

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

TABLE OF CONTENTS (CONTINUED)

	<u>Page</u>
SUPPLEMENTARY INFORMATION	
Combining Statements and Schedules	
Nonmajor Governmental Funds:	
(Special Revenue Funds, Capital Projects Funds and Permanent Funds)	
Combining Balance Sheet – Nonmajor Governmental Funds.....	89 – 91
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	92 – 94
Special Revenue Funds – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Hotel/Motel Tax Fund	95
Multiple Grant Fund.....	96
Confiscated Assets Fund	97
Police Technology Fund	98
Court Technology Fund	99
Police Donations Fund.....	100
Opioid Settlement Fund	101
2020 CDBG Grant Fund.....	102
2021 CDBG Grant Fund.....	103
2022 CDBG Grant Fund	104
COPS Grant Fund	105
Neighborhood Stabilization Fund	106
Neighborhood Stabilization 3 Fund	107
ARPA Fund.....	108
Tax Allocation Districts Fund.....	109
Schedule of Expenditures of Special Purpose Local Option Sales Tax	
Proceeds – 2016 Issue	110
Schedule of Expenditures of Transportation Special Purpose Local Option	
Sales Tax Proceeds – 2022 Issue.....	111
Nonmajor Enterprise Funds:	
Combining Statement of Net Position	112 and 113
Combining Statement of Revenues, Expenses and Changes in Net Position	114 and 115
Combining Statement of Cash Flows	116 – 119

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS (CONTINUED)

Page

SUPPLEMENTARY INFORMATION (CONTINUED)

Nonmajor Enterprise Funds (Continued):

Internal Service Funds:

Statement of Net Position	120
Statement of Revenues, Expenses and Changes in Net Position	121
Statement of Cash Flows	122 and 123

Component Units:

Balance Sheet	124
Statement of Revenues, Expenditures and Changes in Fund Balance	125

Airport Authority:

Statement of Revenues, Expenses and Changes in Net Position	126
Statement of Cash Flows	127

STATISTICAL SECTION

FINANCIAL TRENDS

Net Position by Activity – Last Ten Fiscal Years.....	128
Changes in Net Position – Last Ten Fiscal Years	129 – 131
Fund Balances – Governmental Funds – Last Ten Fiscal Years	132
Changes in Fund Balances – Governmental Funds – Last Ten Fiscal Years	133 and 134
General Governmental Tax Revenues by Source – Last Ten Fiscal Years	135

REVENUE CAPACITY

Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years.....	136
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	137
Property Tax Levies and Collections – Last Ten Fiscal Years.....	138
Principal Property Taxpayers – Current Year and Nine Years Ago.....	139
Top Ten Sewer Customers – Current Year and Nine Years Ago	140
Top Ten Water Customers – Current Year and Nine Years Ago.....	141
Top Ten Electric Customers – Current Year and Nine Years Ago.....	142

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS (CONTINUED)

Page

STATISTICAL SECTION (CONTINUED)

DEBT CAPACITY

Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	143
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	144
Legal Debt Margin Information – Last Ten Fiscal Years.....	145
Direct and Overlapping Governmental Activities Debt.....	146
Revenue Bond Coverage – Combined Public Utility Revenue Bonds – Last Ten Fiscal Years.....	147

DEMOGRAPHIC AND ECONOMIC INFORMATION

Demographic Statistics – Last Ten Fiscal Years.....	148
Principal Employers – Current Year and Nine Years Ago	149

OPERATING INFORMATION

Full-Time Equivalent City Government Employees by Function – Last Ten Fiscal Years.....	150
Operating Indicators by Function – Last Ten Fiscal Years	151
Capital Asset Statistics by Function – Last Ten Fiscal Years	152

COMPLIANCE SECTION

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 <i>Government Auditing Standards</i>	153 and 154
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	155 – 157
Schedule of Expenditures of Federal Awards	158
Notes to Schedule of Expenditures of Federal Awards.....	159
Schedule of Findings and Questioned Costs	160 – 162
Summary Schedule of Prior Year Findings	163

INTRODUCTORY SECTION



Office of the City Manager
100 S. Hill Street-P.O. Box T | Griffin, GA 30224
P 770.228.6408 F 678.692.0403 W cityofgriffin.com

December 28, 2023

Honorable Members of the Board of Commissioners
Citizens of the City of Griffin
City of Griffin, Georgia 30223

Ladies and Gentlemen:

The Annual Comprehensive Financial Report (ACFR) of the City of Griffin, Georgia for the fiscal year ended June 30, 2023, is submitted herewith. In doing so, the City complies with State of Georgia, [O.C.G.A. § 36-81-7\(a\)\(1\)](#), that requires the governing authority of each unit of local government having a population in excess of 1,500 persons according to the latest estimate of population by the United States Bureau of the Census or expenditures of \$550,000.00 or more shall provide for and cause to be made an annual audit of the financial affairs and transactions of all funds and activities of the local government for each fiscal year of the local government.

Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including disclosures, rests with the City. We believe the data presented is accurate in all material respects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activities of its various funds. All disclosures necessary to enable interested citizens to gain a reasonable understanding of the City's financial activities have been included.

Mauldin & Jenkins, Certified Public Accountants, LLC, has issued an unmodified opinion on the City of Griffin's financial statements for the fiscal year ended June 30, 2023. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The City of Griffin receives financial assistance through various federal grant programs. As required by the Single Audit Act Amendments of 1996 and the provisions of Uniform Guidance, audits of programs receiving federal grants have been performed for the fiscal year ended June 30, 2023. The required reports on supplementary information, compliance, internal controls, and various supplementary schedules are included under the Compliance Section.

The City of Griffin has prepared the financial statements to meet the current applicable requirements of the Governmental Accounting Standards Board (GASB) and in conformity with Generally Accepted Accounting Principles (GAAP).

Growing, TOGETHER

Board of Commissioners: Cynthia Ward • Cora Flowers • Truman Tinsley • David Brock • Holly Murray • Rodney McCord • Doug Hollberg, Mayor



Formal Transmittal

This report consists of management’s representations concerning the finances and policies of the City of Griffin. Consequently, management assumes full responsibility for the completeness and reliability of all of the information contained in this report. To provide a reasonable basis for making these representations, management of the City of Griffin has established a comprehensive internal control framework designed to protect the City’s assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City of Griffin’s financial statements in conformity with GAAP.

Profile of the Government

- *Population* – The City of Griffin is a municipal corporation created and existing under the laws of the State of Georgia and has as its formal name the “City of Griffin”. The City is located in the central portion of the State of Georgia approximately 40 miles south of the City of Atlanta. Griffin is centrally located in and is the county seat of Spalding County. The City was originally chartered in 1843. The City presently has a land area of approximately 14 square miles, located at approximately 943 feet above sea level, and has a population of 23,523 (1,680 per square mile).
- *General structure* – The City of Griffin is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by the State to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing Board.

The City’s form of government is Manager – Commission. In accordance with the City’s Code of Ordinances and Charter, specifically [Article I and II](#), legislative powers are vested in a Board of Commissioners composed of seven citizens referred to collectively as the “commission”. The City is divided into six single-member election districts. Six commissioners are elected by the registered voters residing within each respective single-member district. All registered voters of the City elect the Mayor. Each candidate for commissioner must be a citizen of the State of Georgia, a resident of the City for at least twelve months, and a resident of the district for at least six months. They must have attained the age of 18 years, and must be a qualified elector. Candidates must be a resident of the election district from which he or she offers as a candidate on the date of qualifying. Candidates must not have been convicted of a felony involving moral turpitude (unless such person’s civil rights have been restored and at least ten years have elapsed from the date of the completion of the sentence without a subsequent conviction of another felony involving moral turpitude) and must not be the holder of public funds illegally. Members of the Board of Commissioners serve four-year terms of office. The Board is elected on a non-partisan basis, and serves staggered terms. Elections are held every two years with two Commissioners and the Mayor on one cycle and four Commissioners on the next cycle.

Under the City’s Charter, a full-time City Manager is employed by and serves at the pleasure of the Board of Commissioners. The City Manager is the Chief Operating Officer of the City

Growing, TOGETHER



government and is responsible for the efficient administration and day-to-day operations of all departments.

- *Types and levels of services* – The City of Griffin is a “full service” municipality that offers: water, wastewater, electricity, sanitation, public safety, and fiber technology. This includes police and fire protection; the construction and maintenance of streets, and other infrastructure; recreational and cultural activities including an eighteen-hole golf course, and an historic cemetery. The City owns and operates approximately forty-one miles of dark fiber network providing the most advanced technology of fiber applications to the City of Griffin and Spalding County facilities. Having and owning a fiber network, the City has the opportunity to offer high-level, top performing network access to both large and small commercial businesses located within and around the City. Each service area mentioned functions as a department of the City and, therefore, included as an integral part of the City’s financial statements.
- *Component units* – Component units are functions of the City that are legally separate entities. These entities are in substance part of the City’s operations and, therefore, financial data from these is present in the ACFR.
 - *City of Griffin Main Street Program (Main Street)*: The Main Street program serves as a “community-driven” initiative focused on revitalizing older and more traditional business districts. The underlying premise of the Main Street concept is to encourage and foster economic development within the context of historic preservation in ways that are appropriate for today’s marketplace.
 - *City of Griffin Downtown Development Authority (DDA)*: The DDA is responsible for the revitalization strategy for Downtown Griffin. The DDA’s mission is to encourage economic activity in Griffin’s central business district by attracting businesses, residents, and visitors. The DDA works closely with the City’s Planning and Development Department and Main Street program in assisting new businesses through the permitting process.
 - *City of Griffin – Spalding County Airport Authority*: The Airport Authority was formed in 2012 under an Intergovernmental Agreement (IGA) with the City of Griffin and Spalding County to provide financial support for airport operations. The City and County are working in partnership on an \$80 million economic development project to relocate and expand the existing Griffin-Spalding County Municipal Airport.

The Federal Aviation Administration (FAA) will fund this project at 90 percent with FAA Airport Improvement Program (AIP) Trust Fund dollars and the City and County will jointly fund the remaining 10 percent in local matching funds, depending on the amount of Georgia Department of Transportation (GDOT) participation. The project is already well underway, and we estimate 5-7 years to completion.

- *Budget process* – In accordance with [O.C.G.A. § 36-81-3](#), the City’s annual budget serves as the foundation for the City of Griffin’s financial planning, control and professional management of City resources. The budget provides for setting priorities and an orderly means of

Growing, TOGETHER



controlling cash flows and disbursements. All departments of the City of Griffin are required to submit requests for appropriations to the City Manager on or about March 1. The City Manager uses these requests as a starting point for developing a proposed budget. The City Manager then presents the proposed budget to the Board of Commissioners for review, prior to May 15. The Board of Commissioners is required to hold public hearings on the proposed budget and to adopt a final budget no later than June 30 (the close of the City's fiscal year).

- *Governmental funds with an annual appropriated budget* – The annual budget is prepared by fund, function, and department, for example: General Fund, Public Safety, Police, etc... Budget to actual comparisons are provided in this report for each individual fund for which an appropriated budget has been adopted. For the general fund, this comparison extends to the department level. Budget and actual comparisons for governmental funds are presented in the Supplementary Information Section of the financial statements.
- *Legal level of budgetary control* – The legal level of budgetary control is at the fund and department level. Department directors are allowed to make transfers within appropriated categories of their operational divisions. The Board of Commissioners approves appropriations budget revisions between departments. Budgetary control is maintained with monthly reviews of actual results compared to budget and with budget confirmation prior to the issuance of a purchase order.

City of Griffin's Economic Condition

- *Local economy* – During the past seven years, the City experienced and withstood nominal fluctuations in the housing market, the shifting of businesses in and out of City limits, and transition toward more food and beverage establishments. The latest real estate gross tax digest shows slight increases in overall market value. Through conservative planning and foresight, the City's Board of Commissioners held the City's property tax rate at 7.083 mils.

Diversified revenues come from two sources of activities: governmental and business-type activities. Governmental activities (or program revenues) include revenues from property taxes, sales taxes, charges for services, fines and forfeitures, and donations. Business-type activities (enterprise) are those functions that the City provides and operates for profit generation geared for reinvestment into infrastructure. Examples of infrastructure investment are electrical supply (power lines), water distribution (underground pipes), solid waste services (environmental cleanup), and City-County airport.

The City of Griffin has an historic downtown filled with architecture and hometown feel. Driven by the service industry, this area provides small town charm with contemporary amenities and services. The greater region has a varied manufacturing and industrial base. As a region, the area's unemployment rate decreased to 3.5 percent compared to 4.4 percent from the prior year (see Three Rivers Region Unemployment Rate). Major industries with corporate headquarters or divisions located within or near the City include medical, manufacturing, automotive parts, materials and packaging, retail (with specialty shops), and real estate development.



To facilitate the relocation of businesses within the City of Griffin, the Board of Commissioners has adopted numerous incentive programs such as the Opportunity Zone, Enterprise Zone, Tax Allocation District, and Utility Incentive Programs. Each of these programs would provide to a business looking to expand or relocate, various job tax credits, property tax abatements, infrastructure bonding and utility rate reductions. The economic future in Griffin remains positive.

- *Long-term financial planning* – The City has a [2018-2038 Comprehensive Plan](#) (PLAN). The PLAN can be found on the City’s website at www.cityofgriffin.com under Planning & Development. For more information and assistance, please contact Mr. Chad Jacobs, Department Director at 770-233-4130. The PLAN provides a rational basis for municipal decision-making on matters that relate to the City’s future. Matters range from protecting community values and guiding growth to providing adequate and quality community services. This document provides for economic development, land use, housing, and transportation. The intent of the PLAN is to guide and encourage the location, amount, type and timing of future development, supporting facilities, and securing the fiscal resources sufficient to address community needs. The City is underway to update the 2018 Comprehensive Plan to be completed in Fiscal Year 2024.
- *Relevant financial policies* – In developing and evaluating the City’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits require estimates and judgments by management.

All internal control evaluations occur within the framework as mentioned above. We believe the City’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The objective of the City’s budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Commissioners. Under State law, all expenditures are subject to an annual appropriation. Strict controls are in place to ensure that expenditures do not exceed appropriations at either the departmental or fund levels. Unutilized encumbrances (unexpended funds) lapse at the fiscal year end. Multi-year capital funds (or projects) may show a reservation of fund balance.

- *Retirement Plan, Defined Contribution Plan, and Other Post-Employment Benefits* – The City is a participant in the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. On October 24, 2017, the City amended the GMEBS Retirement Plan to increase the multiplier to 2.0% from 1.5% effective, July 1, 2018, and added a retirement provision for City Commissioners, effective December 31, 2017. As a matter of policy, the City fully funds each year’s annual required contribution to the pension plan as determined by the actuary. The City also offers a 457(B) Defined Contribution Plan, adopted August 10, 2010 open to all full-time employees.

Growing, TOGETHER



See notes to financial statements, Note 7 for more detailed information about the Pension Plan.

The City also provides Other Post-Employment Benefits (OPEB) for health care to retirees on a pay-as-you-go basis. The OPEB plan provides a subsidy for medical and dental insurance benefits to eligible retirees who were hired prior to July 1, 2007. Benefit provisions and contribution requirements are established and may be amended by the City Commission. See notes to financial statements, Note 16 for more detailed information about Other Post-Employment Benefits.

- *Major initiatives –*

- *Housing Revitalization* – Redevelopment/Revitalization is one of the most effective ways to breathe new life into deteriorated areas plagued by social, physical, environmental or economic conditions that act as a barrier to new investment by private enterprise. Through redevelopment, we use various catalysts to focus attention and financial investment to reverse deteriorating trends, create jobs, revitalize the business climate, rehabilitate and construct new homes that add to the City's housing stock. From 2014 to 2018, the City benefited from a three-phase \$60+ million redevelopment effort of Meriwether Homes which involved a total redevelopment unit count of 239. This successful project involves a blend of mixed income units which has the distinction for Low-Income Housing Tax Credits and 55 and older senior housing units. In 2019, the Griffin Housing Authority started the revitalization of the 50 senior units at Nine Oaks and the 80 family units at Fairmont Homes. These redevelopment projects in addition to revitalizing the existing housing stock with the Housing Authority have also added an additional 119 affordable housing units in the City. The City is also experiencing revitalization in the form of new loft units downtown, infill development in our older established neighborhoods and a greater chance that substandard properties are likely rehabilitated instead demolished. New home construction has also exploded throughout Griffin as a result of these efforts with 472 new housing starts since 2017.
- *Blight Removal* – The goal is to enhance neighborhood vitality through removing debris and overgrown vegetation, securing structurally sound buildings, and demolishing those that are a blight to the neighborhood and community. Stable neighborhoods instill pride and foster reinvestment. We continue to work in an effort to address barriers to redevelopment using resources provided by the U.S. Housing and Urban Development through its Community Development Block Grant (CDBG), Neighborhood Stabilization Program (NSP) and other program initiatives to ensure safe, quality, long-term affordable housing for all residents. In conjunction with a program to demolish a minimum of thirty-five (35) houses per year through the City's Nuisance Abatement Program, the City formed a partnership with the Griffin Housing Authority and the Land Bank Authority. This alliance works to establish affordable housing opportunities for residents, and establish a housing rehabilitation program that assists low-income homeowners with repairs for substandard housing conditions.



- *Community Development Block Grants* – The City received over \$6 million in Community Development Block Grants (CDBG) in the past ten years. The purpose of these grants is to assist the City in accomplishing multi-infrastructure improvements. Specifically, CDBG funds helped replace or rehabilitate 8.55 miles of water mains, 2.4 miles of sewer lines, replace 113 sewer manholes, renew 700 water services lines, and install 76 new fire hydrants.
- *Water and Wastewater Infrastructure* – Shoal Creek Wastewater Treatment Plant upgrade project will cost around \$8 million in order to replace the headworks and dewater settling ponds. The City is working in partnership with Georgia Environmental Facilities Authority (GEFA) for financing. Heads Creek Reservoir Dam is currently under review and the cost estimate is approximately 7 million dollars. Stormwater Utility received a \$4 million loan through GEFA as funding for infrastructure replacement.
- *Transportation Planning* – The City and County are working together on transportation projects and funding in the form of Special Purpose Local Option Sales Tax (SPLOST). Over the next four years, the City will coordinate approximately \$5 million for paving city streets and spend roughly \$1.3 million on traffic signal upgrades throughout the City. In addition, the City received \$2.5 million from Department of Transportation for road improvements. Additional intersection and pedestrian crosswalk improvements will occur depending on available funding.
- *Incentives* – The City offers numerous incentive programs, in addition to Opportunity and Enterprise Zones, such as Tax Allocation Districts (or Tax Increment Financing), job tax credits, and infrastructure bonding. More specific programs are available such as:
 - Semi-Annual Façade Grant Programs offer up to \$5,000 of the cost to renovate the exterior of your new business location.
 - Direct, Dedicated (or Shared) Fiber Optic Internet available through The City of Griffin Fiber Program.
 - FREE Business plan and general business educational support through the UGA Small Business Development Center.
 - Up to a 30% reduction on electric, water/sewer, and solid waste rates for the first three years as a new business.
 - Part of the Downtown is located in an Enterprise Zone that allows for partial abatement of post-assessed rehabilitation property taxes.
 - Almost all of the Downtown is located within a Federal Opportunity Zone that allows an investor to defer tax on prior gains invested in a Qualified Opportunity Fund and reinvest those gains for additional tax-free gains in a business or property located within the Federal Enterprise Zone.
 - Based on the amount of capital to be invested in your project; the number of new jobs created; and the utility demands of the space, there may be additional incentives, not listed here, that can be offered.

Certificate of Achievement

Growing, TOGETHER

Board of Commissioners: Cynthia Ward • Cora Flowers • Truman Tinsley • David Brock • Holly Murray • Rodney McCord • Doug Hollberg, Mayor



The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Griffin, Georgia for its comprehensive annual financial report for the fiscal year ended June 30, 2022. This was the 19th consecutive year that the City of Griffin has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.


Acknowledgements


The timely preparation and publication of this Comprehensive Annual Financial Report represents significant effort of the Accounting and Finance Divisions of the Finance Department, as well as the excellent cooperation and assistance of City of Griffin employees and independent auditors, Mauldin & Jenkins, Certified Public Accountants, LLC, who contributed to its preparation. In particular, we wish to express our appreciation to the Accounting and Finance staff who were responsible for assimilating and compiling the data comprising this report.

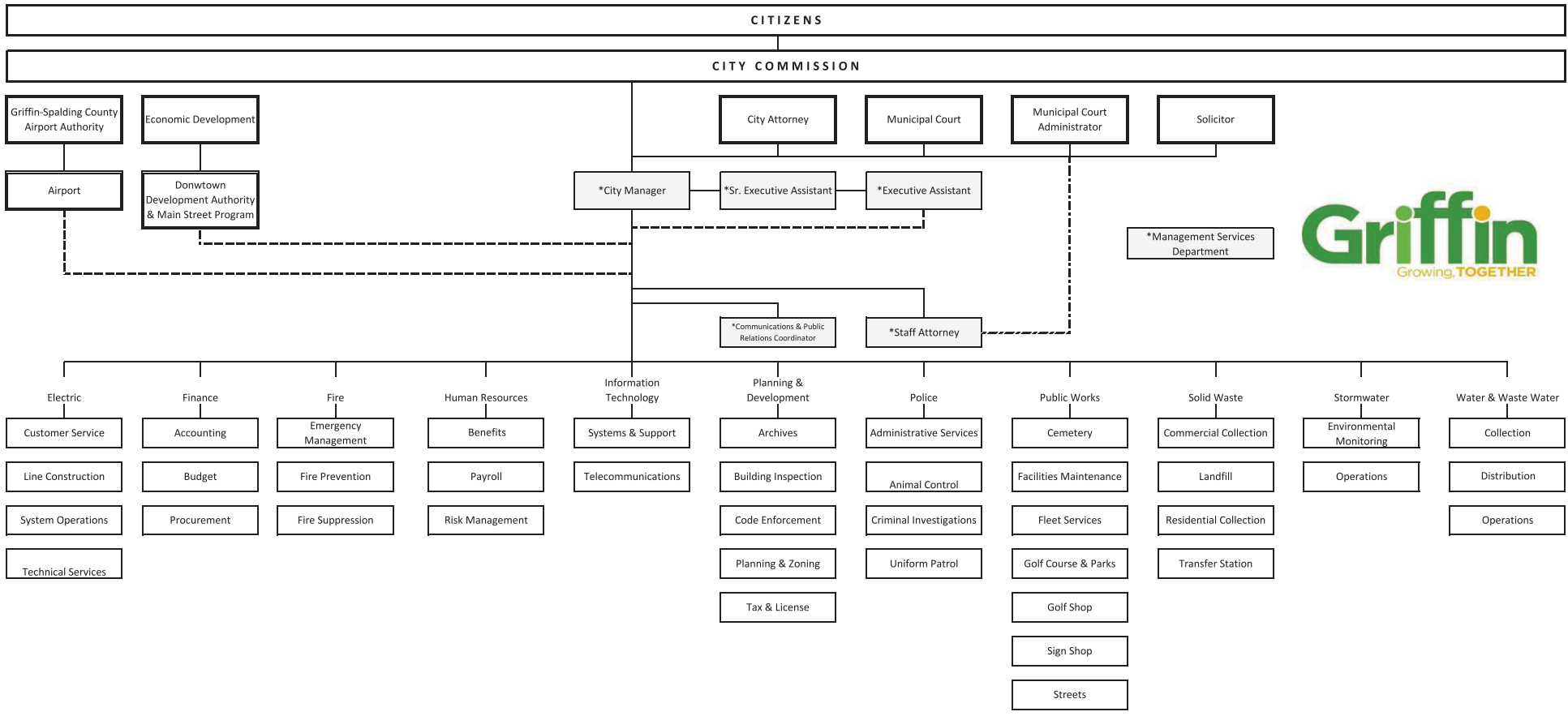
We express our sincere appreciation to the Board of Commissioners, City Manager, and Department Directors for their assistance and leadership throughout the year in matters pertaining to the financial affairs of this great City.

Respectfully submitted,


Jessica O'Connor,
City Manager


Douglas Hollberg,
Mayor


Deborah Manning-Gilbert,
Director of Finance



CITY OF GRIFFIN, GEORGIA

LIST OF PRINCIPAL OFFICIALS JUNE 30, 2023

Mayor

Douglas S. Holberg

Commissioners

District I
District II
District III
District IV
District V
District VI

Cynthia Reid Ward
Cora Flowers
Holly Murray
David Brock
Truman L. Tinsley III
Rodney McCord

Appointed Officials

City Manager
City Attorney
Municipal Court Judge
Municipal Court Solicitor

Jessica O'Connor, Esq.
Andrew Whalen, Esq.
Griffin E. Howell, III
Thomas J. Ison Jr.

Directors

Director of Planning and Development
Director of Finance
Director of Public Works
Director of Economic Development
Director of Watershed Management
Director of Electric
Director of Solid Waste

Chad Jacobs
Deborah Manning-Gilbert
Mariza Eller
Jeremy Stratton
Brandon Lewis
Jennifer Freeman
Todd Ennis



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Griffin
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morrill

Executive Director/CEO



INDEPENDENT AUDITOR'S REPORT

**To the Honorable Mayor and Members
of the City Commission
City of Griffin, Georgia
Griffin, Georgia**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units, and the aggregate remaining fund information of the **City of Griffin, Georgia** (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund and the Federal Emergency Management Agency ("FEMA") Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 5 through 14), the Schedule of Changes in the City's Net Pension Liability and Related Ratios (on pages 81 and 82), the Schedule of City Contributions – Retirement Plan (on pages 83 and 84), the Schedule of Changes in the City's Net OPEB Liability (Asset) and Related Ratios (on pagea 85 and 86), and the Schedule of City Contributions – OPEB Plan (on pages 87 and 88) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the GASB 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of Special Purpose Local Option Sales Tax proceeds and Transportation Special Purpose Local Option Sales Tax proceeds are presented for the purpose of additional analysis as required by the Official Code of Georgia Annotated ("O.C.G.A") §48-8-269.5, and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 statements and schedules, the schedule of expenditures of Special Purpose Local Option Sales Tax proceeds, the schedule of expenditures of Transportation Special Purpose Local Option Sales Tax proceeds, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2023 on our consideration of the City'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's 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's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
December 28, 2023

CITY OF GRIFFIN, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2023

As management of the City of Griffin, Georgia (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Griffin, Georgia for the fiscal year ended June 30, 2023. We encourage readers to read the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City plus deferred outflows of resources exceeded its liabilities plus deferred inflows at the close of the most recent fiscal year by \$229,609,134 (*net position*). Of this amount, \$69,673,801 (*unrestricted net position*) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$1,729,261 during the year. This is due primarily to the increase in capital assets of \$3,658,035 and a decrease of \$7,774,864 in unrestricted net position. The majority of this relates to Water/Wastewater investment in infrastructure and capital improvements.
- As of the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$34,660,499 a decrease of \$3,595,228 in comparison with the prior year.
- At the end of the current fiscal year, fund balance for the General Fund was \$20,054,428, or 61.0%, of total General Fund expenditures.
- The City's total long-term liabilities increased by \$15,857,100 during the current fiscal year. This included the City's Net Pension Liability of \$38,187,634.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis ("MD&A") is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

MANAGEMENT'S DISCUSSION AND ANALYSIS

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, judicial, public safety, public works, parks and recreation, and housing and development. The business-type activities of the City include water and wastewater, electric, solid waste, stormwater, telecommunications, welcome center operations, and golf course operations.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and 2016 Special Purpose Local Option Sales Tax ("SPLOST") Fund only, because they are considered major funds. Data from the other 19 governmental funds (13 special revenue funds, three capital projects funds, and three permanent funds) are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 17 – 21 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds. The City maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its Water/Wastewater Utility Fund, Electric Utility Fund, Solid Waste Fund, Stormwater Utility Fund, Telecommunications Fund, Welcome Center Fund, and the Golf Course Fund. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally across the City's various functions. The City uses an Internal Service Fund to account for its motor vehicle fleet and payroll function. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water/Wastewater Utility Fund, Electric Utility Fund, and Solid Waste Fund, all of which are considered to be major funds of the City. Conversely, the nonmajor enterprise funds and the Internal Service Funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 22 – 30 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on pages 31 and 32 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33 – 80 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and enterprise funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 81 – 92 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets plus deferred outflows of resources exceeded its liabilities plus deferred inflows at the close of the most recent fiscal year by \$229,609,134 (*net position*).

