

CITY OF GRIFFIN, GEORGIA

FINANCIAL STATEMENTS

JUNE 30, 1995

CITY OF GRIFFIN, GEORGIA  
 FINANCIAL STATEMENTS  
 AS OF JUNE 30, 1995  
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# GREENWAY, SMITH & HAISTEN, P. C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

## INDEPENDENT AUDITOR'S REPORT

The Mayor and Commission  
The City of Griffin  
Griffin, Georgia

We have audited the accompanying general purpose financial statements of the City of Griffin, Georgia as of June 30, 1995, and for the year then ended. These general purpose financial statements are the responsibility of the City of Griffin, Georgia management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Griffin, Georgia as of June 30, 1995, and the results of its operations and cash flows of its proprietary and similar trust fund types for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining, individual fund, and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the City of Griffin, Georgia at June 30, 1995, and the results of operations of such funds and cash flows of individual proprietary and similar trust funds for the year then ended, in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as schedules in the table of contents are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of the City of Griffin, Georgia.

The information in these schedules has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

In accordance with Government Auditing Standards, we have also issued a report dated September 29, 1995 on our consideration of City of Griffin's internal control structure and a report dated September 29, 1995 on its compliance with laws and regulations.

*Greenway, Smith & Hinton, P.C.*  
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Certified Public Accountants

September 29, 1995

CITY OF GRIFFIN