MANAGEMENT'S DISCUSSION AND ANALYSIS

By far the largest portion of the City's net position (57.48%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Griffin's Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 57,584,942	\$ 57,334,258	\$ 99,816,631	\$ 93,790,295	\$ 157,401,573	\$ 151,124,553
Capital assets	57,338,337	54,322,176	177,929,556	172,812,973	235,267,893	227,135,149
Total assets	<u>114,923,279</u>	<u>111,656,434</u>	<u>277,746,187</u>	<u>266,603,268</u>	<u>392,669,466</u>	<u>378,259,702</u>
Deferred outflows of resources	<u>10,821,502</u>	7,314,385	<u>7,687,180</u>	6,025,008	<u>18,508,682</u>	13,339,393
Other liabilities	11,738,621	1,962,499	14,098,255	13,339,669	25,836,876	15,302,168
Long-term liabilities outstanding	<u>26,204,374</u>	19,918,668	<u>123,840,626</u>	114,269,232	<u>150,045,000</u>	134,187,900
Total liabilities	<u>37,942,995</u>	<u>21,881,167</u>	<u>137,938,881</u>	<u>127,608,901</u>	<u>175,881,876</u>	<u>149,490,068</u>
Deferred inflows of resources	<u>3,512,566</u>	8,436,993	<u>2,174,572</u>	5,792,161	<u>5,687,138</u>	14,229,154
Net position:						
Net investment in capital assets	53,538,252	51,070,256	78,444,569	77,254,530	131,982,821	128,324,786
Restricted	29,085,990	22,683,003	1,866,522	2,423,419	30,952,512	25,106,422
Unrestricted	1,664,978	14,899,400	65,008,823	59,549,265	66,673,801	74,448,665
Total net position	<u>\$ 84,289,220</u>	<u>\$ 88,652,659</u>	<u>\$ 145,319,914</u>	<u>\$ 139,227,214</u>	<u>\$ 229,609,134</u>	<u>\$ 227,879,873</u>

A portion of the City's net position (13.48%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$66,673,801) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities, with the exception of the Police Technology Fund, Community Development Block Grant ("CDBG") 2020, CDBG 2021 Fund, CDBG 2022 Fund, Federal Emergency Management Agency ("FEMA") Fund, Welcome Center Fund, and the Solid Waste Fund. The Police Technology Fund's deficit fund balance of (\$5,894), CDBG 2021 Fund's deficit fund balance of (\$400,660), CDBG 2022 Fund's deficit fund balance of (\$3,850), and Welcome Center Fund's deficit fund balance of (\$149,533) is the result of timing differences and will be reduced through intergovernmental revenues and general fund transfers. The FEMA Fund deficit of (\$10,274,407) is due to January 12, 2023 storm related expenses filed for and pending reimbursement from FEMA. The Solid Waste Fund's deficit net position of (\$7,619,546) is the result of an adjustment to the closure/post-closure care costs dating back to 2019. Since then, the Solid Waste Department has implemented significant operational improvements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental activities. Governmental activities during the fiscal year ended June 30, 2023, decreased the City's net position by \$4,363,439. Business-type activities during the same period increased net position by \$6,092,700 for a total increase in net position of \$1,729,261.

Key elements of this increase are as follows:

	City of Griffin's Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues						
Charges for services	\$ 10,574,490	\$ 9,279,932	\$ 103,623,441	\$ 93,934,475	\$ 114,197,931	\$ 103,214,407
Operating grants and contributions	954,596	599,286	-	-	954,596	599,286
Capital grants and contributions	867,604	9,008,512	6,510	462,797	874,114	9,471,309
General revenues:						
Property taxes	5,764,772	11,398,259	-	-	5,764,772	11,398,259
Sales taxes	5,574,715	5,247,495	-	-	5,574,715	5,247,495
Insurance premium tax	1,937,372	1,923,982	-	-	1,937,372	1,923,982
Other taxes	2,008,401	1,955,748	-	-	2,008,401	1,955,748
Franchise taxes	523,754	524,041	-	-	523,754	524,041
Unrestricted investment earnings	1,263,333	145,217	595,043	56,506	1,858,376	201,723
Gain on sale of capital assets	6,743	-	4,780	225,920	11,523	225,920
Total revenues	29,475,780	40,082,472	104,229,774	94,679,698	133,705,554	134,762,170
Expenses:						
General government	7,195,033	6,699,391	-	-	7,195,033	6,699,391
Judicial	392,795	316,296	-	-	392,795	316,296
Public safety	19,340,535	17,247,421	-	-	19,340,535	17,247,421
Public works	15,598,849	5,713,494	-	-	15,598,849	5,713,494
Health and welfare	(16,438)	15,691	-	-	(16,438)	15,691
Parks and recreation	531,212	(359,709)	-	-	531,212	(359,709)
Housing and development	1,695,096	2,588,988	-	-	1,695,096	2,588,988
Interest on long-term debt	96,449	111,940	-	-	96,449	111,940
Water and wastewater	-	-	19,762,620	18,112,375	19,762,620	18,112,375
Electric	-	-	52,042,111	48,234,998	52,042,111	48,234,998
Solid Waste	-	-	11,054,698	9,885,131	11,054,698	9,885,131
Stormwater	-	-	2,408,448	2,275,032	2,408,448	2,275,032
Telecommunications	-	-	795,239	544,706	795,239	544,706
Golf Course	-	-	1,079,646	1,022,465	1,079,646	1,022,465
Total expenses	44,833,531	32,333,512	87,142,762	80,074,707	131,976,293	112,408,219
Change in net position before transfers	(15,357,751)	7,748,960	17,087,012	14,604,991	1,729,261	22,353,951
Transfers	10,994,312	8,958,970	(10,994,312)	(8,958,970)	-	-
Change in net position	(4,363,439)	16,707,930	6,092,700	5,646,021	1,729,261	22,353,951
Net position, beginning	88,652,659	71,944,729	139,227,214	133,581,193	227,879,873	205,525,922
Net position, ending	\$ 84,289,220	\$ 88,652,659	\$ 145,319,914	\$ 139,227,214	\$ 229,609,134	\$ 227,879,873

MANAGEMENT'S DISCUSSION AND ANALYSIS

As can be seen above, the governmental activities show a deficit of revenues over expenses before transfers of (\$15,357,751) in 2023 and surplus in 2022 of \$7,748,960, respectively. This decrease in revenues was primarily due to the timing of FEMA funds not received by June 30, 2023. The City relies on the superior earnings of the enterprise funds (specifically the Water/Wastewater and Electric Funds) to subsidize the operations of the General Fund. The transfer from those funds can be thought of as dividends paid to stockholders or return of equity to the owners of a business, and they can be used for whatever purpose the City Commission decides is best for the City.

Traditionally, the City has relied upon those transfers to maintain the ad valorem tax rate at a reasonable level. In the absence of those transfers, the City would either have to raise the shortfall in revenues through increases in user fees or taxes, or to cut back the level of services it provides to citizens.

Business-type activities. The City's business-type activities which include the Water/Wastewater Fund, Electric Utility Fund, Solid Waste Fund, and four nonmajor funds increased net position by \$6,552,288 in 2023 and increased net position by \$6,016,574 in 2022.

Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2023 and 2022, the combined ending fund balances of the City's governmental funds were a positive \$34,660,499 and a positive \$38,255,677, respectively. This increase was due to increased revenues and a decrease in expenditures. At June 30, 2023, \$9,098,296 of the ending fund balance consists of unassigned fund balance, which is available as working capital for current spending in accordance with the purposes of the specific governmental funds. A portion of the fund balance at June 30, 2023, \$4,356,896, is termed non-spendable to indicate that it is not available for new spending because it is not in spendable form (i.e., prepaid items, assets held for resale, and permanent fund principle). The remainder of \$21,205,307 restricted for assets held for resale, law enforcement needs, cemetery maintenance, and capital projects.

The General Fund is the primary operating fund of the City. It accounts for many of the City's core services such as law enforcement, fire protection, planning, roads and streets, and administration. At the end of 2023, the General Fund had a positive fund balance of \$20,054,428 and represents an increase of \$4,253,765 from the beginning fund balance. This is primarily due to transfers into the General Fund of \$10,675,965 coming from other financing sources

MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

City of Griffin Enterprise Net Operating Income (Loss) Non-operating Revenues (Expenses) and Transfers (Fund Level)

	2023	2022
Net operating income (loss):		
Water/Wastewater Fund	\$ 11,965,485	\$ 9,700,720
Electric Utility Fund	7,472,591	8,725,149
Solid Waste Fund	(910,409)	(320,978)
Nonmajor Enterprise Funds	305,431	278,992
Total net operating income	18,833,098	18,383,883
Nonoperating expenses and capital contributions	(1,286,498)	(3,408,339)
Income before transfers	17,546,600	14,975,544
Net transfers out	(10,994,312)	(8,958,970)
Changes in net position	\$ 6,552,288	\$ 6,016,574

The net position of the City's enterprise funds increased by \$6,092,700 in 2023, compared to \$5,646,021 in 2022. This increase is primarily a result of revenues exceeding expenses before transfers and capital contributions of \$17,087,012 in 2023, and \$14,604,991 in 2022.

Capital Asset and Debt Administration

Capital Assets. At the end of the fiscal year ended June 30, 2023, governmental activities and business-type activities had capital assets of \$235,267,893 (net of accumulated depreciation) invested in land, buildings, system improvements, infrastructure, and machinery and equipment. The total increase in the City's investment in capital assets for the current fiscal year was 3.58% (5.55% increase for governmental activities and a 2.96% increase for business-type activities). The total increase in capital assets was due mostly to various construction projects in the SPLOST and improvements to Water/Wastewater fund infrastructure.

MANAGEMENT'S DISCUSSION AND ANALYSIS

	City of Griffin's Capital Assets (net of depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 3,266,876	\$ 3,266,876	\$ 7,354,903	\$ 7,354,903	\$ 10,621,779	\$ 10,621,779
Land improvements	-	-	860,924	926,147	860,924	926,147
Buildings and improvements	5,840,056	6,102,064	13,688,102	14,455,394	19,528,158	20,557,458
Improvements other than buildings	-	-	119,017,956	122,589,487	119,017,956	122,589,487
Machinery and equipment	4,582,392	4,530,526	6,662,838	6,750,206	11,245,230	11,280,732
Infrastructure	8,418,315	8,275,915	-	-	8,418,315	8,275,915
Construction in progress	35,230,698	32,146,795	30,344,833	20,736,836	65,575,531	52,883,631
Total	<u>\$ 57,338,337</u>	<u>\$ 54,322,176</u>	<u>\$ 177,929,556</u>	<u>\$ 172,812,973</u>	<u>\$ 235,267,893</u>	<u>\$ 227,135,149</u>

Additional information on the City's capital assets can be found in Note 5 on pages 53 – 56 of this report.

Debt Administration. At the end of June 30, 2023, the City had \$26,204,374 of outstanding long-term liabilities related to governmental activities and \$123,840,626 of long-term liabilities related to business-type activities for a total of \$150,045,000 compared to the previous year's total of \$134,187,900. This is an increase of \$15,857,100, the majority of which is the result of a \$6,285,706 increase in long-term debt in governmental funds, and an increase of \$9,571,394 in notes payable in Watershed Management fund for major capital improvements. At the end of 2023, the City had total revenue bonded debt outstanding of \$34,820,000 as compared to \$38,875,810 in 2022. The debt is secured solely by specified revenue sources (i.e., revenue bonds). The majority of the bonded debt outstanding is from the refunding of the issuance of \$64,385,000 of Combined Public Utility Revenue Refunding and Improvement Bonds (Series 2002) in 2012. These bonds, along with other available funds, were used to refund \$6,210,000 of the Series 1993A bonds, initially fund approximately 33 months of interest on the Series 2002 bonds, and construct improvements and a new regional water supply system for the Water/Wastewater Fund. The issuance of the series 2012 refunding bonds allowed for a net savings to the City of approximately \$8.2 million. The City received a rating from Moody's on this issuance of Aa3 and a rating from Standard & Poor's of AA-.

Additional information on the City's debt can be found in Note 6 on pages 56 – 64 of this report.

Currently Known Conditions Affecting Future Operations

COVID-19 Disclosure for Coronavirus Aid, Relief, and Economic Security ("CARES") Act

On March 14, 2020, FEMA declared a national state of emergency. The City immediately shifted to an alternating work schedule and closed buildings to the public, in efforts to minimize exposure risks inherent in the workplace. The City maintained its alternating work schedule until May 2020 when it returned to normal operating schedules and reopened to the public. The City modified its operations to incorporate additional safety measures including, and not limited to, temperature checks for all citizens entering public facilities, enhanced daily cleaning cycles and sanitizing workstations, and installing plastic windows as safety barriers between customers and staff. This is now part of the City's normal operating procedures and protocols.

MANAGEMENT'S DISCUSSION AND ANALYSIS

On March 27, 2020 the President signed the Coronavirus Aid Relief and Economic Security ("CARES") Act into public law 116-136. Title V of the CARES act created the Coronavirus Relief Fund ("CRF") to provide financial resources to state and local governments. On June 29, 2020, Georgia Governor Kemp signed the Georgia CARES Act into effect to provide funding to Georgia communities. Georgia issued the program as **Phase One** with a 30% allocation for immediate funding to cities and counties. The remaining 70% was made available on a reimbursement basis.

The Governor's emergency declaration effectively changed the mission and direction for public safety personnel. Through the Georgia CARES Act funding initiative, the City applied for and was awarded \$1,194,207.77 of which \$358,262.33 (30%) was funded immediately on July 29, 2020. The remainder of \$835,945.44 was reimbursed on September 4, 2020. CARES Act funds were used to cover Uniform Patrol Division payroll costs for March through June. The City placed these funds in a reserved account within its General Fund pending future appropriation. The Board has yet to decide on or designate funds for a program, etc.

The extent of the impact of COVID-19 on the City's operational and financial performance will depend on future developments, including the duration and spread of the outbreak; possible vaccine; and other related variables and, therefore, the related financial impact and duration cannot be reasonably estimated at this time.

Factors Affecting the FY23 Budget

House Bill 182 Economic Nexus Threshold for Sales and Use Tax

On April 28, 2019, Governor Kemp signed House Bill 182 (HB 182) that became effective January 1, 2020. HB 182 lowered the economic nexus threshold to just over \$100,000 of gross revenue or 200 or more separate retail sales for retailers making sales of tangible personal property outside Georgia for delivery to purchasers in Georgia. Economic nexus rules stem from the **United States Supreme Court decision in *South Dakota v. Wayfair*** (U.S., No. 17-494) in 2018. HB 182 required retailers to collect sales and use taxes from the purchasers if their sales for the current or previous calendar year exceed the threshold. As a result, the City experienced positive revenue growth in its Local Option Sales Tax ("LOST") and Special Purpose Local Option Sales Tax ("SPLOST") programs since April 2020 and continues to do so.

The Commission of the City of Griffin considered many factors when approving the City's 2023 budget and are very aware of present economic conditions and its effect on its citizens. The Commission chose to continue to use transfers from the business-type activities to the governmental activities instead of increasing taxes or rates within the governmental activities. There were increases to the rates of the business-type activities.

Annually, the City Manager submits to the Commission a proposed operating budget for the coming fiscal year which is required to be approved prior to June 30. Public hearings are held prior to adoption to allow citizens the opportunity to comment on the proposed budget.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Budgets are adopted for the General Fund, all special revenue funds, all capital projects funds, and the City's enterprise funds. Budgets for the enterprise funds are prepared for planning and control purposes only. The legal level of budgetary control is the department level, with the Commissioners being the only body authorized to make amendments to the budget. During the year, there were no significant increases in appropriations between the original budget and the final amended budget for the City's General Fund.

Requests for Information

This financial report is designed to provide a general overview of the City of Griffin's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to

Mrs. Jessica O'Connor, City Manager
City of Griffin
P.O. Box T
Griffin, Georgia 30224

FINANCIAL SECTION

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF NET POSITION
JUNE 30, 2023**

ASSETS	Primary Government			Component Units		
	Governmental	Business-type	Total	Griffin	Griffin	Griffin-Spalding
	Activities	Activities		Main Street	Downtown Development	County Airport Authority
Cash and cash equivalents	\$ 38,461,946	\$ 12,197,316	\$ 50,659,262	\$ 52,182	\$ 132,940	\$ 991,300
Investments	24,989,599	41,664,337	66,653,936	-	-	-
Taxes receivable	1,148,740	-	1,148,740	-	-	-
Accounts receivable, net of allowances	-	13,836,122	13,836,122	3,782	-	240,784
Lease receivable, current	114,495	-	114,495	-	-	-
Due from other governments	5,033,209	568,640	5,601,849	-	-	2,062,500
Due from component units	293,522	70,409	363,931	1,855	-	-
Due from primary government	-	-	-	34,990	81,436	2,063,882
Internal balances	(17,371,378)	17,371,378	-	-	-	-
Inventories	254,536	3,638,370	3,892,906	-	-	83,235
Prepaid expenses	288,829	285,094	573,923	570	1,650	-
Restricted assets:						
Cash and cash equivalents	-	5,242,428	5,242,428	-	-	-
Investments	-	3,816,311	3,816,311	-	-	-
Assets held for resale	215,998	-	215,998	-	-	-
Net other post-employment benefits asset	4,023,346	1,126,226	5,149,572	-	-	-
Lease receivable, non-current	132,100	-	132,100	-	-	-
Capital assets:						
Nondepreciable	38,497,574	37,699,736	76,197,310	16,870	62,846	17,449,554
Depreciable, net	18,840,763	140,229,820	159,070,583	-	-	2,074,594
Total assets	<u>114,923,279</u>	<u>277,746,187</u>	<u>392,669,466</u>	<u>110,249</u>	<u>278,872</u>	<u>24,965,849</u>
DEFERRED OUTFLOWS OF RESOURCES						
Pension	10,358,585	7,557,599	17,916,184	-	-	133,093
Other post-employment benefits	462,917	129,581	592,498	-	-	-
Total deferred outflows of resources	<u>10,821,502</u>	<u>7,687,180</u>	<u>18,508,682</u>	<u>-</u>	<u>-</u>	<u>133,093</u>
LIABILITIES						
Accounts payable	1,054,027	8,295,798	9,349,825	447	-	8,772
Retainage payable	66,894	593,289	660,183	-	-	-
Accrued liabilities	1,228,460	1,324,260	2,552,720	-	-	111,698
Due to primary government	-	-	-	3,930	3,455	356,546
Due to component unit	117,808	-	117,808	-	1,855	-
Unearned revenues	9,271,432	22,208	9,293,640	238	-	52,612
Customer deposits payable	-	3,862,700	3,862,700	-	-	-
Financed purchases due within one year	211,011	557,053	768,064	-	-	-
Financed purchases due in more than one year	736,362	1,605,596	2,341,958	-	-	-
Notes payable due within one year	-	1,857,788	1,857,788	-	-	-
Notes payable due in more than one year	-	60,051,261	60,051,261	-	-	-
Bonds payable due within one year	25,734	3,409,000	3,434,734	-	-	535,000
Bonds payable due in more than one year	697,584	31,411,000	32,108,584	-	-	3,715,029
Compensated absences due within one year	471,819	343,267	815,086	-	-	10,985
Compensated absences due in more than one year	83,262	60,576	143,838	-	-	1,939
Net pension liability due in more than one year	21,916,102	15,989,941	37,906,043	-	-	281,591
Due to Griffin-Spalding County Airport Authority, within one year	267,500	-	267,500	-	-	-
Due to Griffin-Spalding County Airport Authority, in more than one year	1,795,000	-	1,795,000	-	-	-
Landfill post-closure care costs due within one year	-	47,020	47,020	-	-	-
Landfill post-closure care costs due in more than one year	-	8,508,124	8,508,124	-	-	-
Total liabilities	<u>37,942,995</u>	<u>137,938,881</u>	<u>175,881,876</u>	<u>4,615</u>	<u>5,310</u>	<u>5,074,172</u>
DEFERRED INFLOWS OF RESOURCES						
Lease receipts	246,595	-	246,595	-	-	-
Pension	2,154,903	1,572,213	3,727,116	-	-	27,687
Other post-employment benefits	1,111,068	311,014	1,422,082	-	-	-
Deferred charges on refundings	-	291,345	291,345	-	-	-
Total deferred inflows of resources	<u>3,512,566</u>	<u>2,174,572</u>	<u>5,687,138</u>	<u>-</u>	<u>-</u>	<u>27,687</u>
NET POSITION						
Net investment in capital assets	53,538,252	78,444,569	131,982,821	16,870	62,846	19,400,501
Restricted for:						
Debt service	-	1,827	1,827	-	-	-
Law enforcement	416,772	-	416,772	-	-	-
Other post-employment benefits	4,023,346	1,126,226	5,149,572	-	-	-
Cemetery maintenance:						
Expendable	1,872,780	-	1,872,780	-	-	-
Nonexpendable	4,073,335	-	4,073,335	-	-	-
Capital projects	18,699,757	738,469	19,438,226	-	-	-
Unrestricted	1,664,978	65,008,823	66,673,801	88,764	210,716	596,582
Total net position	<u>\$ 84,289,220</u>	<u>\$ 145,319,914</u>	<u>\$ 229,609,134</u>	<u>\$ 105,634</u>	<u>\$ 273,562</u>	<u>\$ 19,997,083</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position						
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units			
					Governmental Activities	Business-type Activities	Total	Griffin Main Street	Griffin Downtown Development	Griffin-Spalding County Airport Authority	
Primary government											
Governmental activities:											
General government	\$ 7,195,033	\$ 7,895,400	\$ -	\$ -	\$ 700,367	\$ -	\$ 700,367	\$ -	\$ -	\$ -	\$ -
Judicial	392,795	-	-	-	(392,795)	-	(392,795)	-	-	-	-
Public safety	19,340,535	1,390,645	954,596	-	(16,995,294)	-	(16,995,294)	-	-	-	-
Public works	15,598,849	299,840	-	867,604	(14,431,405)	-	(14,431,405)	-	-	-	-
Health and welfare	(16,438)	-	-	-	16,438	-	16,438	-	-	-	-
Parks and recreation	531,212	251,849	-	-	(279,363)	-	(279,363)	-	-	-	-
Housing and economic development	1,695,096	736,756	-	-	(958,340)	-	(958,340)	-	-	-	-
Interest on long-term debt	96,449	-	-	-	(96,449)	-	(96,449)	-	-	-	-
Total governmental activities	<u>44,833,531</u>	<u>10,574,490</u>	<u>954,596</u>	<u>867,604</u>	<u>(32,436,841)</u>	<u>-</u>	<u>(32,436,841)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Business-type activities											
Water and wastewater	19,762,620	29,847,464	-	6,510	-	10,091,354	10,091,354	-	-	-	-
Electric	52,042,111	59,460,858	-	-	-	7,418,747	7,418,747	-	-	-	-
Solid waste	11,054,698	9,793,674	-	-	-	(1,261,024)	(1,261,024)	-	-	-	-
Stormwater	2,408,448	2,791,153	-	-	-	382,705	382,705	-	-	-	-
Telecommunications	795,239	1,030,708	-	-	-	235,469	235,469	-	-	-	-
Golf course	1,079,646	699,584	-	-	-	(380,062)	(380,062)	-	-	-	-
Total business-type activities	<u>87,142,762</u>	<u>103,623,441</u>	<u>-</u>	<u>6,510</u>	<u>-</u>	<u>16,487,189</u>	<u>16,487,189</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 131,976,293</u>	<u>\$ 114,197,931</u>	<u>\$ 954,596</u>	<u>\$ 874,114</u>	<u>(32,436,841)</u>	<u>16,487,189</u>	<u>(15,949,652)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Component units											
Griffin Main Street	\$ 140,074	\$ -	\$ 143,676	\$ -	-	-	-	3,602	-	-	-
Griffin Downtown Development Authority	152,404	-	131,087	-	-	-	-	-	(21,317)	-	-
Griffin-Spalding County Airport Authority	1,075,937	491,460	449,377	151,131	-	-	-	-	-	16,031	-
Total component units	<u>\$ 1,368,415</u>	<u>\$ 491,460</u>	<u>\$ 724,140</u>	<u>\$ 151,131</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,602</u>	<u>(21,317)</u>	<u>16,031</u>	<u>-</u>
General revenues:											
Property taxes					5,764,772	-	5,764,772	-	-	-	-
Sales taxes					5,574,715	-	5,574,715	-	-	-	-
Insurance premium tax					1,937,372	-	1,937,372	-	-	-	-
Alcoholic beverage taxes					593,829	-	593,829	-	-	-	-
Business occupational taxes					458,554	-	458,554	-	-	-	-
Franchise taxes					523,754	-	523,754	-	-	-	-
Other taxes					956,018	-	956,018	-	-	-	-
Unrestricted investment earnings					1,263,333	595,043	1,858,376	-	210	9,996	-
Gain on sale of capital assets					6,743	4,780	11,523	-	-	-	-
Transfers					10,994,312	(10,994,312)	-	-	-	-	-
Total general revenues and transfers					<u>28,073,402</u>	<u>(10,394,489)</u>	<u>17,678,913</u>	<u>-</u>	<u>210</u>	<u>9,996</u>	<u>-</u>
Change in net position					(4,363,439)	6,092,700	1,729,261	3,602	(21,107)	26,027	-
Net position, beginning of year					88,652,659	139,227,214	227,879,873	102,032	294,669	19,971,056	-
Net position, end of year					<u>\$ 84,289,220</u>	<u>\$ 145,319,914</u>	<u>\$ 229,609,134</u>	<u>\$ 105,634</u>	<u>\$ 273,562</u>	<u>\$ 19,997,083</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

ASSETS	2016			Nonmajor	Total
	General	FEMA	SPLOST	Governmental Funds	Governmental Funds
Cash and cash equivalents	\$ 9,661,198	\$ -	\$ 9,967,083	\$ 16,503,224	\$ 36,131,505
Investments	20,656,585	-	-	4,333,014	24,989,599
Taxes receivable, net	1,148,740	-	-	-	1,148,740
Lease receivable	246,595	-	-	-	246,595
Due from other governments	142,129	4,424,714	-	466,366	5,033,209
Due from other funds	4,045,028	-	-	849,197	4,894,225
Due from component units	287,004	-	-	-	287,004
Inventories	1,615	-	-	-	1,615
Prepaid expenditures	269,706	-	-	12,240	281,946
Assets held for resale	-	-	-	215,998	215,998
Total assets	<u>\$ 36,458,600</u>	<u>\$ 4,424,714</u>	<u>\$ 9,967,083</u>	<u>\$ 22,380,039</u>	<u>\$ 73,230,436</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 626,303	\$ -	\$ 15,850	\$ 351,991	\$ 994,144
Retainage payable	-	-	-	66,894	66,894
Accrued liabilities	651,509	-	-	-	651,509
Unearned revenues	-	4,413,696	-	4,857,736	9,271,432
Due to other funds	14,572,713	10,284,044	32,590	2,141,583	27,030,930
Due to component units	116,427	1,381	-	-	117,808
Total liabilities	<u>15,966,952</u>	<u>14,699,121</u>	<u>48,440</u>	<u>7,418,204</u>	<u>38,132,717</u>
DEFERRED INFLOWS OF RESOURCES					
Lease receipts	246,595	-	-	-	246,595
Unavailable revenue - property taxes	190,625	-	-	-	190,625
Total deferred inflows of resources	<u>437,220</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>437,220</u>
FUND BALANCES					
Nonspendable:					
Inventories	1,615	-	-	-	1,615
Prepaid expenditures	269,706	-	-	12,240	281,946
Permanent fund principal	-	-	-	4,073,335	4,073,335
Restricted for:					
Assets held for resale	-	-	-	215,998	215,998
Law enforcement	-	-	-	416,772	416,772
Cemetery maintenance	-	-	-	1,872,780	1,872,780
Capital projects	-	-	9,918,643	8,781,114	18,699,757
Unassigned	19,783,107	(10,274,407)	-	(410,404)	9,098,296
Total fund balances	<u>20,054,428</u>	<u>(10,274,407)</u>	<u>9,918,643</u>	<u>14,961,835</u>	<u>34,660,499</u>
Total liabilities, deferred inflows of resources, and fund balances:	<u>\$ 36,458,600</u>	<u>\$ 4,424,714</u>	<u>\$ 9,967,083</u>	<u>\$ 22,380,039</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.	57,004,363
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	190,625
Deferred outflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.	
These deferred outflows of resources consist of pension and other post-employment benefits related experience differences, assumption changes and contributions.	10,821,502
Internal Service Funds are used by management to charge the costs of certain functions to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position.	7,132,051
Deferred inflows of resources are not available to pay for current expenditures and, therefore, are not reported in the funds.	
These deferred inflows of resources consist of pension and other post-employment benefits related differences between projected and actual earnings on plan investments.	(3,265,971)
Certain liabilities are not due and payable in the current period and are, therefore, not reported in the funds.	(22,253,849)
Net position of governmental activities	<u>\$ 84,289,220</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>General</u>	<u>FEMA</u>	<u>2016 SPLOST</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Property taxes	\$ 5,817,795	\$ -	\$ -	\$ -	\$ 5,817,795
Other taxes	8,724,637	-	-	795,851	9,520,488
Charges for services	7,779,905	-	-	103,850	7,883,755
Licenses and permits	779,900	-	-	-	779,900
Intergovernmental	1,244,714	-	10,000	6,694,680	7,949,394
Franchise taxes	523,754	-	-	-	523,754
Fines and forfeitures	1,066,373	-	-	85,824	1,152,197
Interest revenue	803,750	-	-	459,583	1,263,333
Rental income	249,424	-	-	-	249,424
Other revenues	375,107	-	-	134,107	509,214
Total revenues	<u>27,365,359</u>	<u>-</u>	<u>10,000</u>	<u>8,273,895</u>	<u>35,649,254</u>
EXPENDITURES					
Current:					
General government	6,352,289	188,821	-	263,044	6,804,154
Judicial	395,007	-	-	-	395,007
Public safety	17,976,061	57,554	-	257,756	18,291,371
Public works	5,715,827	9,690,382	-	2,088,806	17,495,015
Parks and recreation	377,933	2,989	-	135,550	516,472
Housing and economic development	1,839,962	26,187	-	75,813	1,941,962
Capital outlay	-	-	1,151,381	1,435,123	2,586,504
Debt service:					
Principal	189,238	-	1,890,000	18,810	2,098,048
Interest	28,736	-	37,800	35,844	102,380
Total expenditures	<u>32,875,053</u>	<u>9,965,933</u>	<u>3,079,181</u>	<u>4,310,746</u>	<u>50,230,913</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,509,694)</u>	<u>(9,965,933)</u>	<u>(3,069,181)</u>	<u>3,963,149</u>	<u>(14,581,659)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	10,676,965	-	-	1,303,988	11,980,953
Transfers out	(1,442,999)	-	-	(80,966)	(1,523,965)
Financed purchases	522,750	-	-	-	522,750
Miscellaneous	6,743	-	-	-	6,743
Total other financing sources, net	<u>9,763,459</u>	<u>-</u>	<u>-</u>	<u>1,223,022</u>	<u>10,986,481</u>
Net change in fund balances	4,253,765	(9,965,933)	(3,069,181)	5,186,171	(3,595,178)
Fund balances (deficit), beginning of year	<u>15,800,663</u>	<u>(308,474)</u>	<u>12,987,824</u>	<u>9,775,664</u>	<u>38,255,677</u>
Fund balances (deficit), end of year	<u>\$ 20,054,428</u>	<u>\$ (10,274,407)</u>	<u>\$ 9,918,643</u>	<u>\$ 14,961,835</u>	<u>\$ 34,660,499</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

Net change in fund balances - total governmental funds.	\$ (3,595,178)
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. This is the amount by which capital outlay exceeded depreciation in the current period.	2,949,199
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(6,180,217)
Internal Service Funds are used by management to charge the costs of certain functions to individual funds. The net revenue of certain activities in the Internal Service Funds is reported with governmental activities.	302,145
The issuance of long-term debt 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.	1,838,729
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>321,883</u>
	<u>\$ (4,363,439)</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 5,103,250	\$ 5,471,458	\$ 5,817,795	\$ 346,337
Other taxes	8,571,000	8,523,373	8,724,637	201,264
Charges for services	7,666,256	7,693,795	7,779,905	86,110
Licenses and permits	702,399	702,400	779,900	77,500
Intergovernmental	758,039	1,270,842	1,244,714	(26,128)
Franchise fees	540,700	540,700	523,754	(16,946)
Fines and forfeitures	1,412,000	912,000	1,066,373	154,373
Interest revenue	-	-	803,750	803,750
Rental income	457,400	457,400	249,424	(207,976)
Other revenues	232,531	252,531	375,107	122,576
Total revenues	<u>25,443,575</u>	<u>25,824,499</u>	<u>27,365,359</u>	<u>1,540,860</u>
EXPENDITURES				
Current				
General government:				
Legislative	506,467	406,347	359,557	46,790
Executive	432,080	424,727	388,429	36,298
Elections	300	420	420	-
Administrative services	6,019,747	5,639,786	4,607,804	1,031,982
Central services	958,841	923,023	824,729	98,294
Legal	146,150	146,150	171,350	(25,200)
Total general government	<u>8,063,585</u>	<u>7,540,453</u>	<u>6,352,289</u>	<u>1,188,164</u>
Judicial	<u>415,011</u>	<u>422,655</u>	<u>395,007</u>	<u>27,648</u>
Public safety:				
Police	11,848,333	12,071,959	11,385,619	686,340
Fire	6,185,807	6,384,228	6,098,606	285,622
Code enforcement	371,742	393,792	315,425	78,367
Other protection	197,960	202,120	176,411	25,709
Total public safety	<u>18,603,842</u>	<u>19,052,099</u>	<u>17,976,061</u>	<u>1,076,038</u>
Public works:				
Highways and streets	5,315,673	5,438,335	5,235,794	202,541
Cemetery	597,305	635,889	480,033	155,856
Total public works	<u>5,912,978</u>	<u>6,074,224</u>	<u>5,715,827</u>	<u>358,397</u>
Parks and recreation:				
Recreation	4,576	4,576	2,123	2,453
Parks	398,953	404,020	375,810	28,210
Total parks and recreation	<u>403,529</u>	<u>408,596</u>	<u>377,933</u>	<u>30,663</u>
Housing and economic development:				
Protective inspection	\$ 1,233,449	\$ 1,256,969	\$ 1,068,802	\$ 188,167
Griffin-Spalding County Airport Authority	445,984	449,377	449,377	-
Griffin Business and Tourism Association	-	-	-	-
Downtown development	120,887	120,887	120,887	-
Main Street	129,688	129,688	129,688	-
City Hall	51,775	55,148	57,396	(2,248)
Economic Development Assistance	98,580	98,580	13,812	84,768
Total housing and economic development	<u>2,080,363</u>	<u>2,110,649</u>	<u>1,839,962</u>	<u>270,687</u>
Debt service	<u>212,470</u>	<u>218,040</u>	<u>217,974</u>	<u>66</u>
Total expenditures	<u>35,691,778</u>	<u>35,826,716</u>	<u>32,875,053</u>	<u>2,951,663</u>
Deficiency of revenues under expenditures	<u>(10,248,203)</u>	<u>(10,002,217)</u>	<u>(5,509,694)</u>	<u>4,492,523</u>

(Continued)

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers in	10,928,400	10,916,966	10,676,965	(240,001)
Transfers out	(1,151,997)	(1,442,999)	(1,442,999)	-
Capital leases	471,800	522,750	522,750	-
Miscellaneous	-	-	6,743	6,743
Total other financing sources, net	<u>10,248,203</u>	<u>9,996,717</u>	<u>9,763,459</u>	<u>(233,258)</u>
Net change in fund balances	-	(5,500)	4,253,765	4,259,265
Fund balances, beginning of year	<u>15,800,663</u>	<u>15,800,663</u>	<u>15,800,663</u>	<u>-</u>
Fund balances, end of year	<u>\$ 15,800,663</u>	<u>\$ 15,795,163</u>	<u>\$ 20,054,428</u>	<u>\$ 4,259,265</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FEMA FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 9,964,550	\$ -	\$ (9,964,550)
Total revenues	-	9,964,550	-	(9,964,550)
EXPENDITURES				
General government	-	187,438	188,821	(1,383)
Public safety	-	57,554	57,554	-
Public works	-	9,690,382	9,690,382	-
Parks and recreation	-	2,989	2,989	-
Housing and economic development	-	26,187	26,187	-
Total expenditures	-	9,964,550	9,965,933	(1,383)
Net change in fund balances	-	-	(9,965,933)	(1,383)
FUND BALANCES, beginning of year	<u>(308,474)</u>	<u>(308,474)</u>	<u>(308,474)</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ (308,474)</u>	<u>\$ (308,474)</u>	<u>\$ (10,274,407)</u>	<u>\$ (1,383)</u>

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 4,802,994	\$ 4,294,358	\$ 1,009,822	\$ 2,090,142
Investments	-	35,248,756	-	-
Restricted assets, cash	2,947,075	1,772,818	425,526	97,009
Accounts receivable, net of allowances	64,915	13,614,569	213	156,425
Due from other governments	568,640	-	-	-
Due from component units	9,340	5,258	-	55,811
Due from other funds	33,305,806	9,334,476	502,605	4,554,851
Inventories	691,099	2,903,899	-	43,372
Prepaid expenses	170,480	36,789	48,911	28,914
Total current assets	<u>42,560,349</u>	<u>67,210,923</u>	<u>1,987,077</u>	<u>7,026,524</u>
NON-CURRENT ASSETS				
Investments	-	6,415,581	-	-
Restricted assets, investments	999,400	2,560,727	256,184	-
Net other post-employment benefits asset	406,588	484,236	235,402	-
Capital assets:				
Nondepreciable	30,097,239	2,092,356	-	5,510,141
Depreciable, net of accumulated depreciation	99,713,546	30,539,492	3,618,692	6,358,090
Total non-current assets	<u>131,216,773</u>	<u>42,092,392</u>	<u>4,110,278</u>	<u>11,868,231</u>
Total assets	<u>173,777,122</u>	<u>109,303,315</u>	<u>6,097,355</u>	<u>18,894,755</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension	2,770,795	2,655,156	1,281,050	850,598
Other post-employment benefits	46,781	55,715	27,085	-
Total deferred outflows of resources	<u>2,817,576</u>	<u>2,710,871</u>	<u>1,308,135</u>	<u>850,598</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	2,049,296	5,040,365	1,090,019	116,118
Retainage payable	521,193	72,096	-	-
Accrued liabilities	637,866	543,144	105,804	37,446
Unearned revenue	-	22,208	-	-
Current portion - compensated absences	152,490	112,611	50,627	27,539
Current portion - notes payable	1,672,206	-	-	185,582
Current portion - financed purchases	-	-	524,560	32,493
Current portion - landfill closure/post-closure care costs	-	-	47,020	-
Customer deposits payable	53,125	3,809,575	-	-
Due to other funds	287,847	22,966,036	117,005	645,551
Payable from restricted assets:				
Revenue bonds payable, current portion	3,409,000	-	-	-
Total current liabilities	<u>8,783,023</u>	<u>32,566,035</u>	<u>1,935,035</u>	<u>1,044,729</u>
NON-CURRENT LIABILITIES				
Compensated absences, net of current portion	26,910	19,873	8,934	4,859
Revenue bonds payable, net of current portion	31,411,000	-	-	-
Financed purchases, net of current portion	-	-	1,531,064	74,532
Notes payable, net of current portion	56,381,550	-	-	3,669,711
Net pension liability	5,862,289	5,617,629	2,710,374	1,799,649
Landfill closure/post-closure care costs	-	-	8,508,124	-
Total non-current liabilities	<u>93,681,749</u>	<u>5,637,502</u>	<u>12,758,496</u>	<u>5,548,751</u>
Total liabilities	<u>102,464,772</u>	<u>38,203,537</u>	<u>14,693,531</u>	<u>6,593,480</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	576,410	552,355	266,497	176,951
Other post-employment benefits	112,282	133,724	65,008	-
Deferred charges on refundings	291,345	-	-	-
Total deferred inflows of resources	<u>980,037</u>	<u>686,079</u>	<u>331,505</u>	<u>176,951</u>
NET POSITION				
Net investment in capital assets	36,415,836	32,559,752	1,563,068	7,905,913
Restricted for debt service	1,827	-	-	-
Restricted for capital outlay	738,469	-	-	-
Restricted for other post-employment benefits	406,588	484,236	235,402	-
Unrestricted	35,587,169	40,080,582	(9,418,016)	5,069,009
Total net position	<u>\$ 73,149,889</u>	<u>\$ 73,124,570</u>	<u>\$ (7,619,546)</u>	<u>\$ 12,974,922</u>

Adjustment to reflect the consolidation of Internal Service Fund activities related to enterprise funds.
Net position of business-type activities.

The accompanying notes are an integral part of these financial statements.

Totals	Internal Service Funds Total
\$ 12,197,316	\$ 2,330,441
35,248,756	-
5,242,428	-
13,836,122	-
568,640	-
70,409	6,518
47,697,738	543,194
3,638,370	252,921
285,094	6,883
<u>118,784,873</u>	<u>3,139,957</u>
6,415,581	-
3,816,311	-
1,126,226	-
37,699,736	-
<u>140,229,820</u>	<u>333,974</u>
<u>189,287,674</u>	<u>333,974</u>
<u>308,072,547</u>	<u>3,473,931</u>
7,557,599	-
129,581	-
<u>7,687,180</u>	<u>-</u>
8,295,798	59,883
593,289	-
1,324,260	487,979
22,208	-
343,267	13,729
1,857,788	-
557,053	-
47,020	-
3,862,700	-
24,016,439	2,087,788
3,409,000	-
<u>44,328,822</u>	<u>2,649,379</u>
60,576	2,422
31,411,000	-
1,605,596	-
60,051,261	-
15,989,941	-
8,508,124	-
<u>117,626,498</u>	<u>2,422</u>
<u>161,955,320</u>	<u>2,651,801</u>
1,572,213	-
311,014	-
291,345	-
<u>2,174,572</u>	<u>-</u>
78,444,569	333,974
1,827	-
738,469	-
1,126,226	-
<u>71,318,744</u>	<u>488,156</u>
151,629,835	\$ 822,130
(6,309,921)	
<u>\$ 145,319,914</u>	

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
OPERATING REVENUES				
Charges for services	\$ 29,210,912	\$ 53,554,532	\$ 9,764,574	\$ 4,518,245
Tap and capacity recovery fees	485,620	-	-	-
Other services	150,932	5,906,326	29,100	3,200
Total operating revenues	<u>29,847,464</u>	<u>59,460,858</u>	<u>9,793,674</u>	<u>4,521,445</u>
OPERATING EXPENSES				
Personnel services	5,427,980	4,215,450	2,756,919	1,782,787
Purchased or contracted services	5,675,842	3,540,907	6,189,897	811,988
Purchased power	-	42,252,762	-	-
Supplies	1,736,223	121,115	53,967	548,205
Miscellaneous	581,885	503,889	889,739	388,712
Depreciation	4,460,049	1,354,144	813,561	684,322
Total operating expenses	<u>17,881,979</u>	<u>51,988,267</u>	<u>10,704,083</u>	<u>4,216,014</u>
Operating income (loss)	<u>11,965,485</u>	<u>7,472,591</u>	<u>(910,409)</u>	<u>305,431</u>
NON-OPERATING INCOME (EXPENSES)				
Interest income	-	583,005	1,290	10,748
Interest expense	(1,793,239)	-	(57,632)	(41,960)
Gain on sale of capital assets	-	-	3,958	822
Total non-operating income (expenses)	<u>(1,793,239)</u>	<u>583,005</u>	<u>(52,384)</u>	<u>(30,390)</u>
Income (loss) before capital contributions and transfers	<u>10,172,246</u>	<u>8,055,596</u>	<u>(962,793)</u>	<u>275,041</u>
CAPITAL CONTRIBUTIONS	<u>6,510</u>	<u>-</u>	<u>-</u>	<u>-</u>
TRANSFERS				
Transfers out	(2,813,870)	(8,796,000)	-	-
Transfers in	-	-	55,893	559,665
Total transfers	<u>(2,813,870)</u>	<u>(8,796,000)</u>	<u>55,893</u>	<u>559,665</u>
Change in net position	<u>7,364,886</u>	<u>(740,404)</u>	<u>(906,900)</u>	<u>834,706</u>
Net position, beginning of year	<u>65,785,003</u>	<u>73,864,974</u>	<u>(6,712,646)</u>	<u>12,140,216</u>
Net position, end of year	<u>\$ 73,149,889</u>	<u>\$ 73,124,570</u>	<u>\$ (7,619,546)</u>	<u>\$ 12,974,922</u>

Adjustment to reflect the consolidation of Internal Service Fund activities related to enterprise funds.
Change in net position of business-type activities

The accompanying notes are an integral part of these financial statements.

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 97,048,263	\$ 1,071,380
485,620	-
6,089,558	7,302
<u>103,623,441</u>	<u>1,078,682</u>
14,183,136	557,014
16,218,634	271,629
42,252,762	-
2,459,510	866,081
2,364,225	13,622
7,312,076	65,103
<u>84,790,343</u>	<u>1,773,449</u>
<u>18,833,098</u>	<u>(694,767)</u>
595,043	-
(1,892,831)	-
4,780	-
<u>(1,293,008)</u>	<u>-</u>
<u>17,540,090</u>	<u>(694,767)</u>
<u>6,510</u>	<u>-</u>
(11,609,870)	-
615,558	537,324
<u>(10,994,312)</u>	<u>537,324</u>
6,552,288	(157,443)
	979,573
	<u>\$ 822,130</u>
(459,588)	
<u>\$ 6,092,700</u>	

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 21,294,609	\$ 62,878,080	\$ 8,411,052	\$ 3,426,063
Receipts from interfund services provided	-	-	-	-
Payments to suppliers	(9,210,854)	(46,239,357)	(5,270,824)	(1,358,370)
Payments to employees	(3,184,181)	(4,135,975)	(2,390,195)	(2,015,463)
Net cash provided by operating activities	<u>8,899,574</u>	<u>12,502,748</u>	<u>750,033</u>	<u>52,230</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers out	(2,813,870)	(8,796,000)	-	-
Transfers in	-	-	55,893	559,665
Net cash provided by (used in) noncapital financing activities	<u>(2,813,870)</u>	<u>(8,796,000)</u>	<u>55,893</u>	<u>559,665</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(7,550,250)	(2,902,105)	(901,284)	(1,075,020)
Intergovernmental grant	6,510	-	-	-
Proceeds from financed purchases	-	-	828,500	-
Proceeds from the disposal of capital assets	301	-	3,958	822
Proceeds from notes payable	7,307,893	-	-	941,045
Proceeds from the issuance of revenue bonds	34,820,000	-	-	-
Principal paid on bonds	(37,635,000)	-	-	-
Principal paid on notes payable and financed purchases	(1,659,363)	-	(499,577)	(151,333)
Deferred charges - refunding	(291,000)	-	-	-
Interest paid	(950,416)	-	(57,632)	(41,960)
Net cash used in capital and related financing activities	<u>(5,951,325)</u>	<u>(2,902,105)</u>	<u>(626,035)</u>	<u>(326,446)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	-	(2,876,941)	-	-
Proceeds from the sale of investments	105,764	2,345,263	15,658	-
Interest and dividends received	-	1,121,058	9,988	10,748
Net cash provided by investing activities	<u>105,764</u>	<u>589,380</u>	<u>25,646</u>	<u>10,748</u>
Increase (decrease) in cash and cash equivalents	240,143	1,394,023	205,537	296,197
Cash and cash equivalents:				
Beginning of year	<u>7,509,926</u>	<u>4,673,153</u>	<u>1,229,811</u>	<u>1,890,954</u>
End of year	<u>\$ 7,750,069</u>	<u>\$ 6,067,176</u>	<u>\$ 1,435,348</u>	<u>\$ 2,187,151</u>
Classified as:				
Cash and cash equivalents	\$ 4,802,994	\$ 4,294,358	\$ 1,009,822	\$ 2,090,142
Restricted assets, cash	2,947,075	1,772,818	425,526	97,009
	<u>\$ 7,750,069</u>	<u>\$ 6,067,176</u>	<u>\$ 1,435,348</u>	<u>\$ 2,187,151</u>

(Continued)

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 96,009,804	\$ -
-	1,973,995
(62,079,405)	(1,193,329)
<u>(11,725,814)</u>	<u>(558,784)</u>
<u>22,204,585</u>	<u>221,882</u>
(11,609,870)	537,324
<u>615,558</u>	<u>-</u>
<u>(10,994,312)</u>	<u>537,324</u>
(12,428,659)	(132,065)
6,510	-
828,500	-
5,081	-
8,248,938	-
34,820,000	-
(37,635,000)	-
(2,310,273)	-
(291,000)	-
<u>(1,050,008)</u>	<u>-</u>
<u>(9,805,911)</u>	<u>(132,065)</u>
(2,876,941)	-
2,466,685	-
1,141,794	-
<u>731,538</u>	<u>-</u>
2,135,900	627,141
<u>15,303,844</u>	<u>1,703,300</u>
<u>\$ 17,439,744</u>	<u>\$ 2,330,441</u>
\$ 12,197,316	\$ 2,330,441
5,242,428	-
<u>\$ 17,439,744</u>	<u>\$ 2,330,441</u>

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 11,965,485	\$ 7,472,591	\$ (910,409)	\$ 305,431
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	4,460,049	1,354,144	813,561	684,322
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	(3,649)	(820,331)	1,071	12,325
Decrease in due from other governments	690,111	-	-	-
Increase in inventories	(130,946)	(779,269)	-	(12,695)
(Increase) decrease in due from other funds	(7,166,344)	(7,739,781)	(306,478)	(1,113,094)
Decrease in due from component units	579	268,909	-	-
(Increase) decrease in prepaids and other assets	217,486	(1,706)	(4,209)	(1,102)
Increase in deferred outflows of resources - pension and OPEB	(834,857)	(733,355)	(425,070)	(224,407)
Increase (decrease) in accounts payable	(1,833,347)	869,271	696,735	(99,054)
Increase (decrease) in accrued liabilities	221,158	91,020	19,185	(6,309)
Decrease in due to other governments	(201,981)	-	-	-
Decrease in customer deposits	-	(24,311)	-	-
Increase in net pension liability	6,866,661	1,837,219	1,084,198	693,759
Increase (decrease) in net OPEB asset	(406,588)	330,681	528,907	-
Increase in landfill closure/post-closure care costs	-	-	1,151,068	-
Increase (decrease) in due to other funds	(1,871,571)	11,732,736	(1,077,215)	141,264
Decrease in deferred inflows of resources - pension and OPEB	(3,072,672)	(1,355,070)	(821,311)	(328,210)
Net cash provided by operating activities	<u>\$ 8,899,574</u>	<u>\$ 12,502,748</u>	<u>\$ 750,033</u>	<u>\$ 52,230</u>
Noncash investing, capital and financing activities:				
Unrealized loss on investments	\$ (62,582)	\$ (538,053)	\$ (8,698)	\$ -
Net noncash investing, capital, and financing activities	<u>\$ (62,582)</u>	<u>\$ (538,053)</u>	<u>\$ (8,698)</u>	<u>\$ -</u>

(Concluded)

The accompanying notes are an integral part of these financial statements.

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 18,833,098	\$ (694,767)
7,312,076	65,103
(810,584)	-
690,111	-
(922,910)	(38,268)
(16,325,697)	18,738
269,488	-
210,469	(353)
(2,217,689)	-
(366,395)	(3,376)
325,054	158,567
(201,981)	-
(24,311)	-
10,481,837	-
453,000	-
1,151,068	-
8,925,214	716,238
(5,577,263)	-
<u>\$ 22,204,585</u>	<u>\$ 221,882</u>
\$ (609,333)	\$ -
<u>\$ (609,333)</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
JUNE 30, 2023

ASSETS	Custodial Fund
Cash	\$ 268,371
Total assets	<u>268,371</u>
 LIABILITIES	
Due to others	21,094
Total liabilities	<u>21,094</u>
 NET POSITION	
Restricted for individuals, organizations, and other governments	<u>\$ 247,277</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Custodial Fund</u>
ADDITIONS	
Fines and fees collected	\$ 499,132
Total additions	<u>499,132</u>
DEDUCTIONS	
Fines and fees disbursed	<u>396,393</u>
Total deductions	<u>396,393</u>
Change in net position	102,739
Net position, beginning of the year	<u>144,538</u>
Net position, end of the year	<u>\$ 247,277</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Griffin, Georgia (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to government units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City’s accounting policies are described below.

A. The Financial Reporting Entity

The City was chartered in 1843 and operates under a Commission – City Manager form of government. The City Manager is the head of the administrative branch of government. As such, he or she is responsible for the day-to-day operations of City government. The legislative authority of the City is vested in a seven-member Commission including an elected Chairperson and an appointed City Manager. The City provides the following services and operations as authorized by its charter: public safety (police and fire); public works; parks and recreation; housing and development; and public utilities (water, sewer, stormwater, electric, and solid waste). As required by accounting principles generally accepted in the United States of America, these financial statements include the accounts of all City operations and all activities of the City.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City (the “Primary Government”) and its component units. The component units discussed below are included in the City’s reporting entity because of the significance of their operational and financial relationship with the City.

In conformity with generally accepted accounting principles, as set forth in the Statement of GASB No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, as amended, the component units’ financial statements have been included as either blended or discretely presented. All of the City’s component units have a June 30 year-end. As of June 30, 2023, the City does not have any blended component units.

Discretely Presented Component Units

The City of Griffin Main Street Association (“Main Street”) – The City Commission appoints several positions of Main Street’s board with additional positions being appointed by various organizations. There are twelve members plus two ex-officio officers. Budget requests for Main Street are submitted to the City Commission for approval, with the City Commission possessing the authority to amend the budget. The City provides approximately 80% of Main Street’s annual operating budget. Separate financial statements for Main Street are not prepared.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Financial Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

The City of Griffin Downtown Development Authority (“DDA”) – The City Commission appoints all seven members of the DDA’s board (one of which is an elected member of the City Commission). Budget requests for the DDA are submitted to the Commission for approval, with the City Commission possessing authority to revise the budget. The City also provides for a substantial portion of the DDA’s annual budget. Separate financial statements for the DDA are not prepared.

The Griffin-Spalding County Airport Authority (“Airport Authority”) – The Georgia General Assembly, via House Bill 1261 and Act 536, created the Griffin-Spalding County Airport Authority effective July 1, 2012. The City Commission appoints five of the nine member Airport Authority board. The City and the County have mutually agreed to fund one-half of the annual shortfall in revenues required to fund the Airport Authority’s budget in future years. Due to these factors and due to the City maintaining the administrative functions of the Airport Authority, the City has elected to include the Airport Authority operations as a component unit of the City. Separate financial statements for the Airport Authority are not prepared.

B. Government-wide and Fund 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. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

Property taxes, sales taxes, franchise taxes, licenses, and investment income 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. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

The **Federal Emergency Management Agency ("FEMA") Fund** accounts for the federal grant monies received from the Federal Emergency Management Association.

The **2016 Special Purpose Local Option Sales Tax ("SPLOST") Fund** accounts for capital projects of the City from resources provided by the 2016 special Spalding County 1% sales and use tax.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The City reports the following major proprietary funds:

The ***Water/Wastewater Utility Fund*** accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

The ***Electric Utility Fund*** accounts for the provision of electrical services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

The ***Solid Waste Fund*** accounts for the activities of the City's solid waste management operations. All activities necessary to provide such services are accounted for in this fund.

Additionally, the City reports the following fund types:

The ***Special Revenue Funds*** account for revenue sources that are legally restricted to expenditures for specific purposes.

The ***Capital Projects Fund*** accounts for the acquisition of capital assets and construction or improvement of major capital projects such as construction of new roads.

The ***Permanent Funds*** are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting of the City's programs.

The ***Internal Service Funds*** are used to account for the City's payroll as well as the rental of motor vehicles and equipment to other departments and related costs of the City, on a cost reimbursement basis.

The ***Custodial Fund*** is used to account for the collection and disbursement of monies by the City's Municipal Court on behalf of other governments and individuals.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and wastewater function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services provided. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the 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 non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Budgets and Budgetary Accounting

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

1. Budget requests are completed in April.
2. Proposed budgets are reviewed and prepared by the City Manager for submission to the Mayor and the City Commission in May.
3. Public hearings on the proposed budget are held in May and June.
4. The budget is legally adopted by the Mayor and City Commission prior to June 30.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgets and Budgetary Accounting (Continued)

5. All budget revisions or changes must be approved as required by Georgia law and administrative policy. Transfer of budgeted amounts in excess of \$5,000 between departments requires the approval of the City Commission. This is consistent with the legal level of budgetary control as the budget is adopted at the department level. Revisions that alter the total expenditures of any department or fund must be approved by the City Commission. The City Commission made several immaterial supplemental budget appropriations during the year.
6. Legally adopted budgets and formal budgetary integration is employed as a management control device during the year for all the following funds: General, all special revenue funds, and the enterprise funds. Budgets for the enterprise funds are prepared for planning and control purposes only.
7. Budgets for the governmental funds and the enterprise funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
8. Revenues and expenditures of the Capital Projects Funds are budgeted on a project basis and are, therefore, excluded from presentation in the financial statements.

E. Cash and Cash Equivalents

Cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

F. Deposits and Investments

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Deposits and Investments (Continued)

State statutes authorize the City to invest in obligations of the U.S. Government and agencies of corporations of the U.S. Government; obligations of any state; obligations of any political subdivision of any state; certificates of deposit or time deposits of any national state bank or savings and loans which have deposits insured by the Federal Deposit Insurance Corporation ("FDIC") or Federal Savings and Loan Insurance Corporation ("FSLIC"); prime bankers' acceptances; repurchase agreements; and the Local Government Investment Pool of the State of Georgia ("Georgia Fund 1"). Georgia Fund 1 was created under the Official Code of Georgia Annotated ("O.C.G.A.") §36-83-8 and is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair value as of year-end and the City's investment in the Georgia Fund 1 is reported at fair value. The City considers amounts held in Georgia Fund 1 as investments for financial statement presentation.

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. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values. Increases or decreases in the fair value during the year are recognized as a component of interest income.

G. Inventory and Prepaid Items

Inventory of supplies in proprietary funds is valued at cost. Inventories held for resale are valued at the lower of cost or market. Prepaid expenses are accounted for using the consumption method. A prepaid item is recognized when a cash expenditure is made for goods or services that were purchased for consumption, but not consumed as of June 30.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" in the fund financial statements. Short-term interfund loans are classified as "interfund receivables/payables". Long-term interfund loans are classified as "advances". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

I. Grants from Other Governments

Federal and state governmental units represent an important source of supplementary funding used to finance housing, business development employment, construction programs, capital asset additions and other activities beneficial to the community. This funding, primarily in the form of grants, is recorded in both governmental and proprietary funds. Grant contributions in the proprietary funds, which are for the purpose of construction activities, land easement or capital asset acquisitions, are recorded as capital contributions within the statement of revenues and expenses. For all funds, a grant receivable is recorded when the City has a right to receive the related grant amounts.

J. 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 columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value.

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. The City was able to estimate the historical cost for the initial reporting of these assets through back trending. As the City constructs or acquires additional 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 extend its useful life beyond the original estimate. Major outlays for capital assets and major improvements are capitalized as projects are constructed.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

Depreciation is provided on the straight-line method over the following estimated useful lives:

Governmental Assets

Buildings and improvements	20 – 50 years
Machinery and equipment	3 – 10 years
Infrastructure	25 – 30 years

Business-type Assets

Buildings and improvements	10 – 50 years
Utility system	5 – 50 years
Equipment	5 – 20 years

K. Long-Term Liabilities

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. Bond premiums and discounts, as well as deferred charges, are deferred and amortized over the life of the bonds using the straight-line method, which is not materially different than the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources 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.

L. Leases

Lessor

The City is a lessor for noncancellable leases of land and buildings. The City recognizes a lease receivable and deferred inflow of lease receipts in both the fund level and government-wide financial statements. The City recognizes lease receivables with an initial, individual value of \$5,000 or more.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Leases (Continued)

Lessor (Continued)

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases include how the City determines: 1) the discount rate it uses to discount the expected lease payments to present value, 2) lease term, and 3) lease payments:

- The City uses the interest rate stated in the agreement as the discount rate. When the interest rate is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments and purchase option prices that the lessee is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflow if certain changes occur that are expected to significantly affect the amount of the lease receivable.

M. Compensated Absences

All employees, except shift firefighters, accrue vacation as follows: 1.54 hours per week of vacation with under 10 years of service; 2.3 hours per week of vacation with greater than 10 years and less than 20 years of service; and 3.07 hours per week of vacation with greater than 20 years of service. Shift firefighters accrue vacation as follows: 3.23 hours per week of vacation with under 10 years of service; 4.62 hours per week of vacation with greater than 10 years and less than 20 years of service; and 6.46 hours per week of vacation with greater than 20 years of service. Vacation time must be taken as time off and will not be paid-out except that any unused vacation will be paid at an employee's termination of employment.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Compensated Absences (Continued)

All City employees, except shift firefighters, accrue sick leave at 1.85 hours per week. Shift firefighters accrue sick leave at 5.54 hours per week. Sick leave, however, is not paid upon an employee's termination except to employees who were eligible to retire between January 2, 2005 and January 1, 2010. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

N. Defined Contribution Plan

The City offers its employees a defined contribution plan, the City of Griffin Deferred Compensation Plan (the "Plan"), which is administered by MetLife Resources. The Plan is a combined 457 plan and 401A plan. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the Plan is optional and requires the City to match the employees' deferrals up to a maximum of 1% of annual compensation. Employer's contributions are fully vested at the time of contribution. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Benefit provisions and contributions are established and may be amended by the City Council. During the year ended June 30, 2023, the City contributed \$15,747 and employees contributed \$354,829. The City stopped matching employee contributions as of July 21, 2018.

Pursuant to the Statement No. 32 of the GASB, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the City does not have a fiduciary relationship with the Plan. Accordingly, the balances and transactions of the City's plan are not reported in the City's financial statements.

O. Fund Equity

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

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Fund Equity (Continued)

Fund Balance (Continued)

Fund balances are classified as follows:

- ***Nonspendable*** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either: a) not in spendable form (i.e., items that are not expected to be converted to cash), or b) legally or contractually required to be maintained intact.
- ***Restricted*** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- ***Committed*** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Commission through the adoption of a resolution. Only the City Commission may modify or rescind the commitment.
- ***Assigned*** – Fund balances are reported as assigned when amounts are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Through resolution, the City Commission has authorized the City's Chief Financial Officer, Finance Director, or Director of Administrative Services to assign fund balances.
- ***Unassigned*** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order: 1) committed, 2) assigned, and 3) unassigned.

Net Position – Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the City has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Restricted Assets

The Water/Wastewater Utility Fund, based on certain bond covenants, is required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt.

Q. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

R. 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 assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has five items that qualify for reporting in this category. One item is the deferred charge on refunding, which is reported in the government-wide and proprietary fund Statements of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt. The remaining items relate to the City's Retirement and OPEB Plans and are reported in the government-wide and proprietary fund Statements of Net Position. The net difference between projected and actual earnings on pension and OPEB plan investments is deferred and amortized against pension expense over a five-year period, resulting in recognition as deferred inflows of resources. Experience differences result from periodic studies by the City's actuary, which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience differences are recorded as deferred outflows of resources and are amortized into pension expense over the expected remaining service lives of the plan members. Changes in actuarial assumptions, which adjust the net pension liability, are also recorded as deferred outflows of resources, and are amortized into pension expense over the expected remaining service lives of plan members. Additionally, any contributions made by the City to the pension and OPEB plan, before year-end but subsequent to the measurement date of the City's net pension liability and net OPEB liability, are reported as deferred outflows of resources. These contributions will reduce the pension and OPEB liabilities in future years.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the Statement of Net Position and the Governmental Funds Balance Sheet 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has five items that qualify for reporting in this category, one of which arises only under the modified accrual basis of accounting. Accordingly, the item, *unavailable revenue*, is reported only in the Governmental Funds Balance Sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. *Deferred inflows* from *lease receipts* are reported in the Governmental Fund Balance Sheet as well as the government-wide Statement of Net Position. The other three items relate to the City's Retirement and OPEB Plans and are reported in the government-wide and proprietary fund Statements of Net Position. The net difference between projected and actual earnings on pension and OPEB plan investments is deferred and amortized against pension expense over a five-year period, resulting in recognition as deferred inflows of resources. Changes in actuarial assumptions, which adjust the net OPEB asset, are also recorded as deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. In addition, the differences between expected and actual experience for the City's OPEB plan is deferred and amortized against pension expense over a four-year period, resulting in recognition as a deferred inflow of resources.

S. Pensions and OPEB

For purposes of measuring the net pension liability, net OPEB asset, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, pension expense and OPEB expense, information about the fiduciary net position of the City of Griffin Retirement Plan (the "Retirement Plan") and City of Griffin Post-Employment Health Care Plan (the "OPEB Plan") and additions to/deductions from the Retirement and OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the respective plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

T. Tax Abatement Agreements

During the year ended June 30, 2017, the City implemented GASB Statement No. 77, *Tax Abatement Disclosures*. This statement requires the City to disclose information for any tax abatement agreements, either entered into by the City, or agreements entered into by other governments that reduce the City's tax revenues. As of June 30, 2023, the City did not have any such agreements, either entered into by the City or by other governments that exceeded the quantitative threshold for disclosure.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Position

The Governmental Funds Balance Sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “certain liabilities are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this difference are as follows:

Bonds payable	\$ 723,318
Net pension liability	21,916,102
Net OPEB asset	(4,023,346)
Due to Griffin-Spalding County Airport Authority	2,062,500
Financed purchases payable	947,373
Compensated absences	538,930
Accrued interest	88,972
Net adjustment to increase <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$ 22,253,849

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide Statement of Activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense.” The details of this difference are as follows:

Capital outlay	\$ 5,557,452
Depreciation expense	(2,608,253)
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ 2,949,199

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation explains that “Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this difference are as follows:

Compensated absences	\$ (53,396)
OPEB income	1,757,846
Pension expense	(1,382,567)

Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ 321,883

Another element of that reconciliation explains that “The issuance of long-term debt 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.” The details of this difference are as follows:

Financed purchases proceeds	\$ (522,750)
Principal retirement on long-term debt	2,361,479

Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ 1,838,729

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2023 are summarized as follows:

Amounts as presented on the entity-wide Statement of Net Position:	
Cash and cash equivalents	\$ 50,659,262
Investments	66,653,936
Restricted cash and cash equivalents	5,242,428
Restricted investments	3,816,311
Amounts as presented on the fiduciary Statement of Net Position:	
Cash and cash equivalents - Custodial Fund	268,371
Component Units - cash and cash equivalents	1,176,422
Total	\$ 127,816,730
Cash deposited with financial institutions	\$ 57,346,483
Cash deposited with Georgia Fund 1	20,310,080
Investments in the Municipal Competitive Trust	36,751,075
Investments in governmental bonds	10,728,124
Investments in corporate bonds	100,526
Investments in equities and various other securities	2,580,442
Total	\$ 127,816,730

Credit Risk. 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 established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. It is the City's policy to limit its investments to those allowed and authorized by state law. As of June 30, 2023, the City's investment in Georgia Fund 1 was rated AAf by Standard & Poor's. The City's investment in the Municipal Competitive Trust was not rated. All other City investments were rated as noted in the table on the following page.

The reporting of investments at fair value in accordance with GASB Statement No. 31 resulted in an unrealized loss of \$8,698 netted with dividend income in the Solid Waste, an unrealized loss of \$538,053 netted against dividend income and interest income in the Electric Utility Fund, and an unrealized loss of \$62,582 netted against interest income in the Water/Wastewater Utility Fund.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

At June 30, 2023, the City had the following investments:

Investment	Rating	Fair Value	Investment Maturities (in Years)				
			Less than 1	1 - 5	6 - 10	11 - 15	16 - 20
Georgia Fund 1		\$ 20,310,080	\$ 20,310,080	\$ -	\$ -	\$ -	\$ -
Municipal Competitive Trust		36,751,075	36,751,075	-	-	-	-
Equities and various other non-maturing securities		2,580,442	-	-	-	-	-
Governmental bonds	BBB	104,955	-	-	99,935	5,020	-
Governmental bonds	BBB+	386,088	130,457	-	255,631	-	-
Governmental bonds	A-	129,501	-	129,501	-	-	-
Governmental bonds	A	736,648	-	386,527	343,017	7,104	-
Governmental bonds	A+	201,388	14,943	40,500	53,687	92,258	-
Governmental bonds	AA-	1,944,167	144,743	593,912	1,008,878	48,833	147,801
Governmental bonds	AA	3,884,329	49,264	754,655	916,622	1,906,071	257,717
Governmental bonds	AA+	1,535,653	104,958	636,759	307,971	485,965	-
Governmental bonds	AAA	1,805,395	126,164	294,683	884,057	500,491	-
Corporate bonds	A-	49,567	2,188	-	47,379	-	-
Corporate bonds	AA-	50,959	-	50,959	-	-	-
Total		\$ 70,470,247	\$ 57,633,872	\$ 2,887,496	\$ 3,917,177	\$ 3,045,742	\$ 405,518

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Measurements. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of June 30, 2023:

Investment	Level 1	Level 2	Level 3	Fair Value
Municipal Competitive Trust	\$ 36,751,075	\$ -	\$ -	\$ 36,751,075
Municipal bonds	5,373,872	5,354,252	-	10,728,124
Corporate bonds	100,526	-	-	100,526
Equity securities	2,580,442	-	-	2,580,442
Total investments measured at fair value	<u>\$ 44,805,915</u>	<u>\$ 5,354,252</u>	<u>\$ -</u>	50,160,167

Investments not subject to level disclosure:

Georgia Fund 1	20,310,080
Total investments	<u>\$ 70,470,247</u>

Investments classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those investments. Investments classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the City does not disclose its investment in the Georgia Fund 1 within the fair value hierarchy.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2023, the City did not have any deposits which were uninsured and under collateralized as defined by GASB pronouncements.

Custodial Credit Risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES

A. Accounts Receivable

Receivables as of June 30, 2023, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>FEMA</u>	<u>Nonmajor Governmental</u>	<u>Water/ Wastewater</u>
Receivables:				
Taxes	\$ 1,214,350	\$ -	\$ -	\$ -
Accounts	-	-	-	71,837
Lease	246,595	-	-	-
Intergovernmental	207,951	4,424,714	466,366	568,640
Gross receivables	<u>1,668,896</u>	<u>4,424,714</u>	<u>466,366</u>	<u>640,477</u>
Less: allowance for uncollectibles	(131,432)	-	-	(6,922)
Net total receivables	<u>\$ 1,537,464</u>	<u>\$ 4,424,714</u>	<u>\$ 466,366</u>	<u>\$ 633,555</u>

	<u>Electric</u>	<u>Solid Waste</u>	<u>Nonmajor Enterprise</u>	<u>Total</u>
Receivables:				
Taxes	\$ -	\$ -	\$ -	\$ 1,214,350
Accounts	20,586,194	213	156,425	20,814,669
Lease	-	-	-	246,595
Intergovernmental	-	-	-	5,667,671
Gross receivables	<u>20,586,194</u>	<u>213</u>	<u>156,425</u>	<u>27,943,285</u>
Less: allowance for uncollectibles	(6,971,625)	-	-	(7,109,979)
Net total receivables	<u>\$ 13,614,569</u>	<u>\$ 213</u>	<u>\$ 156,425</u>	<u>\$ 20,833,306</u>

B. Lessor – Lease Receivable

The City is the lessor for various land and buildings as noted in Note 1. The City recognized \$114,495 as lease revenue for the year ended June 30, 2023.

C. Property Taxes

Property taxes were levied on behalf of the City by Spalding County on October 4, 2022, (levy date) based upon property values assessed as of January 1, 2022. The billings were mailed on October 10, 2022, and payable on or before December 31, 2022, for the calendar year 2022. Taxes not paid within 30 days of December 31, 2022 were subject to property tax liens on February 1, 2023. Property tax revenues are recognized when levied to the extent they result in current receivables. The City does maintain an allowance for uncollectible property taxes. At June 30, 2023, the allowance for uncollectible property taxes was \$65,610.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES (CONTINUED)

C. Property Taxes (Continued)

The tax rate levied during calendar year 2022 for the City's operations was 7.083 mills (mill equals \$1 per thousand dollars of assessed value).

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending</u> <u>Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 3,266,876	\$ -	\$ -	\$ -	\$ 3,266,876
Construction in progress	32,146,795	3,083,903	-	-	35,230,698
Total capital assets, not being depreciated	<u>35,413,671</u>	<u>3,083,903</u>	<u>-</u>	<u>-</u>	<u>38,497,574</u>
Capital assets, being depreciated:					
Buildings and improvements	12,458,056	66,702	-	-	12,524,758
Machinery and equipment	31,267,352	1,858,914	-	-	33,126,266
Infrastructure	35,988,152	679,998	-	-	36,668,150
Total capital assets, being depreciated	<u>79,713,560</u>	<u>2,605,614</u>	<u>-</u>	<u>-</u>	<u>82,319,174</u>
Less accumulated depreciation for:					
Buildings and improvements	(6,355,992)	(328,710)	-	-	(6,684,702)
Machinery and equipment	(26,736,826)	(1,807,048)	-	-	(28,543,874)
Infrastructure	(27,712,237)	(537,598)	-	-	(28,249,835)
Total accumulated depreciation	<u>(60,805,055)</u>	<u>(2,673,356)</u>	<u>-</u>	<u>-</u>	<u>(63,478,411)</u>
Total capital assets, being depreciated, net	<u>18,908,505</u>	<u>(67,742)</u>	<u>-</u>	<u>-</u>	<u>18,840,763</u>
Governmental activities capital assets, net	<u>\$ 54,322,176</u>	<u>\$ 3,016,161</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,338,337</u>

Internal Service Funds predominantly serve the governmental funds. Accordingly, capital assets are included as part of the above totals for governmental activities. At year-end, \$333,974 of Internal Service Fund's capital assets are included in the above amounts.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 7,354,903	\$ -	\$ -	\$ -	\$ 7,354,903
Construction in progress	20,736,836	10,673,282	-	(1,065,285)	30,344,833
Total capital assets, not being depreciated	28,091,739	10,673,282	-	(1,065,285)	37,699,736
Capital assets, being depreciated:					
Land improvements	2,357,740	-	-	-	2,357,740
Buildings	36,881,309	-	-	-	36,881,309
Improvements other than buildings	186,956,241	-	-	1,035,775	187,992,016
Machinery and equipment	39,713,554	1,755,377	-	29,510	41,498,441
Total capital assets, being depreciated	265,908,844	1,755,377	-	1,065,285	268,729,506
Less accumulated depreciation for:					
Land improvements	(1,431,593)	(65,223)	-	-	(1,496,816)
Buildings	(22,425,915)	(767,292)	-	-	(23,193,207)
Improvements other than buildings	(64,366,754)	(4,607,306)	-	-	(68,974,060)
Machinery and equipment	(32,963,348)	(1,872,255)	-	-	(34,835,603)
Total accumulated depreciation	(121,187,610)	(7,312,076)	-	-	(128,499,686)
Total capital assets, being depreciated, net	144,721,234	(5,556,699)	-	1,065,285	140,229,820
Business-type activities capital assets, net	\$ 172,812,973	\$ 5,116,583	\$ -	\$ -	\$ 177,929,556

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions/programs of the Primary Government as follows:

Governmental activities:

General government	\$ 521,722
Public safety	935,381
Public works	1,120,458
Parks and recreation	30,692
Capital assets held by the City's Internal Service Funds are charged to the various functions based on their usage of the assets	<u>65,103</u>
Total depreciation expense - governmental activities	<u>\$ 2,673,356</u>

Business-type activities:

Water and wastewater	\$ 4,460,049
Electric	1,354,144
Solid waste	813,561
Stormwater	538,437
Telecommunications	84,958
Golf course	<u>60,927</u>
Total depreciation expense - business-type activities	<u>\$ 7,312,076</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the Airport Authority for the year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 471,441	\$ -	\$ -	\$ -	\$ 471,441
Construction in progress	16,798,890	179,223	-	-	16,978,113
Total capital assets, not being depreciated	<u>17,270,331</u>	<u>179,223</u>	<u>-</u>	<u>-</u>	<u>17,449,554</u>
Capital assets, being depreciated:					
Land improvements	3,760,367	-	-	-	3,760,367
Buildings	1,037,293	-	-	-	1,037,293
Machinery and equipment	824,231	-	-	-	824,231
Total capital assets, being depreciated	<u>5,621,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,621,891</u>
Less accumulated depreciation for:					
Land improvements	(2,131,592)	(92,104)	-	-	(2,223,696)
Buildings	(551,457)	(17,955)	-	-	(569,412)
Machinery and equipment	(723,857)	(30,332)	-	-	(754,189)
Total accumulated depreciation	<u>(3,406,906)</u>	<u>(140,391)</u>	<u>-</u>	<u>-</u>	<u>(3,547,297)</u>
Total capital assets, being depreciated, net	<u>2,214,985</u>	<u>(140,391)</u>	<u>-</u>	<u>-</u>	<u>2,074,594</u>
Airport Authority capital assets, net	<u>\$ 19,485,316</u>	<u>\$ 38,832</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,524,148</u>

NOTE 6. LONG-TERM DEBT

A. Revenue Bonds

The City issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. The City's Water/Wastewater Utility Fund's revenue bonds outstanding at June 30, 2023 are as follows:

Description	Original Amount	Interest Rate	Due Date	Amount
Combined Utility, Series 2022	\$ 34,820,000	1.96%	2032	\$ 34,820,000
			Less current portion	(3,409,000)
				<u>\$ 31,411,000</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

A. Revenue Bonds (Continued)

Combined Public Utility Revenue Refunding Bonds, Series 2022

The City of Griffin Combined Public Utility Revenue Refunding Bonds, Series 2022, were issued in January 2023. The Series 2022 bonds were issued to provide funds to refund (advance refunding) all of the City's Revenue Refunding and Improvement Bonds, Series 2012. The net proceeds were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, the Series 2012 bonds are considered defeased and the liability for those bonds has been removed from the Statement of Net Position. The City determined that advance refunding the Series 2012 bonds with the Series 2022 bonds would reduce the City's total debt service payments by approximately \$2.642 million on an aggregate basis.

The Series 2022 bonds are special limited obligations of the City, payable solely from and secured by a pledge of and lien on revenues derived by the City from the ownership and operation of its water, wastewater, and electric system, remaining after the payment of expenses of operating, maintaining, and repairing the system. The Series 2022 bonds do not constitute a debt or general obligation of the City or a pledge of the faith and credit or taxing power of the City. No governmental entity, including the City, is obligated to levy any tax for the payment of the Series 2022 bonds. No recourse may be had against the General Fund of the City for payment of the Series 2022 bonds.

Revenue bond debt service requirements to maturities, including interest, are as follows:

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 4,256,403	\$ 3,409,000	\$ 847,403
2025	4,268,656	3,653,000	615,656
2026	4,272,057	3,728,000	544,057
2027	4,271,988	3,801,000	470,988
2028	4,275,488	3,879,000	396,488
2029 – 2032	17,159,088	16,350,000	809,088
	<u>\$ 38,503,680</u>	<u>\$ 34,820,000</u>	<u>\$ 3,683,680</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

B. Other Long-Term Debt

The Stormwater Utility Fund has incurred debt to the Georgia Environmental Facilities Authority (“GEFA”) for utility system improvements. These notes are as follows at June 30, 2023:

Description	Original Amount	Interest Rate	Due Date	Amount
Stormwater GEFA Loan	\$ 487,247	2.31%	2036	\$ 339,723
Stormwater GEFA Loan	1,064,274	0.94%	2043	3,515,570
				<u>3,855,293</u>
		Less current portion		<u>(185,582)</u>
				<u>\$ 3,669,711</u>

The Stormwater Utility Fund’s other long-term debt service requirements to maturity, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2024	\$ 225,535	\$ 185,582	\$ 39,953
2025	225,553	187,669	37,884
2026	225,553	189,766	35,787
2027	225,553	191,890	33,663
2028	225,552	194,042	31,510
2029 – 2033	1,127,764	1,003,494	124,270
2034 – 2038	1,064,338	996,816	67,522
2039 – 2043	926,767	906,034	20,733
	<u>\$ 4,246,615</u>	<u>\$ 3,855,293</u>	<u>\$ 391,322</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

B. Other Long-Term Debt (Continued)

The Water/Wastewater Utility Fund has incurred debt to GEFA for utility system improvements. These notes are as follows at June 30, 2023:

Description	Original Amount	Interest Rate	Due Date	Amount
Water/Wastewater GEFA Loan	\$ 6,002,688	1.03%	2038	\$ 4,326,428
Water/Wastewater GEFA Loan	12,700,000	1.71%	2048	11,125,807
Water/Wastewater GEFA Loan	14,446,662	0.89%	2039	12,721,986
Water/Wastewater GEFA Loan	7,854,990	1.25%	2041	7,141,421
Water/Wastewater GEFA Loan	485,691	N/A	N/A	1,893,613
Water/Wastewater GEFA Loan	389,707	N/A	N/A	3,911,527
Water/Wastewater GEFA Loan	2,499,189	N/A	N/A	11,076,572
Water/Wastewater GEFA Loan	241,020	N/A	N/A	5,856,402
				<u>58,053,756</u>
		Less current portion		<u>(1,672,206)</u>
				<u>\$ 56,381,550</u>

The \$1,893,613 note payable, \$3,911,527 note payable, \$11,076,572 note payable, and \$5,856,402 note payable amortization schedules have yet to be finalized and repayment will be determined when construction is complete. The Water/Wastewater Utility Fund's other long-term debt service requirements to maturity, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2024	\$ 2,094,607	\$ 1,672,206	\$ 422,401
2025	2,094,819	1,691,797	403,022
2026	2,100,602	1,711,636	388,966
2027	2,103,522	1,731,725	371,797
2028	2,100,603	1,752,067	348,536
2029 – 2033	10,518,226	9,074,561	1,443,665
2034 – 2038	10,385,619	9,489,684	895,935
2039 – 2043	5,833,153	5,433,843	399,310
2044 – 2048	2,887,127	2,758,123	129,004
	<u>\$ 40,118,278</u>	<u>\$ 35,315,642</u>	<u>\$ 4,802,636</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

C. Bonds Payable

Tax Allocation Bonds

The City of Griffin Tax Allocation Bonds, Series 2012, were issued in October 2012 in the amount of \$866,397. The Series 2012 bonds were issued to provide funds for construction related costs for the new Kroger Co. development within the City and to provide costs of issuance of the bonds. The Series 2012 bonds are limited obligations of the City payable solely from the revenues derived from the City's Tax Allocation District. The Series 2012 bonds do not constitute a debt or general obligation of the City or a pledge of the faith and credit or taxing power of the City. These bonds carry interest at 4% and are due on January 15, 2038.

Obligation Sales Tax Bonds

The City of Griffin Obligation Sales Tax Bond, Series 2016A and Series 2016B were issued in February 2016 in the amount of \$8,990,000 and \$725,000, respectively. The bonds were issued to provide funds to finance the cost of acquiring, constructing, and equipping certain capital outlay projects for the City. The bonds are general obligations of the City and constitute a pledge of the full faith, credit, and taxing power of the City. These bonds carry interest ranging from 1% to 4%. The Series 2016A bonds are due on July 1, 2022, and the Series 2016B bonds matured on July 1, 2017.

The bonds payable debt service requirements to maturity, including interest, are as follows:

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 54,654	\$ 25,734	\$ 28,920
2025	54,653	26,763	27,890
2026	59,316	32,496	26,820
2027	59,316	33,796	25,520
2028	59,316	35,148	24,168
2029 – 2033	331,771	235,445	96,326
2034 – 2038	375,912	333,936	41,976
	<u>\$ 994,938</u>	<u>\$ 723,318</u>	<u>\$ 271,620</u>

D. Financed Purchases

The City has entered into several purchase agreements for the acquisition of various equipment through the Georgia Municipal Association direct installment program. The agreements qualify as financed purchases for accounting purposes (titles transfer at the end of the agreement term) and have been recorded at the present values of the future minimum lease payment as of the date of their inception. These agreements are being serviced by the General Fund, Solid Waste Fund, and Stormwater Fund payments with annual interest rates varying from 1.76% to 3.59%.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

D. Financed Purchases (Continued)

The debt service requirements for all financed purchases are as follows:

Fiscal year ending	Principal	Interest	Total
2024	\$ 768,064	\$ 74,951	\$ 843,015
2025	753,511	55,917	809,428
2026	655,753	38,867	694,620
2027	334,305	28,962	363,267
2028	161,051	18,311	179,362
2029 – 2033	437,338	29,851	467,189
	\$ 3,110,022	\$ 246,859	\$ 3,356,881

E. Closure/Post-closure Care Costs

Effective December 2006, the City of Griffin Shoal Creek Landfill Phase 2 was closed, and no additional waste has been accepted. According to state and federal laws and regulations, the City must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. Engineering studies estimate post-closure costs of approximately \$940,287 over the remaining 20-year period. These costs are based on what it would cost to perform all post-closure care in 2007, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

State and federal laws and regulations require the City to place a final cover on its Shoal Creek Landfill Phase 3 site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, which is expected to occur in 2028, the City reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The amount noted as Phase 3 below reported as landfill closure and post-closure care liability at June 30, 2023, represents the cumulative amount reported to date based on the use of approximately 45.1% of the estimated capacity of the landfill. The City will recognize the remaining estimated cost of closure and post-closure care of \$2,600,169 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2007, adjusted annually for inflation. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Should any problems occur during the closure and post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

E. Closure/Post-closure Care Costs (Continued)

Shoal Creek Road Landfill Phase 2 post-closure care costs	\$ 940,287
Shoal Creek Road Landfill Phase 3 closure and post-closure care costs	<u>7,614,857</u>
Total closure and post-closure care costs recorded within the Solid Waste Fund	8,555,144
Less current portion	<u>(47,020)</u>
	<u><u>\$ 8,508,124</u></u>

F. Airport Authority Revenue Bonds

The Griffin-Spalding County Airport Authority Revenue Bonds, Series 2015, were issued on March 10, 2015. The Series 2015 bonds were issued to: a) provide funds to finance in part the acquisition of land and other real and personal property for the construction and equipping of a new airport, and b) pay the costs of issuance of the Series 2015 bonds. The Series 2015 bonds are limited obligations of the Airport Authority payable solely from certain amounts to be paid by the City and Spalding County to the Airport Authority under the provisions of an intergovernmental agreement by and between the Airport Authority, the City, and Spalding County. The Series 2015 bonds are not deemed to constitute a debt or general obligation or pledge of the faith and credit of the State or any political subdivision thereof, including the City, Spalding County or the Airport Authority, within the meaning of any constitutional or statutory debt limitation. The payments provided for under the intergovernmental agreement constitute general obligations of the City and Spalding County for which its full faith, credit and taxing powers are pledged. The City recorded an intergovernmental payable of \$2,062,500 for their portion of this debt as of June 30, 2023.

Revenue bond debt service requirements to maturities, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2024	\$ 683,400	\$ 535,000	\$ 148,400
2025	682,350	550,000	132,350
2026	661,075	565,000	96,075
2027	681,075	585,000	96,075
2028	680,600	605,000	75,600
2029 and 2030	1,362,600	1,285,000	77,600
	<u>\$ 4,751,100</u>	<u>\$ 4,125,000</u>	<u>\$ 626,100</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

G. Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 2,638,062	\$ -	\$ (1,914,744)	\$ 723,318	\$ 25,734
Intergovernmental payable	2,320,000	-	(257,500)	2,062,500	267,500
Financed purchases	613,858	522,750	(189,235)	947,373	211,011
Net pension liability	13,845,063	13,593,476	(5,522,437)	21,916,102	-
Compensated absences	501,685	812,829	(759,433)	555,081	471,819
Governmental activity					
Long-term liabilities	<u>\$ 19,918,668</u>	<u>\$ 14,929,055</u>	<u>\$ (8,643,349)</u>	<u>\$ 26,204,374</u>	<u>\$ 976,064</u>
Business-type activities:					
Revenue bonds	\$ 37,635,000	\$ 34,820,000	\$ (37,635,000)	\$ 34,820,000	\$ 3,409,000
Bond premium	1,240,810	-	(1,240,810)	-	-
Net revenue bonds	<u>38,875,810</u>	<u>34,820,000</u>	<u>(38,875,810)</u>	<u>34,820,000</u>	<u>3,409,000</u>
Notes payable	55,382,243	8,248,938	(1,722,132)	61,909,049	1,857,788
Compensated absences	410,973	534,592	(541,722)	403,843	343,267
Financed purchases	1,922,290	828,500	(588,141)	2,162,649	557,053
Net pension liability	10,273,840	9,745,259	(4,029,158)	15,989,941	-
Landfill closure/post-closure	7,404,076	1,151,068	-	8,555,144	47,020
Business-type activities					
Long-term liabilities	<u>\$ 114,269,232</u>	<u>\$ 55,328,357</u>	<u>\$ (45,756,963)</u>	<u>\$ 123,840,626</u>	<u>\$ 6,214,128</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

G. Changes in Long-Term Liabilities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Component Units - Airport Authority					
Revenue bonds	\$ 4,640,000	\$ -	\$ (515,000)	\$ 4,125,000	\$ 535,000
Bond premium	159,175	-	(34,146)	125,029	-
Net revenue bonds	<u>4,799,175</u>	<u>-</u>	<u>(549,146)</u>	<u>4,250,029</u>	<u>535,000</u>
Net pension liability	179,517	173,029	(70,955)	281,591	-
Compensated absences	<u>12,924</u>	<u>13,043</u>	<u>(13,043)</u>	<u>12,924</u>	<u>10,985</u>
Airport Authority					
Long-term liabilities	<u>\$ 4,991,616</u>	<u>\$ 186,072</u>	<u>\$ (633,144)</u>	<u>\$ 4,544,544</u>	<u>\$ 545,985</u>

Internal Service Funds predominantly serve the governmental funds. Accordingly, long-term liabilities are included as part of the above totals for governmental activities. At year-end, \$16,151 of Internal Service Fund's compensated absences is included in the amounts on the previous page. Also, the governmental activities, compensated absences, and the net pension liability are substantially liquidated by the General Fund.

NOTE 7. PENSION PLAN

A. Plan Description

The City, as authorized by the City Commission, has established a non-contributory defined benefit pension plan, the City of Griffin Retirement Plan ("Retirement Plan"), covering substantially all of the City's employees. The City's pension plan is administered through the Georgia Municipal Employee Benefit System ("GMEBS"), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Retirement Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are provided by the Retirement Plan whereby retirees receive between 1% and 1.75% multiplied by the average of the five highest years of regular earnings multiplied by the total credited years of service. The City Commission, in its role as the Retirement Plan sponsor, has the governing authority to establish and amend from time to time, the benefits provided and the contribution rates of the City and its employees. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained at www.gmanet.com or by writing to:

Georgia Municipal Association
Risk Management and Employee Benefit Services
201 Pryor Street, NW
Atlanta, Georgia 30303 or by calling (404) 688-0472

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

A. Plan Description (Continued)

Plan Membership. As of January 1, 2023, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	288
Inactive plan members entitled to, but not receiving benefits	117
Active plan members	410
	<u>815</u>

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Retirement Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Retirement Plan. The funding policy for the Retirement Plan, as adopted by the City Commission, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members, as determined by the City Commission. City contributions to the Retirement Plan were \$4,860,926 for the year ended June 30, 2023.

B. Net Pension Liability of the City

The City's net pension liability was measured as of September 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2022, with updated procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2022.

Actuarial Assumptions. The total pension liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.25%, plus service based merit increases
Investment rate of return	7.375%

Mortality rates were based on the gender-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The actuarial assumptions used in the January 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2015 – June 30, 2019.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Actuarial Assumptions (Continued). Cost of living adjustments were assumed to be 3.00% although the Retirement Plan allowance for annual cost of living adjustment is variable, as established by the City Commission, in an amount not to exceed 4%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022 are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.40%
International equity	20%	6.80
Domestic fixed income	20%	0.40
Real estate	10%	3.90
Global fixed income	5%	0.46
Cash	-%	
Total	100%	

* Rates shown are net of the 2.25% assumed rate of inflation.

Discount Rate. The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Changes in the Net Pension Liability of The City Pension Plan. The changes in the components of the net pension liability of the City for the year ended June 30, 2023 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Beginning Balance	\$ 110,962,672	\$ 86,843,769	\$ 24,118,903
Changes for the year:	-	-	
Service cost	1,152,644	-	1,152,644
Interest	8,034,701	-	8,034,701
Differences between expected and actual experience	(4,969,487)	-	(4,969,487)
Contributions – employer	-	4,176,008	(4,176,008)
Contributions – employee	-	406,099	(406,099)
Net investment income	-	(14,033,437)	14,033,437
Benefit payments, including refunds of employee contributions	(6,352,920)	(6,352,920)	-
Administrative expense	-	(117,952)	117,952
Net changes	<u>(2,135,062)</u>	<u>(15,922,202)</u>	<u>13,787,140</u>
Ending Balance	<u>\$ 108,827,610</u>	<u>\$ 70,921,567</u>	<u>\$ 37,906,043</u>

The required schedule of changes in the City's net pension liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Changes in the Net Pension Liability of the Airport Authority. The changes in the components of the net pension liability of the City for the year ended June 30, 2023 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Beginning Balance	\$ 825,895	\$ 646,378	\$ 179,517
Changes for the year:			
Service cost	8,563	-	8,563
Interest	59,341	-	59,341
Differences between expected and actual experience	(36,917)	-	(36,917)
Contributions – employer	-	31,022	(31,022)
Contributions – employee	-	3,017	(3,017)
Net investment income	-	(104,250)	104,250
Benefit payments, including refunds of employee contributions	(47,194)	(47,194)	-
Administrative expense	-	(876)	876
Net changes	<u>(16,207)</u>	<u>(118,281)</u>	<u>102,074</u>
Ending Balance	<u>\$ 809,688</u>	<u>\$ 528,097</u>	<u>\$ 281,591</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City, calculated using the discount rate of 7.375%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.375%) or 1-percentage-point higher (8.375%) than the current rate:

	1% Decrease (6.375%)	Current Discount Rate (7.375%)	1% Increase (8.375%)
City of Griffin	\$ 51,107,996	\$ 37,906,043	\$ 26,910,027
Griffin-Spalding County Airport Authority	<u>379,664</u>	<u>281,591</u>	<u>199,905</u>
Total net pension liability	<u>\$ 51,487,660</u>	<u>\$ 38,187,634</u>	<u>\$ 27,109,932</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate (Continued). Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2022, and the current sharing pattern of costs between employer and employee.

C. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the City recognized pension expense of 6,816,226 of which \$50,262 is for the Airport Authority. At June 30, 2023, the City reported deferred outflows and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	City of Griffin	Griffin-Spalding County Airport Authority	Total
Differences between expected and actual experience	\$ 3,724,242	\$ 27,666	\$ 3,751,908
Changes in actuarial assumptions	1,452,729	10,792	1,463,521
Net difference between projected and actual earnings on pension plan investments	9,120,489	67,753	9,188,242
Contributions subsequent to the measurement date	3,618,724	26,882	3,645,606
Total	\$ 17,916,184	\$ 133,093	\$ 18,049,277

	Deferred Inflows of Resources		
	City of Griffin	Griffin-Spalding County Airport Authority	Total
Differences between expected and actual experience	\$ 3,727,116	\$ 27,687	\$ 3,754,803
Total	\$ 3,727,116	\$ 27,687	\$ 3,754,803

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

C. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Contributions subsequent to the measurement date of \$3,645,606, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	City of Griffin	Griffin-Spalding County Airport Authority	Total
2024	\$ 4,502,374	\$ 33,447	\$ 4,535,821
2025	1,554,110	11,545	1,565,655
2026	440,138	3,270	443,408
2027	4,073,722	30,262	4,103,984
Total	\$ 10,570,344	\$ 78,524	\$ 10,648,868

NOTE 8. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY

A. Excess of Expenditures Over Appropriations

The following General Fund departments and Special Revenue Funds had actual expenditures in excess of appropriations for the year ended June 30, 2023:

General Fund	
General government - legal	\$ (25,200)
Housing and economic development - city hall	(2,248)
ARPA Fund	
Public safety	(49,657)
Public works	(32,064)
Housing and economic development	(12,840)
FEMA Fund	
General government	(1,383)

These over expenditures were funded by greater than anticipated revenues.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY (CONTINUED)

B. Deficit Fund Balance and Net Position

The following funds had deficit fund balances/net position at June 30, 2023:

Solid Waste Fund	\$ (7,619,546)
2022 CDBG Fund	(3,850)
2021 CDBG Fund	(400,660)
Police Tecnology Fund	(5,894)
FEMA Fund	(10,274,407)
Welcome Center Fund	(149,533)

The net position deficit in the Solid Waste Fund will be reduced through increased charges for services in future years. The fund deficit in the CDBG 2022, CDBG 2021, Police Technology, FEMA, and Welcome Center Funds will be reduced through intergovernmental revenues and General Fund transfers.

NOTE 9. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2023 are as follows:

Due From	Due To			
	General	Nonmajor Governmental	Electric	Water/ Wastewater
General Fund	\$ -	\$ 730,039	\$ -	\$ 13,587,980
2016 SPLOST	32,590	-	-	-
FEMA	2,658,235	-	7,369,391	26,336
Nonmajor Governmental	400,935	119,158	930	1,620,560
Water/Wastewater	-	-	-	-
Electric	438,397	-	-	18,046,340
Solid Waste	-	-	-	-
Internal Service Fund	168,889	-	1,918,899	-
Nonmajor Enterprise	345,982	-	45,256	24,590
Total	\$ 4,045,028	\$ 849,197	\$ 9,334,476	\$ 33,305,806

Due From	Solid Waste	Nonmajor Enterprise	Internal Service	Total
	General Fund	\$ -	\$ -	\$ 254,694
2016 SPLOST	-	-	-	32,590
FEMA	200,293	11,537	18,252	10,284,044
Nonmajor Governmental	-	-	-	2,141,583
Water/Wastewater	121,165	66,035	100,647	287,847
Electric	-	4,476,996	4,303	22,966,036
Solid Waste	-	-	117,005	117,005
Internal Service Fund	-	-	-	2,087,788
Nonmajor Enterprise	181,147	283	48,293	645,551
Total	\$ 502,605	\$ 4,554,851	\$ 543,194	\$ 53,135,157

NOTES TO THE FINANCIAL STATEMENTS

NOTE 9. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

Interfund receivables and payables result from timing differences related to payroll and other year-end transactions which normally clear within one to two months.

Interfund transfers for the year ended June 30, 2023 consisted of the following:

Transfer From	Transfer To		
	General	Nonmajor Governmental	Internal Service
General Fund	\$ -	\$ 290,117	\$ 537,324
Nonmajor Governmental	80,966	-	-
Water/Wastewater	1,799,999	1,013,871	-
Electric	8,796,000	-	-
Total	\$ 10,676,965	\$ 1,303,988	\$ 537,324

Transfer From	Nonmajor		Total
	Enterprise	Solid Waste	
General Fund	\$ 559,665	\$ 55,893	\$ 1,442,999
Nonmajor Governmental	-	-	80,966
Water/Wastewater	-	-	2,813,870
Electric	-	-	8,796,000
Total	\$ 559,665	\$ 55,893	\$ 13,133,835

Transfers are used to: 1) move revenues from the fund that statute or budget requires collecting them to the fund that the statute or budget requires to expend them, and 2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 10. RELATED ORGANIZATION

The City's governing body is responsible for all of the board appointments of the City of Griffin Housing Authority. However, the City has no further accountability for this organization.

NOTE 11. HOTEL/MOTEL LODGING TAX

The City has levied a 7% lodging tax. For the fiscal year ended June 30, 2023, \$143,939 of hotel/motel tax was collected. Of the total collected, 100% was used for the promotion of tourism within the City (\$80,966 to the Griffin Business and Tourism Association and \$62,973 to other Governmental Agencies).

NOTES TO THE FINANCIAL STATEMENTS

NOTE 12. JOINT VENTURES

Under Georgia law, the City, in conjunction with other cities and counties in the 10-county west central Georgia area, is a member of the Three Rivers Regional Commission and is required to pay annual dues thereto. During its year ended June 30, 2023, the City paid \$23,479 in such dues. Membership in a Regional Commission (“RC”) is required by the O.C.G.A. §50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. §50-8-39.1, provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Three Rivers Regional Commission
120 North Hill Street
Griffin, Georgia 30224

NOTE 13. JOINTLY GOVERNED ORGANIZATION

During the year ended June 30, 2010, the City Commission approved entering into an interlocal cooperation agreement for the purpose of establishing the Griffin-Spalding County Land Bank Authority (the “Authority”). The Authority was formally created in August 2008. The Authority’s purpose is to return land which is in a non-revenue generating, non-tax producing status to an effective utilization status in order to provide affordable housing, new trade, commerce, industry, and employment opportunities for the citizens of the City and Spalding County. The Authority is governed by a four-member Board of Directors appointed equally by the City and Spalding County. The City has no further accountability for this organization.

NOTE 14. COMMITMENTS AND CONTINGENCIES

A. Litigation

The City is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the City.

B. Grants from Governments

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies, principally the Federal Government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 14. COMMITMENTS AND CONTINGENCIES (CONTINUED)

C. Agreements with the Municipal Electric Authority of Georgia

The Municipal Electric Authority of Georgia (“MEAG”) is a public corporation and an instrumentality of the State of Georgia created to supply electricity to local government electric distribution systems. As provided by state law, MEAG establishes rates and charges so as to produce revenues sufficient to cover its costs, including debt service, but it may not operate any of its projects for profit unless any such profits inure to the benefit of the public.

As of June 30, 2023, the City is an electric utility participant in MEAG and obligated to purchase all of its bulk power supply requirements from MEAG for a period not to exceed 50 years. The City has agreed to purchase all of its future power and energy requirements in excess of that received by the City through the Southeastern Power Administration at prices intended to cover the operating costs of the systems and to retire any debt incurred by the Authority. In the event that revenues are insufficient to cover all costs and retire the outstanding debt, each participating City has guaranteed a portion of the unpaid debt based on its individual entitlement shares of the output and services of generating units acquired or constructed by MEAG. In addition, in the event of discontinued service to a participant in default, the City would be obligated to purchase additional power subject to contractual limitations. Payments to MEAG are made monthly based on kWh usage. The total payments under these contracts amounted to \$40,838,563 in 2023.

At June 30, 2023, the outstanding debt of MEAG was approximately \$9.12 billion. The City's guarantee varies by individual projects undertaken by MEAG and totals approximately \$468.24 million at June 30, 2023.

NOTE 15. RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-Insurance Workers' Compensation Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments.

As part of these risk pools, the City is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pools' agents and attorneys, to follow loss reduction procedures established by the funds and to report as promptly as possible and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The City is also to allow the pools' agents and attorneys to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the funds.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 15. RISK MANAGEMENT (CONTINUED)

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The funds are to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment and all expenses incurred for investigation, negotiation or defense.

Settled claims in the past three years have not exceeded the coverages.

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN

A. Plan Administration and Benefits

The City of Griffin Post-Employment Health Care Plan (the "OPEB Plan") is an agent multiple-employer defined benefit healthcare plan administered by the Georgia Municipal Association. The OPEB Plan provides medical and dental insurance benefits to eligible retirees and their spouses. Benefit provisions and contribution requirements are established and may be amended by the Commission. The relevant information about the OPEB Plan is provided below. No other financial reports are issued by this agent multiple-employer plan.

Eligible participants are assumed to be employees, and former employees of the City who had health coverage as an active employee for at least the two consecutive years immediately preceding their termination and have satisfied the following requirements: 1) completed at least ten years of consecutive service immediately preceding their termination date, and 2) is eligible and elects to receive normal retirement or disability benefits under a qualified defined benefit plan sponsored by the City. The OPEB Plan is closed to all employees hired after July 1, 2007. The OPEB Plan benefit provisions are fixed at: 1) \$200 per month for retiree only coverage for employees less than age 65; 2) \$400 per month for retirees and spouse (or family) coverage for employees less than age 65; 3) \$100 per month for retiree only coverage for employees age 65 or older; and 4) \$200 per month for retiree and spouse coverage for employees age 65 or older. Deferred retirements are not allowed to elect coverage at the time of retirement. Additionally, surviving spouses are not covered under the OPEB Plan.

Plan Membership. Membership of the OPEB plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	115
Active plan members	59
Total	<u>174</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

B. Contributions

The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the OPEB Plan's actuary. For fiscal year 2023, the City contributed \$178,455 to the OPEB Plan. OPEB Plan members receiving benefits are not required to contribute to the OPEB Plan.

C. Net OPEB Asset of the City

Effective July 1, 2017, the City implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*, which significantly changed the City's accounting for OPEB amounts. The information disclosed below is presented in accordance with this new standard.

The City's net OPEB asset was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of June 30, 2022 with the actuary using standard techniques to roll forward the liability (asset) to the measurement date.

Actuarial assumptions. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	6.00%
Long-term expected rate of return on OPEB investments:	6.00%, net of investment expenses, including inflation
Healthcare Cost Trend Rate:	4.00%
Inflation Rate:	2.50%
Participation rate:	95%

Mortality rates were based on the Pub-2010 using scale MP-2021 for healthy retirees.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

C. Net OPEB Asset of the City (Continued)

Actuarial assumptions (Continued). The long-term expected rate of return on OPEB Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the major target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB Plan's target asset allocation as of June 30, 2022 are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.75%
International equity	20%	7.45
Domestic fixed income	20%	1.75
Real estate	10%	4.55
Global fixed income	5%	3.30
Cash	-%	
Total	100%	

* Rates shown are net of the 2.50% assumed rate of inflation.

Discount Rate. The discount rate used to measure the total OPEB liability (asset) was 6.00%. The projection of cash flows used to determine the discount rate assumed that the City will contribute in amounts consistent with its formal contribution policy. Based on those assumptions, the OPEB Trust Fund's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all of the projected benefit payments to determine the total OPEB liability (asset).

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

C. Net OPEB Asset of the City (Continued)

Changes in the Net OPEB Asset of the City. The changes in the components of the net OPEB asset of the City for the year ended June 30, 2023 were as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a) - (b)
Beginning Balance	\$ 4,935,166	\$ 11,423,358	\$ (6,488,192)
Changes for the year:			
Service cost	33,870	-	33,870
Interest	287,727	-	287,727
Differences between expected and actual experience	(60,550)	-	(60,550)
Contributions - employer	-	227,623	(227,623)
Net investment income	-	(1,292,125)	1,292,125
Benefit payments, net of retiree contributions	(227,623)	(227,623)	-
Administrative expense	-	(13,071)	13,071
Net changes	<u>33,424</u>	<u>(1,305,196)</u>	<u>1,338,620</u>
Ending Balance	<u>\$ 4,968,590</u>	<u>\$ 10,118,162</u>	<u>\$ (5,149,572)</u>

The required schedule of changes in the City's net OPEB asset and related ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total OPEB liability.

D. Sensitivity Analysis

Sensitivity of the Net OPEB Asset to Changes in the Discount Rate. The following presents the net OPEB asset of the City, as well as what the City's net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current discount rate:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (8.00%)
City's net OPEB asset	\$ (4,561,196)	\$ (5,149,572)	\$ (5,643,191)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

D. Sensitivity Analysis (Continued)

Sensitivity of the Net OPEB Asset to Changes in the Healthcare Cost Trend Rates. The following presents the net OPEB asset of the City, as well as what the City's net OPEB asset would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (2.94%) or 1-percentage-point higher (4.94%) than the current healthcare cost trend rates:

	1% Decrease (2.94%)	Current Rate (3.94%)	1% Increase (4.94%)
City's net OPEB asset	\$ (5,388,979)	\$ (5,149,572)	\$ (4,858,617)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2023, and the current sharing pattern of costs between employer and inactive employees.

E. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the City recognized OPEB income of \$1,409,732. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,083,184
Net difference between projected and actual earnings on pension plan investments	251,536	-
Changes of assumptions	162,507	338,898
City contributions subsequent to the measurement date	178,455	-
Total	\$ 592,498	\$ 1,422,082

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN (CONTINUED)

E. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

City contributions subsequent to the measurement date of \$178,455 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	
2024	\$ (1,017,479)
2025	(275,685)
2026	(110,301)
2027	395,426
Total	<u>\$ (1,008,039)</u>

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GRIFFIN, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS FOR THE FISCAL YEAR ENDED JUNE 30,

	2023	2022	2021
Total pension liability			
Service cost	\$ 1,161,207	\$ 1,108,884	\$ 1,100,383
Interest on total pension liability	8,094,042	7,592,456	7,262,033
Differences between expected and actual experience	(5,006,404)	4,221,227	1,829,616
Changes of assumptions	-	-	-
Benefit payments, including refunds of employee contributions	(6,400,114)	(5,947,340)	(5,493,102)
Other changes	-	-	-
Net change in total pension liability	(2,151,269)	6,975,227	4,698,930
Total pension liability - beginning	111,788,567	104,813,340	100,114,410
Total pension liability - ending (a)	109,637,298	111,788,567	104,813,340
Plan fiduciary net position			
Contributions - employer	4,207,030	4,286,486	3,763,163
Contributions - employee	409,116	395,385	375,889
Net investment income	(14,137,687)	17,274,288	6,360,325
Benefit payments, including refunds of member contributions	(6,400,114)	(5,947,340)	(5,493,102)
Administrative expenses	(118,828)	(117,372)	(112,587)
Net change in plan fiduciary net position	(16,040,483)	15,891,447	4,893,688
Plan fiduciary net position - beginning	87,490,147	71,598,700	66,705,012
Plan fiduciary net position - ending (b)	71,449,664	87,490,147	71,598,700
City's net pension liability - ending (a) - (b)	\$ 38,187,634	\$ 24,298,420	\$ 33,214,640
Plan fiduciary net position as a percentage of the total pension liability	65.2%	78.3%	68.3%
Covered payroll	\$ 19,608,446	\$ 18,712,779	\$ 18,050,230
Net pension liability as a percentage of covered payroll	194.8%	129.8%	184.0%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

2020	2019	2018	2017	2016
\$ 870,663	\$ 673,289	\$ 734,961	\$ 647,032	\$ 726,704
6,340,682	5,808,271	5,667,365	5,501,879	5,281,509
4,547,238	106,375	597,386	660,440	1,166,560
7,317,607	-	1,510,700	-	-
(5,267,091)	(4,891,254)	(4,843,493)	(4,504,617)	(4,157,966)
-	5,392,679	-	-	-
<u>13,809,099</u>	<u>7,089,360</u>	<u>3,666,919</u>	<u>2,304,734</u>	<u>3,016,807</u>
<u>86,305,311</u>	<u>79,215,951</u>	<u>75,549,032</u>	<u>73,244,298</u>	<u>70,227,491</u>
<u>100,114,410</u>	<u>86,305,311</u>	<u>79,215,951</u>	<u>75,549,032</u>	<u>73,244,298</u>
3,350,827	3,051,490	2,990,801	2,871,270	2,709,329
370,865	53,503	-	-	-
1,933,577	6,105,729	8,279,957	5,713,778	651,834
(5,267,091)	(4,891,254)	(4,843,493)	(4,504,617)	(4,157,966)
(100,036)	(101,132)	(108,295)	(64,872)	(74,379)
<u>288,142</u>	<u>4,218,336</u>	<u>6,318,970</u>	<u>4,015,559</u>	<u>(871,182)</u>
<u>66,416,870</u>	<u>62,198,534</u>	<u>55,879,564</u>	<u>51,864,005</u>	<u>52,735,187</u>
<u>66,705,012</u>	<u>66,416,870</u>	<u>62,198,534</u>	<u>55,879,564</u>	<u>51,864,005</u>
<u>\$ 33,409,398</u>	<u>\$ 19,888,441</u>	<u>\$ 17,017,417</u>	<u>\$ 19,669,468</u>	<u>\$ 21,380,293</u>
66.6%	77.0%	78.5%	74.0%	70.8%
\$ 20,588,760	\$ 16,576,613	\$ 16,434,882	\$ 16,744,923	\$ 15,560,315
162.3%	120.0%	103.5%	117.5%	137.4%

CITY OF GRIFFIN, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CITY CONTRIBUTIONS RETIREMENT PLAN FOR THE FISCAL YEAR ENDED JUNE 30,

	2023	2022	2021
Actuarially determined contribution	\$ 4,860,926	\$ 4,507,013	\$ 4,255,587
Contributions in relation to the actuarially determined contribution	4,860,926	4,507,013	4,255,587
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 20,205,387	\$ 19,608,446	\$ 18,712,779
Contributions as a percentage of covered payroll	24.1%	23.0%	22.7%

Notes to the Schedule:

Valuation Date	January 1, 2023
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amounts that the value exceeds or is less than the fair value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of the market value.
Assumed Rate of Return on Investments	7.375%
Projected Salary Increases	2.25%, plus service based merit increases
Cost-of-living Adjustment	3.00%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 16 years.

The schedule will present 10 years of information once it is accumulated.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 3,579,381	\$ 3,222,944	\$ 3,065,676	\$ 2,961,576	\$ 2,841,168
<u>3,579,381</u>	<u>3,222,944</u>	<u>3,065,676</u>	<u>2,961,576</u>	<u>2,841,168</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 18,050,230	\$ 20,588,760	\$ 16,576,613	\$ 16,434,882	\$ 16,744,923
19.8%	15.7%	18.5%	18.0%	17.0%

CITY OF GRIFFIN, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY (ASSET) AND RELATED RATIOS FOR THE FISCAL YEAR ENDED JUNE 30,

	2023	2022	2021
Total OPEB liability			
Service cost	\$ 33,870	\$ 51,692	\$ 49,704
Interest on total pension liability	287,727	423,731	416,715
Differences between expected and actual experience	(60,550)	(1,644,175)	(129,745)
Changes of assumptions	-	487,523	-
Benefit payments, including refunds of employee contributions	(227,623)	(620,000)	(236,455)
Net change in total pension liability	33,424	(1,301,229)	100,219
Total OPEB liability - beginning	4,935,166	6,236,395	6,136,176
Total OPEB liability - ending (a)	4,968,590	4,935,166	6,236,395
Plan fiduciary net position			
Contributions - employer	227,623	-	(236,455)
Net investment income	(1,292,125)	2,947,844	349,086
Benefit payments, including refunds of member contributions	(227,623)	(620,000)	236,455
Administrative expenses	(13,071)	(6,471)	-
Net change in plan fiduciary net position	(1,305,196)	2,321,373	349,086
Plan fiduciary net position - beginning	11,423,358	9,101,985	8,752,899
Plan fiduciary net position - ending (b)	10,118,162	11,423,358	9,101,985
City's net OPEB liability (asset) - ending (a) - (b)	\$ (5,149,572)	\$ (6,488,192)	\$ (2,865,590)
Plan fiduciary net position as a percentage of the total OPEB liability	203.6%	231.5%	145.9%
Covered payroll	5,517,911	6,506,395	7,412,576
Net pension liability as a percentage of covered payroll	-93.3%	-99.7%	-38.7%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

2020	2019	2018
\$ 58,151	\$ 150,141	\$ 144,367
477,456	572,740	559,065
(823,080)	(664,012)	(314,018)
(364,475)	(1,304,432)	-
(252,779)	(155,929)	(181,331)
(904,727)	(1,401,492)	208,083
7,040,903	8,442,395	8,234,312
6,136,176	7,040,903	8,442,395
(252,779)	(155,929)	181,331
494,623	736,114	969,716
252,779	155,929	(181,331)
-	-	-
494,623	736,114	969,716
8,258,276	7,522,162	6,552,446
8,752,899	8,258,276	7,522,162
\$ (2,616,723)	\$ (1,217,373)	\$ 920,233
142.6%	117.3%	89.1%
8,471,505	6,820,657	7,585,296
-30.9%	-17.8%	12.1%

CITY OF GRIFFIN, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CITY CONTRIBUTIONS OPEB PLAN FOR THE FISCAL YEAR ENDED JUNE 30,

	2023	2022	2021
Actuarially determined contribution	\$ 178,455	\$ 183,339	\$ 193,793
Contributions in relation to the actuarially determined contribution	178,455	183,339	193,793
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 6,012,153	\$5,517,911	\$ 6,506,395
Contributions as a percentage of covered-employee payroll	3.0%	3.3%	3.0%

Notes to the Schedule:

Valuation Date	June 30, 2023
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Fair Value of Assets
Assumed Rate of Return	
on Investments	7.00%
Inflation	2.50%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 20 years.

The schedule will present 10 years of information once it is accumulated.

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 231,555	\$ 252,777	\$ 251,099
<u>231,555</u>	<u>252,777</u>	<u>251,099</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 7,412,576	\$8,471,505	\$ 6,820,657
3.1%	3.0%	3.7%

**COMBINING STATEMENTS
AND SCHEDULES**

CITY OF GRIFFIN, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

The **Hotel/Motel Tax Fund** accounts for the Hotel/Motel accommodation excise tax receipts and distributions to tourism promoting organizations as required by agreements with these organizations.

The **Multiple Grant Fund** accounts for grant revenues and expenditures relating to various short-lived projects.

The **Confiscated Assets Fund** accounts for confiscated and condemned funds received and disbursed for law enforcement expenditures.

The **Police Technology Fund** accounts for monies received by the collection of an add-on fine as allowed by state law to be used for equipping and maintaining the City Police Department.

The **Court Technology Fund** accounts for monies received by the collection of an add-on fine as allowed by state law to be used for equipping and maintaining the City Court system.

The **Police Donations Fund** accounts for local donated revenues and expenditures for law enforcement expenditures.

The **Opioid Settlement Fund** accounts for monies received from the national settlements from companies that made, distributed, or sold opioid pain killers and disbursed for approved expenditures stated in the settlement.

The **2020 Community Development Block Grant (“CDBG”) Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

The **2021 Community Development Block Grant (“CDBG”) Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

The **2022 Community Development Block Grant (“CDBG”) Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

The **COPS Grant Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

The **Neighborhood Stabilization Fund** accounts for grant revenues and expenditures relating to the purchase of foreclosed and abandoned properties.

The **Neighborhood Stabilization 3 Fund** accounts for grant revenues and expenditures relating to the purchase of foreclosed and abandoned properties.

The **American Rescue Plan Act (“ARPA”) Fund** accounts for grant funds awarded to the City from the U.S Department of Treasury as part of the State Local Fiscal Recovery Fund under the American Rescue Plan Act Fund.

CITY OF GRIFFIN, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

The **Tax Allocation Districts Fund** accounts for special assessed property tax revenues and expenditures relating to public works projects.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The **Transportation Special Purpose Local Option Sales Tax (“TSPLOST”) Fund** accounts for capital projects of the City from resources provided by the 2022 special Spalding County 1% sales and use tax.

PERMANENT FUNDS

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting City's programs.

The **Cemetery Trust Fund** is used to account for principal trust amounts and the annual maintenance of the City's Cemetery.

The **LWS Emergency Fund** is used to account for reserve funds for the repair and replacement of the equipment and facilities of the City's utility system.

The **Mausoleum Trust Fund** is used to account for principal trust amounts and the maintenance of the City's mausoleum.

CITY OF GRIFFIN, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds						
	Hotel/ Motel Tax Fund	Multiple Grant Fund	Confiscated Assets Fund	Police Technology Fund	Court Technology Fund	Police Donations Fund	Opioid Settlement Fund
ASSETS							
Cash and cash equivalents	\$ -	\$ 131,625	\$ 142,774	\$ 80	\$ 179,649	\$ 8,479	\$ -
Investments	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Due from other funds	13,702	-	-	-	-	-	61,241
Prepaid expenditures	-	-	-	-	12,240	-	-
Assets held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 13,702</u>	<u>\$ 131,625</u>	<u>\$ 142,774</u>	<u>\$ 80</u>	<u>\$ 191,889</u>	<u>\$ 8,479</u>	<u>\$ 61,241</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 13,702	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Retainage payable	-	-	-	-	-	-	-
Due to other funds	-	44,451	34,544	5,974	28,001	-	-
Total liabilities	<u>13,702</u>	<u>44,451</u>	<u>34,544</u>	<u>5,974</u>	<u>28,001</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Prepaid expenditures	-	-	-	-	12,240	-	-
Permanent fund principal	-	-	-	-	-	-	-
Restricted for:							
Assets held for resale	-	-	-	-	-	-	-
Law enforcement	-	87,174	108,230	-	151,648	8,479	61,241
Cemetery maintenance (expendable)	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Unassigned	-	-	-	(5,894)	-	-	-
Total fund balances (deficits)	<u>-</u>	<u>87,174</u>	<u>108,230</u>	<u>(5,894)</u>	<u>163,888</u>	<u>8,479</u>	<u>61,241</u>
Total liabilities and fund balances fund balances	<u>\$ 13,702</u>	<u>\$ 131,625</u>	<u>\$ 142,774</u>	<u>\$ 80</u>	<u>\$ 191,889</u>	<u>\$ 8,479</u>	<u>\$ 61,241</u>

(Continued)

Special Revenue Funds

2020 CDBG Fund	2021 CDBG Fund	2022 CDBG Fund	COPS Grant Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization 3 Fund	ARPA Fund	Tax Allocation Districts Fund
\$ -	\$ -	\$ -	\$ -	\$ 163,494	\$ 151,868	\$ 4,857,736	\$ 3,160,787
-	673	-	86,545	-	-	-	-
-	-	-	-	-	-	-	12,024
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 673</u>	<u>\$ -</u>	<u>\$ 86,545</u>	<u>\$ 163,494</u>	<u>\$ 151,868</u>	<u>\$ 4,857,736</u>	<u>\$ 3,172,811</u>
\$ -	\$ 334,439	\$ 3,850	\$ -	\$ -	\$ -	\$ -	\$ -
-	66,894	-	-	-	-	-	-
-	-	-	86,545	37	-	-	-
-	401,333	3,850	86,545	37	-	4,857,736	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(400,660)	(3,850)	-	163,457	151,868	-	3,172,811
-	(400,660)	(3,850)	-	163,457	151,868	-	3,172,811
<u>\$ -</u>	<u>\$ 673</u>	<u>\$ -</u>	<u>\$ 86,545</u>	<u>\$ 163,494</u>	<u>\$ 151,868</u>	<u>\$ 4,857,736</u>	<u>\$ 3,172,811</u>

CITY OF GRIFFIN, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

ASSETS	Capital Projects Funds	Permanent Funds			Totals
	TSPLOST Fund	Cemetery Trust Fund	LWS Emergency Fund	Mausoleum Trust Fund	
Cash and cash equivalents	\$ 4,913,830	\$ 1,910,276	\$ 354,312	\$ 528,314	\$ 16,503,224
Investments	-	3,360,179	688,725	284,110	4,333,014
Due from other governments	379,148	-	-	-	466,366
Due from other funds	-	122,158	640,072	-	849,197
Prepaid expenditures	-	-	-	-	12,240
Assets held for resale	-	215,998	-	-	215,998
Total assets	<u>\$ 5,292,978</u>	<u>\$ 5,608,611</u>	<u>\$ 1,683,109</u>	<u>\$ 812,424</u>	<u>\$ 22,380,039</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 351,991
Retainage payable	-	-	-	-	66,894
Due to other funds	-	652	1,620,748	320,631	2,141,583
Total liabilities	<u>-</u>	<u>652</u>	<u>1,620,748</u>	<u>320,631</u>	<u>7,418,204</u>
FUND BALANCES (DEFICITS)					
Nonspendable:					
Prepaid expenditures	-	-	-	-	12,240
Permanent fund principal	-	3,857,801	62,361	153,173	4,073,335
Restricted for:					
Assets held for resale	-	215,998	-	-	215,998
Law enforcement	-	-	-	-	416,772
Cemetery maintenance (expendable)	-	1,534,160	-	338,620	1,872,780
Capital projects	5,292,978	-	-	-	8,781,114
Unassigned	-	-	-	-	(410,404)
Total fund balances (deficits)	<u>5,292,978</u>	<u>5,607,959</u>	<u>62,361</u>	<u>491,793</u>	<u>14,961,835</u>
Total liabilities and fund balances	<u>\$ 5,292,978</u>	<u>\$ 5,608,611</u>	<u>\$ 1,683,109</u>	<u>\$ 812,424</u>	<u>\$ 22,380,039</u>

(Concluded)

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds						
	Hotel/ Motel Tax Fund	Multiple Grant Fund	Confiscated Assets Fund	Police Technology Fund	Court Technology Fund	Police Donations Fund	Opioid Settlement Fund
Revenues							
Other taxes	\$ 143,939	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Fines and forfeitures	-	-	53,482	-	32,342	-	-
Interest revenue	-	77	-	-	-	-	-
Other revenues	-	-	-	-	-	-	65,941
Total revenues	<u>143,939</u>	<u>77</u>	<u>53,482</u>	<u>-</u>	<u>32,342</u>	<u>-</u>	<u>65,941</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	-	55,842	-	15,762	-	4,700
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Housing and economic development	62,973	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Total expenditures	<u>62,973</u>	<u>-</u>	<u>55,842</u>	<u>-</u>	<u>15,762</u>	<u>-</u>	<u>4,700</u>
Excess (deficiency) of revenues over (under) expenditures	<u>80,966</u>	<u>77</u>	<u>(2,360)</u>	<u>-</u>	<u>16,580</u>	<u>-</u>	<u>61,241</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	(80,966)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(80,966)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	77	(2,360)	-	16,580	-	61,241
Fund balances (deficits), beginning of year	<u>-</u>	<u>87,097</u>	<u>110,590</u>	<u>(5,894)</u>	<u>147,308</u>	<u>8,479</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ 87,174</u>	<u>\$ 108,230</u>	<u>\$ (5,894)</u>	<u>\$ 163,888</u>	<u>\$ 8,479</u>	<u>\$ 61,241</u>

(Continued)

Special Revenue Funds							
2020 CDBG Fund	2021 CDBG Fund	2022 CDBG Fund	COPS Grant Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization 3 Fund	ARPA Fund	Tax Allocation Districts Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 651,912
-	-	-	-	-	-	-	-
114,162	699,853	-	131,795	-	-	1,269,458	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
114,162	699,853	-	131,795	-	-	1,269,458	651,912
-	-	-	-	-	-	263,044	-
-	-	-	131,795	-	-	49,657	-
681,497	21,190	25,600	-	-	-	808,367	-
-	-	-	-	-	-	135,550	-
-	-	-	-	-	-	12,840	-
-	1,326,798	108,325	-	-	-	-	-
-	-	-	-	-	-	-	54,654
681,497	1,347,988	133,925	131,795	-	-	1,269,458	54,654
(567,335)	(648,135)	(133,925)	-	-	-	-	597,258
634,351	249,444	130,075	-	-	-	-	-
-	-	-	-	-	-	-	-
634,351	249,444	130,075	-	-	-	-	-
67,016	(398,691)	(3,850)	-	-	-	-	597,258
(67,016)	(1,969)	-	-	163,457	151,868	-	2,575,553
\$ -	\$ (400,660)	\$ (3,850)	\$ -	\$ 163,457	\$ 151,868	\$ -	\$ 3,172,811

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Capital Projects Funds	Permanent Funds			Totals
	TSPLOST Fund	Cemetery Trust Fund	LWS Emergency Fund	Mausoleum Trust Fund	
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ 795,851
Charges for services	-	103,850	-	-	103,850
Intergovernmental	4,479,412	-	-	-	6,694,680
Fines and forfeitures	-	-	-	-	85,824
Interest revenue	-	451,197	5,505	2,804	459,583
Other revenues	-	68,166	-	-	134,107
Total revenues	<u>4,479,412</u>	<u>623,213</u>	<u>5,505</u>	<u>2,804</u>	<u>8,273,895</u>
Expenditures					
Current:					
General government	-	-	-	-	263,044
Public safety	-	-	-	-	257,756
Public works	548,968	3,112	-	72	2,088,806
Parks and recreation	-	-	-	-	135,550
Housing and economic development	-	-	-	-	75,813
Capital outlay	-	-	-	-	1,435,123
Debt service	-	-	-	-	54,654
Total expenditures	<u>548,968</u>	<u>3,112</u>	<u>-</u>	<u>72</u>	<u>4,310,746</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,930,444</u>	<u>620,101</u>	<u>5,505</u>	<u>2,732</u>	<u>3,963,149</u>
Other financing sources (uses)					
Transfers in	290,118	-	-	-	1,303,988
Transfers out	-	-	-	-	(80,966)
Total other financing sources (uses)	<u>290,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,223,022</u>
Net change in fund balances	4,220,562	620,101	5,505	2,732	5,186,171
Fund balances (deficits), beginning of year	<u>1,072,416</u>	<u>4,987,858</u>	<u>56,856</u>	<u>489,061</u>	<u>9,775,664</u>
Fund balances (deficits), end of year	<u>\$ 5,292,978</u>	<u>\$ 5,607,959</u>	<u>\$ 62,361</u>	<u>\$ 491,793</u>	<u>\$ 14,961,835</u>

(Concluded)

CITY OF GRIFFIN, GEORGIA

**HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Other taxes	\$ 143,939	\$ 143,939	\$ -
Total revenues	<u>143,939</u>	<u>143,939</u>	<u>-</u>
EXPENDITURES			
Housing and development	62,973	62,973	-
Total expenditures	<u>62,973</u>	<u>62,973</u>	<u>-</u>
Excess of revenues over expenditures	<u>80,966</u>	<u>80,966</u>	<u>-</u>
Other financing uses			
Transfers out	(80,966)	(80,966)	-
Total other financing uses	<u>(80,966)</u>	<u>(80,966)</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF GRIFFIN, GEORGIA

**MULTIPLE GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest revenue	\$ 77	\$ 77	\$ -
Total revenues	<u>77</u>	<u>77</u>	<u>-</u>
FUND BALANCES, beginning of year	<u>87,097</u>	<u>87,097</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 87,174</u>	<u>\$ 87,174</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and forfeitures	\$ 72,290	\$ 53,482	\$ 18,808
Total revenues	<u>72,290</u>	<u>53,482</u>	<u>18,808</u>
EXPENDITURES			
Public safety	72,290	55,842	16,448
Total expenditures	<u>72,290</u>	<u>55,842</u>	<u>16,448</u>
Net change in fund balance	-	(2,360)	2,360
FUND BALANCES, beginning of year	<u>110,590</u>	<u>110,590</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 110,590</u>	<u>\$ 108,230</u>	<u>\$ 2,360</u>

CITY OF GRIFFIN, GEORGIA

**POLICE TECHNOLOGY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and forfeitures	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Public safety	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND DEFICITS, beginning of year	<u>(5,894)</u>	<u>(5,894)</u>	<u>-</u>
FUND DEFICITS, end of year	<u><u>\$ (5,894)</u></u>	<u><u>\$ (5,894)</u></u>	<u><u>\$ -</u></u>

CITY OF GRIFFIN, GEORGIA

**COURT TECHNOLOGY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and forfeitures	\$ 32,342	\$ 32,342	\$ -
Total revenues	<u>32,342</u>	<u>32,342</u>	<u>-</u>
EXPENDITURES			
Public safety	<u>15,762</u>	<u>15,762</u>	<u>-</u>
Total expenditures	<u>15,762</u>	<u>15,762</u>	<u>-</u>
Net change in fund balance	16,580	16,580	-
FUND BALANCES, beginning of year	<u>147,308</u>	<u>147,308</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 163,888</u>	<u>\$ 163,888</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**POLICE DONATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES			
Public safety	\$ -	\$ -	\$ -
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>8,479</u>	<u>8,479</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 8,479</u>	<u>\$ 8,479</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**OPIOID SETTLEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Other revenues	\$ 65,941	\$ 65,941	\$ -
Total revenues	<u>65,941</u>	<u>65,941</u>	<u>-</u>
EXPENDITURES			
Public safety	4,700	4,700	-
Total expenditures	<u>4,700</u>	<u>4,700</u>	<u>-</u>
Net change in fund balance	61,241	61,241	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 61,241</u>	<u>\$ 61,241</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**2020 CDBG GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Intergovernmental	\$ 114,161	\$ 114,162	\$ 1
Total revenues	<u>114,161</u>	<u>114,162</u>	<u>1</u>
EXPENDITURES			
Public works	681,497	681,497	-
Total expenditures	<u>681,497</u>	<u>681,497</u>	<u>-</u>
Deficiency of revenues over expenditures	(567,336)	(567,335)	1
OTHER FINANCING SOURCES			
Transfers in	634,351	634,351	-
Total other financing sources	<u>634,351</u>	<u>634,351</u>	<u>-</u>
Net change in fund balance	<u>67,015</u>	<u>67,016</u>	<u>1</u>
FUND BALANCES, beginning of year	<u>(67,016)</u>	<u>(67,016)</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 67,015</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**2021 CDBG GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 699,854	\$ 699,853	\$ (1)
Total revenues	<u>699,854</u>	<u>699,853</u>	<u>(1)</u>
 EXPENDITURES			
Public works	21,190	21,190	-
Capital outaly	1,326,798	1,326,798	-
Total expenditures	<u>1,347,988</u>	<u>1,347,988</u>	<u>-</u>
 Deficiency of revenues under expenditures	(648,134)	(648,135)	(1)
 Other financing sources			
Transfers in	249,444	249,444	-
Total other financing sources	<u>249,444</u>	<u>249,444</u>	<u>-</u>
 Net change in fund balance	(398,690)	(398,691)	(1)
 FUND BALANCES, beginning of year	<u>(1,969)</u>	<u>(1,969)</u>	<u>-</u>
 FUND BALANCES (Deficit), end of year	<u>\$ (400,659)</u>	<u>\$ (400,660)</u>	<u>\$ 1</u>

CITY OF GRIFFIN, GEORGIA

**2022 CDBG GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES			
Public works	\$ 25,600	\$ 25,600	\$ -
Capital outaly	108,325	108,325	-
Total expenditures	<u>133,925</u>	<u>133,925</u>	<u>-</u>
Other financing sources			
Transfers in	133,925	130,075	(3,850)
Total other financing sources	<u>133,925</u>	<u>130,075</u>	<u>(3,850)</u>
Net change in fund balance	-	(3,850)	(3,850)
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND DEFICITS, end of year	<u>\$ -</u>	<u>\$ (3,850)</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**COPS GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Grant	\$ 131,795	\$ 131,795	\$ -
Total revenues	<u>131,795</u>	<u>131,795</u>	<u>-</u>
Public safety	131,795	131,795	-
Total expenditures	<u>131,795</u>	<u>131,795</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF GRIFFIN, GEORGIA

**NEIGHBORHOOD STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Other revenues	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Public works	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>163,457</u>	<u>163,457</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 163,457</u>	<u>\$ 163,457</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**NEIGHBORHOOD STABILIZATION 3 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Public works	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>151,868</u>	<u>151,868</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 151,868</u>	<u>\$ 151,868</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**ARPA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 1,269,458	\$ 1,269,458	\$ -
Total revenues	<u>1,269,458</u>	<u>1,269,458</u>	<u>-</u>
EXPENDITURES			
General government	263,044	263,044	-
Public safety	-	49,657	(49,657)
Public works	776,303	808,367	(32,064)
Culture and recreation	135,550	135,550	-
Housing and economic development	-	12,840	(12,840)
Total expenditures	<u>1,174,897</u>	<u>1,269,458</u>	<u>(94,561)</u>
Net change in fund balance	94,561	-	(94,561)
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 94,561</u>	<u>\$ -</u>	<u>\$ (94,561)</u>

CITY OF GRIFFIN, GEORGIA

**TAX ALLOCATION DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Other taxes	\$ 651,911	\$ 651,912	\$ 1
Total revenues	<u>651,911</u>	<u>651,912</u>	<u>1</u>
EXPENDITURES			
Current:			
Debt service	54,654	54,654	-
Total expenditures	<u>54,654</u>	<u>54,654</u>	<u>-</u>
Net change in fund balance	597,257	597,258	1
FUND BALANCES, beginning of year	<u>2,575,553</u>	<u>2,575,553</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 3,172,810</u>	<u>\$ 3,172,811</u>	<u>\$ 1</u>

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2016 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Project Description	Original Estimated Cost	Revised Estimated Cost	Expenditures		Total
			Prior Years	Current Year	
One Griffin Center	\$ 3,038,510	\$ 3,038,510	\$ 2,825,784	\$ -	\$ 2,825,784
Fire Headquarters	3,250,000	3,250,000	3,450,127	-	3,450,127
Aerial Truck	1,510,298	1,510,298	1,098,963	-	1,098,963
Historic City Hall	3,556,541	3,556,541	4,078,556	28,250	4,106,806
Substandard Abatement	3,000,000	3,000,000	1,322,260	36,787	1,359,047
Street Resurfacing	4,948,651	4,948,651	3,059,415	640,273	3,699,688
Intersection Improvements	2,200,000	2,200,000	1,724,495	446,071	2,170,566
Sidewalks	600,000	600,000	180,113	-	180,113
Right of Way Improvements	240,000	240,000	291,181	-	291,181
	<u>\$ 22,344,000</u>	<u>\$ 22,344,000</u>	<u>\$ 18,030,894</u>	1,151,381	<u>\$ 19,182,275</u>

**Reconciliation to the Combining Statement of Revenues, Expenditures and Changes
in Fund Balance - Governmental Funds**

Debt service principal expenditures already included in amounts above.	1,890,000
Debt service interest expenditures already included in amounts above.	<u>37,800</u>
Total per Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 3,079,181</u>

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF
TRANSPORTATION SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2022 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Project Description	Original Estimated Cost	Revised Estimated Cost	Expenditures		
			Prior Years	Current Year	Total
Resurfacing Orchard Hill	300,000	300,000	-	-	-
Sidewalk	2,000,000	2,000,000	-	-	-
Milling and resurfacing	11,000,000	11,000,000	-	548,968	548,968
Sidewalk	1,000,000	1,000,000	-	-	-
Taylor Street streetscape	1,000,000	1,000,000	-	-	-
State Alley and Bank Street parking lot	1,500,000	1,500,000	-	-	-
Bridges and/or culverts	3,500,000	3,500,000	-	-	-
	<u>\$ 20,300,000</u>	<u>\$ 20,300,000</u>	<u>\$ -</u>	<u>\$ 548,968</u>	<u>\$ 548,968</u>
Total per Combining Statement of Revenues, Expenditures and Changes in Fund Balance				<u>\$ 548,968</u>	

CITY OF GRIFFIN, GEORGIA

NONMAJOR ENTERPRISE FUNDS

Operations of enterprise funds are designed to be self-supporting.

The **Stormwater Utility Fund** accounts for revenues and expenses relating to the stormwater services provided to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

The **Telecommunications Fund** accounts for revenues and expenses relating to the operation of the City's fiber services infrastructure. Funding is provided by City appropriations and user fees.

The **Welcome Center Fund** accounts for revenues and expenses relating to the operation of the City's Welcome Center. Funding is provided by City appropriations and user fees.

The **Golf Course Fund** accounts for revenues and expenses relating to the operation of the City's municipal golf course. Funding is provided by City appropriations and user fees.

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2023**

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
ASSETS			
CURRENT ASSETS			
Cash	\$ 861,102	\$ -	\$ -
Restricted assets, cash	-	-	-
Accounts receivable, net of allowances	156,425	-	-
Due from component units	31,466	-	-
Due from other funds	3,936,809	614,318	-
Inventories	-	-	-
Prepaid expenses	20,997	867	-
Total current assets	<u>5,006,799</u>	<u>615,185</u>	<u>-</u>
NON-CURRENT ASSETS			
Capital assets:			
Nondepreciable	2,946,225	909,480	-
Depreciable, net of accumulated depreciation	5,389,894	790,219	-
Total non-current assets	<u>8,336,119</u>	<u>1,699,699</u>	<u>-</u>
Total assets	<u>13,342,918</u>	<u>2,314,884</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	<u>526,595</u>	<u>110,132</u>	<u>-</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	34,632	7,753	24
Accrued liabilities	15,423	5,342	-
Current portion - compensated absences	20,882	-	-
Current portion - notes payable	185,582	-	-
Current portion - financed purchases	32,493	-	-
Due to other funds	52,241	32,784	149,509
Total current liabilities	<u>341,253</u>	<u>45,879</u>	<u>149,533</u>
NON-CURRENT LIABILITIES			
Compensated absences, net of current portion	3,685	-	-
Net pension liability	1,114,140	233,012	-
Notes payable, net of current portion	3,669,711	-	-
Financed purchases payable, net of current portion	74,532	-	-
Total non-current liabilities	<u>4,862,068</u>	<u>233,012</u>	<u>-</u>
Total liabilities	<u>5,203,321</u>	<u>278,891</u>	<u>149,533</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	<u>109,548</u>	<u>22,911</u>	<u>-</u>
NET POSITION			
Net investment in capital assets	4,373,801	1,699,699	-
Unrestricted	4,182,843	423,515	(149,533)
Total net position	<u>\$ 8,556,644</u>	<u>\$ 2,123,214</u>	<u>\$ (149,533)</u>

Golf Course Fund	Totals
\$ 1,229,040	\$ 2,090,142
97,009	97,009
-	156,425
24,345	55,811
3,724	4,554,851
43,372	43,372
7,050	28,914
<u>1,404,540</u>	<u>7,026,524</u>
1,654,436	5,510,141
177,977	6,358,090
<u>1,832,413</u>	<u>11,868,231</u>
<u>3,236,953</u>	<u>18,894,755</u>
<u>213,871</u>	<u>850,598</u>
73,709	116,118
16,681	37,446
6,657	27,539
-	185,582
-	32,493
411,017	645,551
<u>508,064</u>	<u>1,044,729</u>
1,174	4,859
452,497	1,799,649
-	3,669,711
-	74,532
<u>453,671</u>	<u>5,548,751</u>
<u>961,735</u>	<u>6,593,480</u>
<u>44,492</u>	<u>176,951</u>
1,832,413	7,905,913
612,184	5,069,009
<u>\$ 2,444,597</u>	<u>\$ 12,974,922</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
OPERATING REVENUES			
Charges for services	\$ 2,787,953	\$ 1,030,708	\$ -
Other services	3,200	-	-
Total operating revenues	<u>2,791,153</u>	<u>1,030,708</u>	<u>-</u>
OPERATING EXPENSES			
Personnel services	938,567	328,061	-
Purchased or contracted service	522,416	83,275	-
Supplies	217,352	253,851	-
Miscellaneous	124,357	45,094	-
Depreciation	538,437	84,958	-
Total operating expenses	<u>2,341,129</u>	<u>795,239</u>	<u>-</u>
Operating income (loss)	<u>450,024</u>	<u>235,469</u>	<u>-</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest income	10,748	-	-
Interest expense	(41,960)	-	-
Gain on sale of capital assets	-	-	-
Total non-operating revenues (expenses)	<u>(31,212)</u>	<u>-</u>	<u>-</u>
Income (loss) before transfers	<u>418,812</u>	<u>235,469</u>	<u>-</u>
TRANSFERS			
Transfers in	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	418,812	235,469	-
NET POSITION, beginning of year	<u>8,137,832</u>	<u>1,887,745</u>	<u>(149,533)</u>
NET POSITION, end of year	<u>\$ 8,556,644</u>	<u>\$ 2,123,214</u>	<u>\$ (149,533)</u>

Golf Course Fund	Totals
\$ 699,584	\$ 4,518,245
-	3,200
<u>699,584</u>	<u>4,521,445</u>
516,159	1,782,787
206,297	811,988
77,002	548,205
219,261	388,712
60,927	684,322
<u>1,079,646</u>	<u>4,216,014</u>
<u>(380,062)</u>	<u>305,431</u>
-	10,748
-	(41,960)
822	822
<u>822</u>	<u>(30,390)</u>
<u>(379,240)</u>	<u>275,041</u>
559,665	559,665
<u>559,665</u>	<u>559,665</u>
180,425	834,706
2,264,172	12,140,216
<u>\$ 2,444,597</u>	<u>\$ 12,974,922</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 1,997,631	\$ 717,590	\$ 148
Payments to suppliers	(983,641)	(374,729)	-
Payments to employees	(904,272)	(262,860)	(148)
Net cash provided by (used in) operating activities	<u>109,718</u>	<u>80,001</u>	<u>-</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	-	-	-
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(899,204)	(80,001)	-
Proceeds from the disposal of capital assets	-	-	-
Proceeds from notes payable	941,045	-	-
Principal paid on notes payable and financed purchases	(151,333)	-	-
Interest paid	(41,960)	-	-
Net cash used in capital and related financing activities	<u>(151,452)</u>	<u>(80,001)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	10,748	-	-
Net cash provided by investing activities	<u>10,748</u>	<u>-</u>	<u>-</u>
Change in cash and cash equivalents	(30,986)	-	-
Cash and cash equivalents:			
Beginning of year	<u>892,088</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 861,102</u>	<u>\$ -</u>	<u>\$ -</u>
Classified as:			
Cash	\$ 861,102	\$ -	\$ -
Restricted assets, cash	-	-	-
	<u>\$ 861,102</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

Golf Course Fund	Totals
\$ 710,694	\$ 3,426,063
-	(1,358,370)
<u>(848,183)</u>	<u>(2,015,463)</u>
(137,489)	52,230
559,665	559,665
559,665	559,665
(95,815)	(1,075,020)
822	822
-	941,045
-	(151,333)
-	(41,960)
<u>(94,993)</u>	<u>(326,446)</u>
-	10,748
-	10,748
327,183	296,197
998,866	1,890,954
<u>\$ 1,326,049</u>	<u>\$ 2,187,151</u>
\$ 1,229,040	\$ 2,090,142
97,009	97,009
<u>\$ 1,326,049</u>	<u>\$ 2,187,151</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Stormwater Utility Fund</u>	<u>Telecommunications Fund</u>	<u>Welcome Center Fund</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ 450,024	\$ 235,469	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	538,437	84,958	-
Changes in assets and liabilities			
Decrease in accounts receivable	12,325	-	-
Increase in inventory	-	-	-
Decrease (increase) in due from other funds	(811,086)	(313,118)	-
Decrease (increase) in prepaids and other assets	676	(116)	-
Increase in deferred outflows of resources	(149,852)	-	-
Increase (decrease) in accounts payable	(115,545)	7,753	-
Increase (decrease) in accrued liabilities	(4,647)	(3,624)	-
Increase (decrease) in due to other funds	5,239	(146)	-
Increase in net pension liability	369,891	146,587	-
Decrease in deferred inflows of resources	(185,744)	(77,762)	-
Net cash provided by (used in) operating activities	<u>\$ 109,718</u>	<u>\$ 80,001</u>	<u>\$ -</u>

(Concluded)

Golf Course Fund	Totals
\$ (380,062)	\$ 305,431
60,927	684,322
-	12,325
(12,695)	(12,695)
11,110	(1,113,094)
(1,662)	(1,102)
(74,555)	(224,407)
8,738	(99,054)
1,962	(6,309)
136,171	141,264
177,281	693,759
(64,704)	(328,210)
<u>\$ (137,489)</u>	<u>\$ 52,230</u>

CITY OF GRIFFIN, GEORGIA

INTERNAL SERVICE FUNDS

The **Motor Pool Fund** accounts for the operations and maintenance of the City's fleet.

The **Payroll Fund** accounts for the capital it takes to pay employees.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2023**

	ASSETS	Moter Pool Fund	Payroll Fund	Total
CURRENT ASSETS				
Cash and cash equivalents		\$ 1,479,038	\$ 851,403	\$ 2,330,441
Due from component units		4,417	2,101	6,518
Due from other funds		317,680	225,514	543,194
Inventories		252,921	-	252,921
Prepaid expenses		6,883	-	6,883
Total current assets		<u>2,060,939</u>	<u>1,079,018</u>	<u>3,139,957</u>
NON-CURRENT ASSETS				
Depreciable, net of accumulated depreciation		333,974	-	333,974
Total non-current assets		<u>333,974</u>	<u>-</u>	<u>333,974</u>
Total assets		<u>2,394,913</u>	<u>1,079,018</u>	<u>3,473,931</u>
	LIABILITIES			
CURRENT LIABILITIES				
Accounts payable		59,883	-	59,883
Accrued liabilities		10,495	477,484	487,979
Current portion - compensated absences		13,729	-	13,729
Due to other funds		1,486,254	601,534	2,087,788
Total current liabilities		<u>1,570,361</u>	<u>1,079,018</u>	<u>2,649,379</u>
NON-CURRENT LIABILITIES				
Compensated absences, net of current portion		2,422	-	2,422
Total non-current liabilities		<u>2,422</u>	<u>-</u>	<u>2,422</u>
Total liabilities		<u>1,572,783</u>	<u>1,079,018</u>	<u>2,651,801</u>
	NET POSITION			
Net investment in capital assets		333,974	-	333,974
Unrestricted		488,156	-	488,156
Total net position		<u>\$ 822,130</u>	<u>\$ -</u>	<u>\$ 822,130</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Motor Pool Fund	Payroll Fund	Total
OPERATING REVENUES			
Charges for services	\$ 1,071,380	\$ -	\$ 1,071,380
Other services	7,302	-	7,302
Total operating revenues	<u>1,078,682</u>	<u>-</u>	<u>1,078,682</u>
OPERATING EXPENSES			
Personnel services	557,014	-	557,014
Purchased or contracted services	271,629	-	271,629
Supplies	866,081	-	866,081
Miscellaneous	13,622	-	13,622
Depreciation	65,103	-	65,103
Total operating expenses	<u>1,773,449</u>	<u>-</u>	<u>1,773,449</u>
Operating loss	<u>(694,767)</u>	<u>-</u>	<u>(694,767)</u>
TRANSFERS			
Transfers in	537,324	-	537,324
Total transfers	<u>537,324</u>	<u>-</u>	<u>537,324</u>
Change in net position	<u>(157,443)</u>	<u>-</u>	<u>(157,443)</u>
Net position, beginning of year	<u>979,573</u>	<u>-</u>	<u>979,573</u>
Net position, end of year	<u>\$ 822,130</u>	<u>\$ -</u>	<u>\$ 822,130</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Motor Pool Fund	Payroll Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 1,268,335	\$ 705,660	\$ 1,973,995
Payments to suppliers	(1,193,329)	-	(1,193,329)
Payments to employees	(558,784)	-	(558,784)
Net cash provided by (used in) operating activities	<u>(483,778)</u>	<u>705,660</u>	<u>221,882</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	537,324	-	537,324
Net cash provided by noncapital financing activities	<u>537,324</u>	<u>-</u>	<u>537,324</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(132,065)	-	(132,065)
Net cash used in capital and related financing activities	<u>(132,065)</u>	<u>-</u>	<u>(132,065)</u>
Increase (decrease) in cash and cash equivalents	<u>(78,519)</u>	<u>705,660</u>	<u>627,141</u>
Cash and cash equivalents:			
Beginning of year	1,557,557	145,743	1,703,300
End of year	<u>\$ 1,479,038</u>	<u>\$ 851,403</u>	<u>\$ 2,330,441</u>

(Continued)

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Moter Pool Fund</u>	<u>Payroll Fund</u>	<u>Total</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:			
Operating loss	\$ (694,767)	\$ -	\$ (694,767)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	65,103	-	65,103
Changes in assets and liabilities:			
Increase in inventories	(38,268)	-	(38,268)
(Increase) decrease in due from other funds	68,598	(49,860)	18,738
Increase in prepaids and other assets	(353)	-	(353)
Decrease in accounts payable	(3,376)	-	(3,376)
Increase (decrease) in accrued liabilities	(1,770)	160,337	158,567
Increase in due to other funds	121,055	595,183	716,238
Net cash provided by (used in) operating activities	<u>\$ (483,778)</u>	<u>\$ 705,660</u>	<u>\$ 221,882</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GRIFFIN, GEORGIA

**BALANCE SHEET
COMPONENT UNITS
JUNE 30, 2023**

	<u>Griffin Main Street</u>	<u>Griffin Downtown Development</u>
ASSETS		
Cash and cash equivalents	\$ 52,182	\$ 132,940
Due from primary government	36,845	81,436
Accounts receivable	3,782	-
Prepaid items	<u>570</u>	<u>1,650</u>
Total assets	<u>93,379</u>	<u>216,026</u>
LIABILITIES		
Accounts payable	447	-
Unearned revenue	238	-
Due to primary government	<u>3,930</u>	<u>5,310</u>
Total liabilities	<u>4,615</u>	<u>5,310</u>
FUND BALANCES		
Nonspendable:		
Prepaid items	570	1,650
Unassigned	<u>88,194</u>	<u>209,066</u>
Total fund balances	<u>\$ 88,764</u>	<u>\$ 210,716</u>

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Griffin Main Street</u>	<u>Griffin Downtown Development</u>
Revenues		
Intergovernmental	\$ 143,676	\$ 120,886
Contributions	-	10,200
Interest	-	211
Total revenues	<u>143,676</u>	<u>131,297</u>
Expenditures		
Personnel services	41	-
Purchased or contracted services	17,710	18,070
Supplies	6,673	-
Miscellaneous	115,650	134,334
Total expenditures	<u>140,074</u>	<u>152,404</u>
Net change in fund balances	3,602	(21,107)
Fund balances, beginning of year	<u>85,162</u>	<u>231,823</u>
Fund balances, end of year	<u>\$ 88,764</u>	<u>\$ 210,716</u>

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
AIRPORT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

OPERATING REVENUES	
Charges for services	\$ 491,220
Other services	240
Total operating revenues	<u>491,460</u>
OPERATING EXPENSES	
Personnel services	268,474
Purchased or contracted service	404,085
Supplies	10,993
Miscellaneous	128,695
Depreciation	140,391
Total operating expenses	<u>952,638</u>
Operating loss	<u>(461,178)</u>
NON-OPERATING REVENUES (EXPENSES)	
Intergovernmental	151,131
Intergovernmental - contributions from the City	449,377
Interest revenue	9,996
Interest expense and fiscal charges	(123,299)
Total non-operating revenues, net	<u>487,205</u>
Change in net position	<u>26,027</u>
Net position, beginning of year	<u>19,971,056</u>
Net position, end of year	<u>\$ 19,997,083</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
AIRPORT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,144,087
Payments to suppliers	(589,913)
Payments to employees	(252,159)
Net cash provided by operating activities	302,015
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Intergovernmental	600,508
Net cash provided by noncapital financing activities	600,508
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and construction of capital assets	(179,223)
Payments on revenue bonds	(515,000)
Interest paid	(157,445)
Net cash used in capital and related financing activities	(851,668)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	9,996
Net cash provided by investing activities	9,996
Change in cash and cash equivalents	60,851
Cash and cash equivalents:	
Beginning of year	930,449
End of year	\$ 991,300
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (461,178)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	140,391
Changes in assets and liabilities:	
Decrease in accounts receivable	104,583
Increase in inventory	(28,676)
Decrease in due from other funds	520,509
Increase in deferred outflows of resources - pension and other post-employment benefits	(42,220)
Decrease in accounts payable	(15,894)
Increase in accrued liabilities	2,293
Decrease in deferred revenue	(3,863)
Increase in due to other funds	27,535
Increase in net pension liability	102,074
Decrease in deferred inflows of resources - pension and other post-employment benefits	(43,539)
Net cash provided by operating activities	\$ 302,015

STATISTICAL SECTION

STATISTICAL SECTION

This part of the City of Griffin's Annual Comprehensive Financial Report ("ACFR") presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	128 – 135
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	136 – 142
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	143 – 147
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	148 and 149
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	150 – 152
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's financial reports for the relevant year.

CITY OF GRIFFIN, GEORGIA

**NET POSITION BY ACTIVITY
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 18,088,118	\$ 19,658,120	\$ 27,292,457	\$ 21,045,080	\$ 27,223,308	\$ 33,376,373	\$ 39,001,235	\$ 46,019,877	\$ 51,070,256	\$ 53,538,252
Restricted	6,227,266	6,166,773	11,415,432	14,948,625	15,393,224	13,980,926	16,334,895	19,969,035	22,683,003	29,085,990
Unrestricted	15,748,511	7,434,838	(1,841,296)	4,416,351	3,066,557	1,776,781	2,420,137	5,955,817	14,899,400	1,664,978
Total governmental activities net position	<u>\$ 40,063,895</u>	<u>\$ 33,259,731</u>	<u>\$ 36,866,593</u>	<u>\$ 40,410,056</u>	<u>\$ 45,683,089</u>	<u>\$ 49,134,080</u>	<u>\$ 57,756,267</u>	<u>\$ 71,944,729</u>	<u>\$ 88,652,659</u>	<u>\$ 84,289,220</u>
Business-type activities										
Net investment in capital assets	\$ 49,188,045	\$ 55,349,624	\$ 59,283,034	\$ 64,495,240	\$ 69,396,942	\$ 71,716,224	\$ 71,580,894	\$ 74,625,242	\$ 77,254,530	\$ 78,444,569
Restricted	5,982,820	4,017,589	4,068,183	2,841,274	2,632,901	2,200,058	2,267,437	2,341,677	2,423,419	1,866,522
Unrestricted	31,291,021	24,192,432	31,277,153	31,868,579	34,699,829	41,752,926	51,842,144	56,614,274	59,549,265	65,008,823
Total business-type activities net position	<u>\$ 86,461,886</u>	<u>\$ 83,559,645</u>	<u>\$ 94,628,370</u>	<u>\$ 99,205,093</u>	<u>\$ 106,729,672</u>	<u>\$ 115,669,208</u>	<u>\$ 125,690,475</u>	<u>\$ 133,581,193</u>	<u>\$ 139,227,214</u>	<u>\$ 145,319,914</u>
Primary government										
Net investment in capital assets	\$ 67,276,163	\$ 75,007,744	\$ 86,575,491	\$ 85,540,320	\$ 96,620,250	\$ 105,092,597	\$ 110,582,129	\$ 120,645,119	\$ 128,324,786	\$ 131,982,821
Restricted	12,210,086	10,184,362	15,483,615	17,789,899	18,026,125	16,180,984	18,602,332	22,310,712	25,106,422	30,952,512
Unrestricted	47,039,532	31,627,270	29,435,857	36,284,930	37,766,386	43,529,707	54,262,281	62,570,091	74,448,665	66,673,801
Total primary government net position	<u>\$ 126,525,781</u>	<u>\$ 116,819,376</u>	<u>\$ 131,494,963</u>	<u>\$ 139,615,149</u>	<u>\$ 152,412,761</u>	<u>\$ 164,803,288</u>	<u>\$ 183,446,742</u>	<u>\$ 205,525,922</u>	<u>\$ 227,879,873</u>	<u>\$ 229,609,134</u>

Note: GASB 68 was implemented during fiscal year 2015.

CITY OF GRIFFIN, GEORGIA

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year ^(a)									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Primary government										
Governmental activities:										
General government	\$ 5,019,496	\$ 4,814,301	\$ 4,794,301	\$ 8,607,024	\$ 5,541,017	\$ 6,390,256	\$ 4,394,221	\$ 3,525,727	\$ 6,699,391	\$ 7,195,033
Judicial	187,201	220,967	299,837	231,521	312,526	385,072	356,904	364,075	316,296	392,795
Public safety	14,770,642	14,095,194	14,149,168	13,723,855	14,559,704	16,861,029	16,099,234	17,216,914	17,247,421	19,340,535
Public works	4,838,560	4,450,304	5,181,358	4,648,252	4,907,482	4,836,268	4,876,652	6,406,105	5,713,494	15,598,849
Health and welfare	-	-	-	-	-	-	-	-	15,691	(16,438)
Parks and recreation	331,053	341,114	375,164	390,878	376,616	497,250	447,893	378,481	(359,709)	531,212
Housing and development	1,285,090	1,198,472	1,414,435	1,423,875	1,262,974	1,239,173	1,724,904	1,532,413	2,588,988	1,695,096
Interest and fiscal changes	206,286	194,435	439,627	150,998	127,215	130,831	127,403	99,760	111,940	96,449
Total governmental activities expenses	26,638,328	25,314,787	26,653,890	29,176,403	27,087,534	30,339,879	28,027,211	29,523,475	32,333,512	44,833,531
Business-type activities:										
Water and wastewater	15,142,670	15,250,310	16,507,868	16,394,635	16,895,047	17,821,674	18,231,671	18,169,568	18,112,375	19,762,620
Electric	37,555,182	38,889,023	37,265,142	38,308,938	38,274,105	41,232,826	40,718,967	43,354,254	48,234,998	52,042,111
Solid waste	6,460,663	6,869,383	6,865,956	7,766,989	7,442,498	8,644,253	8,658,174	8,855,745	9,885,131	11,054,698
Stormwater	1,765,224	1,981,286	1,639,352	1,816,685	1,919,628	2,404,415	2,343,956	2,229,021	2,275,032	2,408,448
Airport	-	-	-	-	-	-	-	-	-	-
Welcome center	122,901	106,913	101,107	109,020	172,931	128,543	1,666,578	-	-	-
Telecommunications	-	-	-	-	70,754	79,321	96,949	133,430	544,706	795,239
Golf course	637,841	662,440	659,881	656,516	656,870	685,707	706,668	879,589	1,022,465	1,079,646
Total business-type activities expenses	61,684,481	63,759,355	63,039,306	65,052,783	65,431,833	70,996,739	72,422,963	73,621,607	80,074,707	87,142,762
Total primary government expenses	88,322,809	89,074,142	89,693,196	94,229,186	92,519,367	101,336,618	100,450,174	103,145,082	112,408,219	131,976,293
Program revenues										
Primary government										
Governmental activities:										
Charges for services										
General government	5,716,553	5,559,215	5,380,984	5,456,453	5,860,496	5,676,731	5,757,419	5,700,325	7,023,044	7,895,400
Public safety	660,646	888,437	832,375	783,377	837,529	1,132,432	1,124,575	1,175,889	1,108,295	1,390,645
Public works	174,619	187,224	173,247	173,578	193,721	200,358	216,153	272,233	303,793	299,840
Parks and recreation	186,169	215,779	226,426	198,072	189,906	252,700	186,715	205,977	241,593	251,849
Housing and economic development	150,780	235,016	181,471	230,524	238,120	430,409	742,636	642,035	603,207	736,756
Operating grants and contributions	615,471	373,085	573,546	436,650	310,585	210,833	142,223	199,073	599,286	954,596
Capital grants and contributions	2,629,373	1,235,013	2,698,218	4,808,719	6,282,899	5,333,937	7,423,291	10,481,416	9,008,512	867,604
Total governmental activities program revenues	10,133,611	8,693,769	10,066,267	12,087,373	13,913,256	13,237,400	15,593,012	18,676,948	18,887,730	12,396,690

(Continued)

CITY OF GRIFFIN, GEORGIA

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year ^(a)									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Program revenues (Continued)										
Business-type activities:										
Charges for services ⁽¹²⁾										
Water and wastewater	\$ 18,756,927	\$ 19,028,788	\$ 25,091,898	\$ 21,276,341	\$ 21,620,331	\$ 23,531,271	\$ 24,409,982	\$ 24,963,709	\$ 25,751,330	\$ 29,847,464
Electric	47,080,348	48,554,415	46,628,975	48,009,529	48,174,964	52,051,728	53,449,330	53,813,627	54,841,913	59,460,858
Solid waste	6,176,975	6,454,229	6,097,257	6,164,237	6,448,130	6,853,573	7,195,397	8,060,195	9,275,381	9,793,674
Stormwater	2,207,951	2,147,621	2,501,751	2,373,383	2,393,280	2,448,234	2,448,059	2,552,899	2,640,151	2,791,153
Airport	-	-	-	-	-	-	-	-	-	-
Welcome Center	8,075	11,575	5,240	8,950	10,125	5,400	-	-	-	-
Telecommunications	-	-	-	-	378,339	544,446	477,922	489,640	914,821	1,030,708
Golf course	236,936	235,553	232,475	184,537	213,776	222,002	324,736	488,103	510,879	699,584
Operating grants and contributions	104,962	-	355,826	28,174	28,925	-	-	-	-	-
Capital grants and contributions	21,758	12,000	272,912	227,988	564,670	259,362	47,872	198,922	462,797	6,510
Total business-type activities program revenues	74,593,932	76,444,181	81,186,334	78,273,139	79,832,540	85,916,016	88,353,298	90,567,095	94,397,272	103,629,951
Total primary government program revenues	84,727,543	85,137,950	91,252,601	90,360,512	93,745,796	99,153,416	103,946,310	109,244,043	113,285,002	116,026,641
General revenues and other changes in net position										
Primary government										
Governmental activities:										
Property taxes	4,986,729	4,412,356	4,432,632	4,385,425	4,664,507	4,879,013	4,692,316	4,782,016	11,398,259	5,764,772
Sales taxes	3,345,800	3,467,609	3,554,330	3,438,553	3,622,779	3,901,905	4,234,202	5,025,382	5,247,495	5,574,715
Insurance premium tax	1,219,600	1,274,964	1,361,974	1,492,683	1,546,090	1,667,303	1,768,610	1,866,289	1,923,982	1,937,372
Alcoholic beverage taxes	626,427	647,763	654,739	663,403	694,817	663,925	695,933	736,587	691,816	593,829
Business occupational taxes	441,938	431,498	457,755	459,395	432,276	443,601	442,940	465,031	428,575	458,554
Other taxes	257,431	399,177	523,587	523,462	499,673	500,567	518,876	514,078	524,041	523,754
Franchise fees	535,272	526,376	378,289	513,414	561,363	483,069	752,107	729,947	835,357	956,018
Unrestricted investment earnings	445,337	127,873	165,895	248,710	292,909	316,886	287,965	1,319,244	145,217	1,263,333
Gain on sale of assets	5,341	31,644	14,670	14,252	178,057	15,587	65,070	38,020	-	6,743
Transfers	7,847,411	9,530,554	8,650,614	8,893,196	6,887,541	7,681,614	7,598,367	9,558,395	8,958,970	10,994,312
Total governmental activities general revenues and changes in net position	19,711,286	20,849,814	20,194,485	20,632,493	19,380,012	20,553,470	21,056,386	25,034,989	30,153,712	28,073,402
Business-type activities:										
Unrestricted investment earnings	1,256,518	660,532	1,571,311	249,563	506,130	1,701,873	1,689,299	503,625	56,506	595,043
Gain on sale of assets	207,091	-	1,000	-	-	-	-	-	225,920	4,780
Special item	(3,152,966)	-	-	-	-	-	-	-	-	-
Transfers	(7,847,411)	(9,530,554)	(8,650,614)	(8,893,196)	(6,887,541)	(7,681,614)	(7,598,367)	(9,558,395)	(8,958,970)	(10,994,312)
Total business type activities general revenues and changes in net position	(9,536,768)	(8,870,022)	(7,078,303)	(8,643,633)	(6,381,411)	(5,979,741)	(5,909,068)	(9,054,770)	(8,676,544)	(10,394,489)

(Continued)

CITY OF GRIFFIN, GEORGIA

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year ^(a)									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General revenues and other changes in net position (Continued)										
Total primary government general revenues and other changes in net position	\$ 10,174,518	\$ 11,979,792	\$ 13,116,182	\$ 11,988,860	\$ 12,998,601	\$ 14,573,729	\$ 15,147,318	\$ 15,980,219	\$ 21,477,168	\$ 17,678,913
Change in net position										
Governmental activities	3,206,569	4,228,796	3,606,862	3,543,463	6,205,734	3,450,991	8,622,187	14,188,462	16,707,930	(4,363,439)
Business-type activities	3,372,683	3,814,804	11,068,725	4,576,723	8,019,296	8,939,536	10,021,267	7,890,718	5,646,021	6,092,700
Total primary government change in net position	\$ 6,579,252	\$ 8,043,600	\$ 14,675,587	\$ 8,120,186	\$ 14,225,030	\$ 12,390,527	\$ 18,643,454	\$ 22,079,180	\$ 22,353,951	\$ 1,729,261

^(a) Revenue growth from year to year due mostly to increased rates for services due to rising energy costs.

CITY OF GRIFFIN, GEORGIA

**FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General fund										
Nonspendable	\$ 143,578	\$ 187,974	\$ 200,714	\$ 241,156	\$ 214,971	\$ 234,624	\$ 324,157	\$ 251,759	\$ 242,520	\$ 271,321
Restricted	109,357	109,357	109,357	109,357	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	8,012,324	10,003,964	10,770,758	11,306,559	11,598,316	11,604,436	12,651,799	14,723,563	15,558,143	19,783,107
Total general fund	<u>\$ 8,265,259</u>	<u>\$ 10,301,295</u>	<u>\$ 11,080,829</u>	<u>\$ 11,657,072</u>	<u>\$ 11,813,287</u>	<u>\$ 11,839,060</u>	<u>\$ 12,975,956</u>	<u>\$ 14,975,322</u>	<u>\$ 15,800,663</u>	<u>\$ 20,054,428</u>
All other governmental funds										
Nonspendable, reported in:										
Special revenue funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital projects funds	-	-	1,098,963	1,069,875	1,809,450	-	-	1,894,200	1,927,800	-
Permanent funds	2,494,726	2,548,442	2,632,623	2,707,778	2,789,664	2,939,670	2,903,000	3,750,115	3,505,631	4,073,335
Restricted, reported in:										
Special revenue funds	669,104	781,473	1,137,425	1,307,249	1,596,822	1,915,890	2,310,446	2,752,552	3,244,352	3,904,908
Capital projects funds	4,784,160	4,473,499	9,221,759	9,881,346	7,979,237	7,714,442	9,248,669	9,699,388	12,132,440	15,211,621
Permanent funds	664,645	802,444	946,891	1,148,730	1,410,924	1,598,024	2,057,260	2,045,186	2,028,144	2,088,778
Unassigned	(10,087)	(2,947)	(178,042)	(236,792)	(40,394)	(5,894)	(1,202,071)	(311,304)	(383,353)	(410,404)
Total all other governmental funds	<u>\$ 8,602,548</u>	<u>\$ 8,602,911</u>	<u>\$ 14,859,619</u>	<u>\$ 15,878,186</u>	<u>\$ 15,545,703</u>	<u>\$ 14,162,132</u>	<u>\$ 15,317,304</u>	<u>\$ 19,830,137</u>	<u>\$ 22,455,014</u>	<u>\$ 24,868,238</u>
Total all governmental funds	<u>\$ 16,867,807</u>	<u>\$ 18,904,206</u>	<u>\$ 25,940,448</u>	<u>\$ 27,535,258</u>	<u>\$ 27,358,990</u>	<u>\$ 26,001,192</u>	<u>\$ 28,293,260</u>	<u>\$ 34,805,459</u>	<u>\$ 38,255,677</u>	<u>\$ 44,922,666</u>

CITY OF GRIFFIN, GEORGIA

**CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Property taxes	\$ 4,890,450	\$ 4,576,229	\$ 4,465,980	\$ 4,378,755	\$ 4,615,589	\$ 4,825,690	\$ 4,531,914	\$ 5,040,142	\$ 5,287,173	\$ 5,817,795
Other taxes	5,891,196	6,221,011	6,407,087	6,567,448	6,857,325	7,159,803	7,893,792	8,823,236	9,127,225	9,520,488
Charges for services	5,656,674	5,558,446	5,405,502	5,443,236	5,846,545	5,726,485	5,923,612	5,729,404	7,031,772	7,883,755
Licenses and permits	319,997	388,918	289,954	363,442	373,166	539,253	739,052	682,794	678,833	779,900
Intergovernmental	3,244,735	1,608,021	3,271,697	5,244,164	6,590,238	5,542,706	7,564,994	10,680,489	9,607,798	7,949,394
Franchise fees	535,272	526,376	523,587	523,462	499,673	500,567	518,876	514,078	524,041	523,754
Fines and forfeitures	621,506	846,414	783,125	738,696	768,565	930,661	877,352	980,217	953,982	1,152,197
Interest revenues	445,446	127,950	165,962	249,915	296,155	318,950	288,485	1,319,244	145,217	1,263,333
Rental income	175,598	207,623	209,693	186,979	175,162	237,690	183,974	197,722	234,478	249,424
Contributions and donations	9,160	26,601	30,040	10,427	12,230	21,551	6,709	7,468	1,279	-
Other revenues	105,832	57,669	76,189	99,224	144,104	236,990	296,799	398,854	379,588	509,214
Total revenues	21,895,866	20,145,258	21,628,816	23,805,748	26,178,752	26,040,346	28,825,559	34,373,648	33,971,386	35,649,254
Expenditures										
Current:										
General government	4,702,864	4,594,427	4,518,227	5,785,473	5,400,732	5,048,129	5,145,955	5,430,746	6,401,664	6,804,154
Judicial	185,970	221,222	299,708	232,350	314,481	366,359	358,010	371,140	351,838	395,007
Public safety	13,996,515	14,098,284	14,078,548	13,959,928	14,965,354	15,690,542	15,552,717	17,065,684	18,380,378	18,291,371
Public works	4,749,767	5,191,626	5,888,564	4,912,691	4,806,953	4,885,235	4,353,911	5,949,292	6,194,359	17,495,015
Health and Welfare	-	-	-	-	-	-	-	-	15,691	-
Parks and recreation	296,379	489,016	376,386	361,581	372,177	522,268	505,157	444,645	338,857	516,472
Housing and development	1,257,507	1,186,700	1,547,863	1,419,384	1,264,820	1,456,108	1,950,400	1,765,362	2,906,700	1,941,962
Capital outlay	933,531	752,512	3,841,861	4,038,741	5,192,315	4,836,024	3,515,470	3,888,549	2,061,646	2,586,504
Debt service:										
Principal	341,489	282,252	3,001,822	79,171	997,615	1,784,843	1,879,414	2,040,873	2,005,344	2,098,048
Interest and fiscal charges	207,492	194,578	427,877	329,067	367,381	342,730	308,576	236,827	164,123	102,380
Total expenditures	26,671,514	27,010,617	33,980,856	31,118,386	33,681,828	34,932,238	33,569,610	37,193,118	38,820,600	50,230,913
Deficiency of revenues over expenditures	(4,775,648)	(6,865,359)	(12,352,040)	(7,312,638)	(7,503,076)	(8,891,892)	(4,744,051)	(2,819,470)	(4,849,214)	(14,581,659)

(Continued)

CITY OF GRIFFIN, GEORGIA

**CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other financing sources (uses)										
Transfers in	\$ 8,700,129	\$ 8,700,129	\$ 12,630,220	\$ 10,482,930	\$ 9,560,767	\$ 8,471,122	\$ 8,898,279	\$ 10,194,882	\$ 10,423,777	\$ 11,980,953
Transfers out	(1,451,505)	(1,451,505)	(3,979,606)	(1,589,734)	(2,673,226)	(1,477,167)	(1,927,230)	(1,195,461)	(2,124,345)	(1,523,965)
Tax allocation bond issuance	-	-	-	-	-	-	-	-	-	-
Bond proceeds	-	-	9,715,000	-	-	-	-	-	-	-
Premium on bond issuance	-	-	1,007,998	-	-	-	-	-	-	-
Financed purchases	-	-	-	-	261,210	524,552	-	294,228	-	522,750
Proceeds from the sale of capital assets	5,341	5,341	14,670	14,252	178,057	15,587	65,070	38,020	-	6,743
Total other financing sources	<u>7,253,965</u>	<u>7,253,965</u>	<u>19,388,282</u>	<u>8,907,448</u>	<u>7,326,808</u>	<u>7,534,094</u>	<u>7,036,119</u>	<u>9,331,669</u>	<u>8,299,432</u>	<u>10,986,481</u>
Net change in fund balances	<u>\$ 2,478,317</u>	<u>\$ 388,606</u>	<u>\$ 7,036,242</u>	<u>\$ 1,594,810</u>	<u>\$ (176,268)</u>	<u>\$ (1,357,798)</u>	<u>\$ 2,292,068</u>	<u>\$ 6,512,199</u>	<u>\$ 3,450,218</u>	<u>\$ (3,595,178)</u>
Debt service as a percentage of noncapital expenditures	<u>2.20%</u>	<u>1.97%</u>	<u>12.26%</u>	<u>1.64%</u>	<u>5.13%</u>	<u>7.52%</u>	<u>7.83%</u>	<u>7.56%</u>	<u>5.59%</u>	<u>4.93%</u>

CITY OF GRIFFIN, GEORGIA

**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(In thousands)**

Fiscal Year	Property Tax	Sales and Use Tax	Business Tax	Other ⁽¹⁾	Total
2014	4,890	3,346	442	2,639	11,317
2015	4,576	3,468	431	2,848	11,323
2016	4,466	3,554	458	2,919	11,397
2017	4,379	3,439	459	3,193	11,470
2018	4,616	3,623	432	3,302	11,973
2019	4,826	3,902	444	3,315	12,486
2020	4,532	4,234	443	3,736	12,945
2021	5,040	4,234	443	3,736	12,945
2022	5,287	5,247	429	3,975	14,938
2023	5,818	5,575	459	4,011	15,862

⁽¹⁾ Includes alcohol business taxes, hotel/motel taxes, insurance premium taxes and franchise fees.

CITY OF GRIFFIN, GEORGIA

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Digest Tax Year	Residential Property	Commercial Property	Industrial Property	Other Property ^(a)	Less: Tax-Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a % of Actual Value
2014	2013	215,342,724	235,452,254	69,272,022	42,605,915	40,442,206	522,230,709	7.33	1,305,576,773	40%
2015	2014	205,946,035	231,703,614	69,346,736	36,366,027	45,781,832	497,580,580	7.89	1,243,951,450	40%
2016	2015	204,825,623	263,827,815	70,667,696	28,473,445	42,975,873	524,818,706	7.89	1,312,046,765	40%
2017	2016	203,841,147	277,916,108	76,877,775	22,710,031	39,768,220	541,576,841	7.77	1,353,942,103	40%
2018	2017	209,337,571	274,171,995	74,968,574	18,844,526	40,067,121	537,255,545	7.64	1,343,138,863	40%
2019	2018	212,507,581	280,716,183	80,913,955	15,776,665	38,802,850	551,111,534	7.64	1,377,778,835	40%
2020	2019	235,403,228	312,658,439	80,325,754	14,139,834	41,293,820	601,233,435	7.08	1,503,083,588	40%
2021	2020	264,978,303	300,844,188	77,282,873	13,017,819	37,669,618	618,453,565	7.08	1,546,133,913	40%
2022	2021	295,575,443	307,520,720	77,439,691	12,318,932	41,067,836	651,786,950	6.25	1,629,467,375	40%
2023	2022	362,678,674	324,938,574	87,625,160	12,294,181	61,739,277	725,797,312	7.08	1,814,493,280	40%

Source: Spalding County Tax Commissioner

^(a) Other property consists of agricultural, utilities, historic, mobile homes, etc.

CITY OF GRIFFIN, GEORGIA

**DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$1,000 of assessed value)**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Municipal rates										
City of Griffin:										
Maintenance and operations	14.97	14.37	14.37	14.37	14.64	14.65	13.62	14.08	14.08	14.08
Sales tax reduction	(7.64)	(6.48)	(6.48)	(6.60)	(7.00)	(7.01)	(6.54)	(7.00)	(6.99)	(6.99)
Total City of Griffin	7.33	7.89	7.89	7.77	7.64	7.64	7.08	7.08	7.08	7.08
City of Orchard Hill maintenance and operations	6.31	6.31	6.30	6.30	5.94	5.61	5.61	5.63	5.59	5.59
City of Sunny Side maintenance and operations	5.00	5.00	5.00	5.00	5.00	4.79	4.79	4.18	4.64	6.00
Spalding County rates:										
Unincorporated maintenance and operations	16.01	16.01	15.66	15.66	16.53	16.54	16.54	16.14	16.14	16.14
Fire protection ⁽¹⁾	4.17	5.93	3.61	3.61	3.61	3.61	3.61	3.61	3.48	5.92
Insurance premium rollback ⁽¹⁾	(1.76)	(1.76)	-	-	-	-	-	-	-	(2.44)
Board of Education	19.47	18.74	18.57	18.57	18.06	17.08	17.08	16.74	16.74	16.74
State of Georgia	0.15	0.05	0.05	-	-	-	-	-	-	-
Total unincorporated Spalding County	38.04	38.97	37.89	37.84	38.20	37.22	37.22	36.49	36.36	36.36
Total Municipalities:										
City of Griffin	42.96	42.69	42.17	42.00	42.23	40.70	40.70	39.96	39.96	39.96
City of Orchard Hill	41.94	41.11	40.58	40.53	40.53	39.22	42,832.00	42.12	41.95	38.47
City of Sunny Side	40.63	39.80	39.28	39.23	39.59	38.40	42.01	37.06	37.52	38.88

Source: Spalding County Tax Commissioner

⁽¹⁾ Fire protection and insurance premium rollback is applied only to unincorporated rates.

CITY OF GRIFFIN, GEORGIA

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30, ^(a)	Digest Tax Year	Taxes Levied for the Fiscal Year ^(a)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		Total Taxes Outstanding
			Amount	Percentage of Levy		Amount	Percentage of Levy	
2014	2013	4,623,024	4,523,644	97.85%	70,862	4,594,506	99.38%	28,518
2015	2014	4,179,677	3,992,554	95.52%	148,152	4,140,706	99.07%	38,971
2016	2015	4,150,605	3,995,573	96.26%	93,950	4,089,523	98.53%	61,082
2017	2016	4,208,594	4,004,048	95.14%	186,531	4,190,579	99.57%	204,546
2018	2017	4,175,013	3,851,564	92.25%	200,661	4,052,225	97.06%	182,229
2019	2018	4,209,941	3,924,257	93.21%	174,045	4,098,302	97.35%	285,684
2020	2019	4,258,636	3,920,562	92.06%	147,225	4,067,787	95.52%	320,674
2021	2020	4,466,569	4,104,268	91.89%	147,225	4,251,493	95.18%	362,301
2022	2021	4,616,607	4,840,973	104.86%	164,743	5,005,716	108.43%	(389,109)
2023	2022	5,140,822	4,911,187	95.53%	218,452	5,129,639	99.78%	11,183

Sources: Spalding County Tax Commissioner's Office and City of Griffin Department of Finance.

^(a) Digest tax year levied actually fund the following fiscal year (i.e., taxes levied for 2022 are used for fiscal year ended in 2023).

CITY OF GRIFFIN, GEORGIA

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
	(In thousands)		Value	(In thousands)		Value
Transcontinental	\$ 35,263	1	1.94%	\$ -		-
Bridgestone / Bandag Inc.	31,909	2	1.76%	24,992	2	1.91%
North Griffin Square	25,022	3	1.38%	-		-
International Paper	20,553	4	1.13%	21,286	4	1.63%
Kroger Co	19,406	5	1.07%	15,458	5	1.18%
RPM Living Investments LLC	16,935	6	0.93%	-		-
BVA Spalding	15,753	7	0.87%	-		-
Atlanta Gas Light Company	14,842	8	0.82%	-		-
Griffin Crossroads, LLC	13,529	9	0.75%	-		-
Walmart Stores Inc	13,227	10	0.73%	22,215	3	1.70%
Wellstar Regional Hospital	-		-	42,398	1	3.25%
Lowes Home Centers, Inc.	-		-	12,977	6	0.99%
First National Bank of Georgia	-		-	11,049	7	0.85%
Home Depot	-		-	10,534	8	0.81%
Southwood Walden Point	-		-	10,424	9	0.80%
NACOM	-		-	9,612	10	0.74%
Total	\$ 206,439		11.38%	\$ 180,945		13.86%

Source: Spalding County Tax Assessor

CITY OF GRIFFIN, GEORGIA

**TOP TEN SEWER CUSTOMERS
CURRENT YEAR AND NINE YEARS AGO**

Customer	2023				2014			
	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues
1888 Mills Inc	40,997,111	\$ 418,552	1	3.91%	-	-		-
Spalding County Law Enforcement	18,652,899	198,585	2	1.9%	-	-		-
Griffin Spalding County Schools	18,512,925	207,450	3	1.9%	35,326,400	\$ 545,422	2	7.8%
Wellstar Spalding Regional Hospital	10,367,832	114,298	4	1.1%	22,377,400	\$89,765	4	1.3%
Bandag Inc	8,863,015	96,141	5	0.9%	13,688,400	110,904	9	1.6%
Caterpillar Inc	7,849,606	85,610	6	0.8%	-	-		-
Griffin Crossings Apartments/1597 W McIntosh Rd LLC	7,067,819	79,918	7	0.7%	-	-		-
Walden Pointe Apartments	6,471,524	75,439	8	0.7%	-	-		-
Spalding Co C I	6,356,919	67,274	9	0.6%	15,361,400	134,555	8	1.9%
Otsuka Chemical America, Inc.	6,165,713	65,283	10	0.6%	-	-		-
Southern Terry	-	-		0.0%	73,050,600	546,850	1	7.8%
AMI Griffin-Spalding Co. Hospital	-	-		-	30,648,600	243,596	3	3.5%
Griffin Housing Authority	-	-		-	21,507,800	170,148	5	2.4%
Northside Hills Apartments	-	-		-	20,968,600	156,988	6	2.3%
Spalding Co C I	-	-		-	15,364,800	119,144	7	1.7%
Brightmoor Health	-	-		-	12,134,400	78,165	10	1.1%
	<u>90,308,253</u>	<u>\$ 989,999</u>		<u>9.3%</u>	<u>260,428,400</u>	<u>\$ 2,195,537</u>		<u>31.5%</u>

Source: City of Griffin Utility Billing Department

CITY OF GRIFFIN, GEORGIA

**TOP TEN WATER CUSTOMERS
CURRENT YEAR AND NINE YEARS AGO**

Customer	2023				2014			
	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues
Coweta County Water and Sewer	860,239,080	\$ 6,156,900	1	34.5%	1,081,528,900	2,784,323	2	23.9%
Spalding County Water Authority	842,115,710	5,858,808	2	32.9%	750,983,300	7,774,310	1	66.7%
City of Zebulon	101,489,941	475,975	4	2.7%	-	-	-	-
1888 Mills Inc	52,104,589	364,924	3	2.0%	55,384,000	440,353	3	3.8%
Wellstar Spalding Regional Hospital	14,685,153	119,410	5	0.7%	-	-	-	-
Griffin Spalding County Schools	11,202,160	98,946	6	0.6%	-	-	-	-
Griffin Crossings Apartments/1597 W McIntosh Rd LLC	7,067,819	87,418	7	0.5%	-	-	-	-
City of Williamson	17,529,205	82,337	8	0.5%	12,200,700	96,997	6	0.8%
Bandag Inc	8,865,313	71,065	9	0.4%	13,316,000	83,049	7	0.7%
Butts County Wtr/Swr Authority	7,458,886	41,652	10	0.2%	-	-	-	-
Southern Terry	-	-	-	-	77,127,600	390,697	4	3.4%
Spalding Regional	-	-	-	-	29,673,400	151,440	5	1.3%
International Paper	-	-	-	-	7,757,400	50,592	8	0.4%
Griffin Health Care Center 1762	-	-	-	-	8,753,000	49,485	9	0.4%
Exopack	-	-	-	-	8,066,600	23,646	10	0.2%
	<u>1,922,757,855</u>	<u>\$ 13,357,435</u>		<u>74.9%</u>	<u>2,044,790,900</u>	<u>\$ 11,844,892</u>		<u>101.7%</u>

Source: City of Griffin Utility Billing Department

CITY OF GRIFFIN, GEORGIA
TOP TEN ELECTRIC CUSTOMERS
CURRENT YEAR AND NINE YEARS AGO

Customer	2023				2014			
	Usage (in kWh)	Charges	Rank	Percentage of Total Revenues	Usage (in kWh)	Charges	Rank	Percentage of Total Revenues
Bandag Inc	17,586,200	\$ 1,628,159	1	3.2%	18,463,200	\$ 1,585,012	2	3.8%
Coveris	15,962,500	1,399,113	2	2.8%	15,346,000	970,555	4	2.4%
Caterpillar Inc	10,441,389	1,115,752	3	2.2%	11,405,400	944,191	5	-
Wellstar Spalding Regional Hospital	8,251,242	893,124	4	1.8%	8,787,657	787,263	6	1.9%
International Paper	8,133,600	810,807	5	1.6%	7,967,400	645,398	7	1.6%
City of Griffin Wastewater Treatment Plant	6,343,200	757,496	6	1.5%	16,588,135	1,606,452	1	3.9%
UGA Griffin Campus	6,459,600	677,990	7	1.3%	5,935,200	575,420	9	1.4%
Hoshizaki	5,017,200	492,289	8	1.0%	-	-	-	-
Vernay Mfg Co	5,359,200	453,223	9	0.9%	-	-	-	-
Toppan USA Inc	8,092,700	307,523	10	0.6%	-	-	-	-
Norcom	-	-	-	-	7,295,760	611,062	8	1.5%
Griffin Spalding County Schools	-	-	-	-	10,560,576	1,113,061	3	2.7%
Wal-Mart	-	-	-	-	-	-	-	0.0%
Southern Terry	-	-	-	-	5,927,000	508,587	10	1.2%
	<u>91,646,831</u>	<u>\$ 8,535,476</u>		<u>16.8%</u>	<u>108,276,328</u>	<u>\$ 9,347,001</u>		<u>20.4%</u>

Source: City of Griffin Utility Billing Department

CITY OF GRIFFIN, GEORGIA

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	Percentage of Estimated Actual Value of Taxable Property ⁽¹⁾	Percentage of Personal Income	Per Capita ⁽¹⁾
	Bonds	Financed Purchase	Inter-governmental Agreement	Water Revenue Bonds	Notes Payable	Financed Purchase	Inter-governmental Agreement				
2014	858,862	3,677,353	-	62,440,082	1,356,683	313,172	46,729	68,692,881	12.73%	2,271.82	2,905.42
2015	851,026	3,402,937	-	59,751,915	1,684,235	224,873	46,729	65,961,715	12.57%	2,000.36	2,789.90
2016	11,484,304	408,940	-	57,002,964	7,377,568	144,356	-	76,418,132	14.11%	2,624.34	3,293.89
2017	11,251,124	342,159	3,300,000	54,192,457	19,650,922	452,084	-	89,188,746	16.60%	2,909.72	3,889.95
2018	10,114,912	523,145	3,285,000	51,308,377	24,687,583	1,050,089	-	90,969,106	16.51%	2,963.94	3,847.61
2019	8,267,074	925,246	3,052,500	48,335,655	35,136,427	1,228,257	-	96,945,159	7.04%	3,069.15	4,237.48
2020	6,399,466	758,224	2,815,000	45,274,957	39,872,947	1,409,049	-	96,529,643	7.01%	3,055.99	4,219.32
2021	4,529,057	780,390	2,570,000	42,121,953	43,869,299	1,229,026	-	95,099,725	6.90%	3,014.06	4,168.66
2022	2,638,062	613,858	2,320,000	38,875,810	55,382,243	1,922,290	-	101,752,263	7.39%	3,224.91	4,460.28
2023	723,318	947,373	2,062,500	34,820,000	61,909,049	2,162,649	-	102,624,889	7.45%	3,252.56	4,498.53

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements

⁽¹⁾ See Page 132, Assessed Value and Estimated Actual Value of Taxable Property for property values and Page 144, Demographic Statistics for population data.

CITY OF GRIFFIN, GEORGIA

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property ⁽¹⁾</u>	<u>Per Capita ⁽¹⁾</u>
2014	\$ 851,026	\$ -	\$ 851,026	0.07%	35.99
2015	11,484,304	-	11,484,304	0.92%	495.01
2016	11,251,124	-	11,251,124	0.86%	490.72
2017	10,114,912	-	10,114,912	0.75%	427.82
2018	8,267,074	-	8,267,074	0.62%	361.35
2019	8,267,074	-	8,267,074	0.60%	362.38
2020	6,399,466	-	6,399,466	0.46%	280.52
2021	4,529,057	-	4,529,057	0.33%	199.74
2022	2,638,062	-	2,638,062	0.19%	112.52
2023	723,318	-	723,318	0.05%	30.85

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements

⁽¹⁾ See Page 133, Assessed Value and Estimated Actual Value of Taxable Property for property values and Page 145, Demographic Statistics for population data.

CITY OF GRIFFIN, GEORGIA

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(In thousands)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Debt limit	\$ 52,223	\$ 49,758	\$ 52,482	\$ 54,158	\$ 53,726	\$ 55,111	\$ 60,123	\$ 61,845	\$ 65,179	\$ 72,580
Total net debt applicable to limit	859	851	11,484	11,251	10,115	8,267	6,399	4,529	2,638	723
Legal debt margin	<u>\$ 51,364</u>	<u>\$ 48,907</u>	<u>\$ 40,998</u>	<u>\$ 42,907</u>	<u>\$ 43,611</u>	<u>\$ 46,844</u>	<u>\$ 53,724</u>	<u>\$ 55,446</u>	<u>\$ 62,541</u>	<u>\$ 71,857</u>
Total net debt applicable to the limit as a percentage of debt limit	1.64%	1.71%	21.88%	20.77%	18.83%	15.00%	10.64%	7.32%	4.05%	1.00%
Legal Debt Margin Calculation for Fiscal Year 2023										
Total assessed value										\$ 787,537
Less Exempt										61,739
Total taxable assessed value										<u>725,798</u>
Debt limit (10% of total taxable assessed value)										72,580
Debt applicable to limit										<u>723</u>
Legal debt margin										<u>\$ 71,857</u>

Note: Under state finance law, the City's outstanding general obligation debt should not exceed 10% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Digest tax year levied actually fund the following fiscal year (i.e., taxes levied for 2022 are used for fiscal year ended in 2023)

CITY OF GRIFFIN, GEORGIA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2023
(In thousands)**

Jurisdiction	Debt Outstanding	Percentage Applicable to City of Griffin ⁽¹⁾	Amount Applicable to City of Griffin
General Obligation			
Griffin-Spalding County Airport Authority	\$ 4,125	50.00%	\$ 2,063
Direct:			
City of Griffin tax allocation bonds	\$ 723	100.00%	\$ 723
City of Griffin intergovernmental payable	2,063	100.00%	2,063
City of Griffin financed purchase	947	100.00%	947
Total	\$ 3,733		\$ 3,733
Total direct and overlapping	\$ 7,858		\$ 5,795

⁽¹⁾ The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the City's boundaries and dividing it by the County's total taxable assessed value.

CITY OF GRIFFIN, GEORGIA

**REVENUE BOND COVERAGE – COMBINED PUBLIC UTILITY REVENUE BONDS
LAST TEN FISCAL YEARS
(In thousands)**

Fiscal Year	Operating Revenue ⁽¹⁾	Direct Operating Expenses ⁽²⁾	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2014	\$ 67,080	\$ 46,472	\$ 20,608	\$ 2,293	\$ 2,225	\$ 4,518	4.56
2015	68,236	47,775	20,461	2,354	2,194	4,548	4.50
2016	73,290	47,253	26,037	2,419	2,130	4,549	5.72
2017	69,501	48,146	21,355	2,487	2,092	4,579	4.66
2018	70,297	48,246	22,051	2,570	1,974	4,544	4.85
2019	77,213	51,716	25,497	2,675	1,871	4,546	5.61
2020	79,520	51,698	27,822	2,780	1,871	4,651	5.98
2021	79,247	54,414	24,833	2,890	1,871	4,761	5.22
2022	78,518	56,316	22,202	3,000	1,871	4,871	4.56
2023	89,308	64,056	25,252	37,635	1,871	39,506	0.64

⁽¹⁾ Operating revenue includes operating revenue and interest of the Water/Wastewater fund and the Electric Fund.

⁽²⁾ Direct operating expenses do not include depreciation.

CITY OF GRIFFIN, GEORGIA

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Personal Income (In thousands)	Per Capita Personal Income (In thousands)	Unemployment Rate ⁽¹⁾
2014	23,643	\$ 30,237	\$ 0.78	12.70%
2015	23,643	32,975	0.72	8.60%
2016	23,200	29,119	0.80	7.60%
2017	22,928	30,652	0.75	6.00%
2018	23,643	30,692	0.77	5.60%
2019	22,878	31,587	0.72	3.80%
2020	22,813	31,552	0.72	8.80%
2021	22,675	22,049	1.03	6.50%
2022	23,446	22,848	1.03	5.00%
2023	23,523	23,922	0.98	3.40%

* Source - <http://quickfacts.census.gov> & <https://suburbanstas.org>

⁽¹⁾Source - <https://www.homefacts.com/unemployment/Georgia/Spalding-County/Griffin.html>

CITY OF GRIFFIN, GEORGIA

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2023			2014		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Caterpillar, Inc.	900	1	3.13%	900	1	4.16%
CareMaster Medical	600	2	2.09%	-	-	-
Norcom	280	3	0.98%	280	3	1.30%
1888 Mills	278	4	0.97%	-	-	-
AEP Industries	250	5	0.87%	250	4	1.16%
Hoshizaki America Inc	240	6	0.84%	-	-	-
Supreme Corporation	200	7	0.70%	200	5	0.93%
Bandag	170	8	0.59%	-	-	-
Vernay Manufacturing	165	9	0.57%	160	9	0.74%
Coveris LLC	160	10	0.56%	-	-	-
Southern Terry				375	2	1.74%
Fashion Industries, Inc				200	6	0.93%
William Carter Company				168	7	0.78%
EXOpack, LLC				160	8	0.74%
International Paper				150	10	0.69%
Total	<u>3,243</u>		<u>11.30%</u>	<u>2,843</u>		<u>13.17%</u>

* Sources - Griffin-Spalding County Chamber of Commerce/Revenue bonds series 1997/GA Dept. of Labor

CITY OF GRIFFIN, GEORGIA

**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government										
Administration	30	30	30	32	33	32	32	32	31	30
Judicial	2	3	3	2	4	4	4	5	4	4
Public safety	172	158	156	155	157	151	149	156	158	147
Public works	46	44	46	49	49	50	39	38	47	45
Development	6	6	6	6	5	3	4	10	9	11
Water/wastewater operations	73	67	53	78	69	74	77	71	79	81
Electric operations	64	61	59	59	58	54	59	52	60	50
Solid waste operations	40	38	36	41	39	36	41	33	40	47
Golf course operations	9	8	13	14	12	9	11	14	8	12
Airport operations	-	-	-	-	-	4	4	4	4	4
Welcome Center	-	-	-	-	-	-	-	-	-	-
Stormwater	14	16	13	14	15	14	15	17	16	20
Motor pool	11	10	11	9	10	9	9	10	11	11
Total	<u>467</u>	<u>441</u>	<u>426</u>	<u>459</u>	<u>451</u>	<u>440</u>	<u>444</u>	<u>442</u>	<u>467</u>	<u>462</u>

Source: City Finance Department.

CITY OF GRIFFIN, GEORGIA

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Physical arrests	3,650	3,950	2,149	3,020	3,387	3,882	2,789	2,751	2,852	2,802
Parking violations	5	-	-	10	2	2	3	4	8	10
Traffic violations	9,439	10,891	7,803	6,997	8,560	10,111	7,117	6,419	8,378	8,500
Fire										
Emergency responses	1,770	1,566	2,089	2,147	2,254	2,187	2,262	2,642	2,974	3,459
Fires extinguished	166	139	59	113	136	179	172	156	161	186
Inspections	1,103	1,223	1,525	1,687	1,684	1,614	1,880	1,756	1,685	1,672
Refuse Collection										
Refuse collected (tons per day)	36	37	-	-	-	-	-	40	40	40
Other Public Works										
Street resurfacing (miles)	2	1	2	2	2	2	2	3	4	4
Potholes repaired	482	466	805	318	331	915	612	817	897	894
Parks and recreation										
Athletic field permits issued	115	-	-	-	-	-	-	-	-	-
Water										
New connections	13	13	7	18	52	91	81	159	52	60
Water main breaks	20	20	30	19	58	53	40	51	39	40
Average daily consumption (millions of gallons)	9.14	9.14	9.00	9.86	31.00	7.38	7.63	8.28	7.78	8.13
Peak daily consumption (millions of gallons)	12.02	12.02	12.77	14.19	17.55	16.09	17.33	12.65	15.08	15.00
Wastewater										
Average daily sewage treatment (millions of gallons)	3.85	3.85	3.86	3.03	3.23	3.91	3.97	3.53	3.37	3.37

Sources: Various City departments.

CITY OF GRIFFIN, GEORGIA

**CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Stations	2	2	2	2	2	1	1	2	2	2
Zone officers	56	52	45	87	80	80	80	60	82	43
Patrol units	74	70	66	100	100	90	90	69	86	52
Fire stations	3	3	3	3	4	4	4	4	4	4
Public works										
Streets (miles)	140	138	140	140	140	139	140	139	139	139
Streetlights	879	879	879	879	879	1,143	1,174	1,180	1,425	1,420
Traffic signals	76	58	69	65	65	65	40	65	65	65
Parks and recreation										
Acreage	210	210	194	200	200	200	200	200	200	136
Playgrounds	5	4	5	5	5	5	5	4	4	4
Water										
Water mains (miles)	212	212	213	213	213	212	212	204	226	229
Fire hydrants	1,426	1,130	1,130	1,130	1,130	1,394	1,394	1,148	1,172	1,175
Storage capacity (thousands of gallons)	750	500	500	500	500	500	1,100	1,100	1,100	1,100
Wastewater										
Sanitary sewers (miles)	233	234	231	254	254	254	237	237	232	238
Storm sewers (miles)	65	67	80	67	67	67	63	77	64	64
Treatment capacity (thousands of gallons)	5.75	5.75	5.75	5.75	5.75	9.50	6.75	6.75	6.75	6.75

Sources: Various City departments.

Note: No capital asset indicators are available for the general government functions

COMPLIANCE SECTION



**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 Members
of the City Commission
City of Griffin, Georgia
Griffin, Georgia**

We have audited, 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, 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 the **City of Griffin, Georgia** (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Griffin, Georgia's basic financial statements, and have issued our report thereon dated December 28, 2023

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 financial statements. 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 City of Griffin, Georgia's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Macon, Georgia
December 28, 2023



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the **City of Griffin, Georgia's** (the "City") compliance with the types of compliance requirements described as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. The City's major federal programs are identified in the Summary of Auditor's Results Section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("*Government Auditing Standards*"); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Macon, Georgia
December 28, 2023

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-through Grantor/Program Title	Federal AL Number	Grant Identification Number	Total Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Transportation</u>				
(Passed through the Georgia Department of Transportation)				
Airport Improvement Program	20.106	AP021-9041-34(255)	10,542	-
Airport Improvement Program	20.106	AP023-9066-39(255)	42,655	-
Total U.S. Department of Transportation			<u>53,197</u>	<u>-</u>
<u>U.S. Department of Homeland Security</u>				
(Passed through Georgia Emergency Management Agency)				
Disaster Grants- Public Assistance	97.036	FEMA-4685-DR-GA	4,271,746	-
Total U.S. Department of Homeland Security			<u>4,271,746</u>	<u>-</u>
<u>Department of Justice</u>				
(Passed through the Georgia Emergency Management Agency)				
2020 COPS Hiring Program 2020	16.710	2020UMWX0233	131,795	-
Equitable Sharing Program-Police Department	16.922	GA1260100	25,028	-
Total Department of Justice			<u>156,823</u>	<u>-</u>
<u>U.S. Environmental Protection Agency</u>				
(Passed through the Georgia Department of Natural Resources)				
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-DW2019032	1,040	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-DW2020038	462,827	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-CW2020030	989,864	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-CW2019017	833,474	-
Total U.S. Environmental Protection Agency			<u>2,287,205</u>	<u>-</u>
<u>Georgia Department of Community Affairs</u>				
Community Development Block Grant 2020	14.228	20p-x-126-2-6135	114,161	-
Community Development Block Grant 2021	14.228	21p-x-126-2-6218	699,854	-
Total Georgia Department of Community Affairs			<u>814,014</u>	<u>-</u>
<u>Department of Treasury</u>				
Coronavirus Relief Fund ("CSLFRF ARPA")	21.027	N/A	1,269,459	-
Total Department of Treasury			<u>1,269,459</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 8,852,444</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS JUNE 30, 2023

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Griffin, Georgia (the "City"), and is presented on the modified accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The City chose not to use the 10% de minimis cost rate for the year ended June 30, 2023.

NOTE 3. NON-CASH AWARDS

The City did not receive non-cash federal awards during the year ended June 30, 2023.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP. Unmodified

Internal control over financial reporting:
Material weaknesses identified? ___ Yes X No

Significant deficiencies identified not considered to be material weaknesses? ___ Yes X None Reported

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major programs:
Material weaknesses identified? ___ Yes X No

Significant deficiencies identified not considered to be material weaknesses? ___ Yes X None Reported

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with the 2CFR 200.516 (a)? ___ Yes X No

Identification of major program:

AL Number	Name of Federal Program or Cluster
66.458	U.S. Environmental Protection Agency Capitalization Grants for Clean Water State Revolving
97.036	U.S. Department of Homeland Security Disaster Grants – Public Assistance
21.027	Department of Treasury Coronavirus Relief Fund (“CSLFRF ARPA”)

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**SECTION I (CONTINUED)
SUMMARY OF AUDIT RESULTS (CONTINUED)**

Dollar threshold used to distinguish between
Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

Yes No

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None reported.

**SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

None reported.

CITY OF GRIFFIN, GEORGIA

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

STATUS OF PRIOR YEAR AUDIT FINDINGS

None reported.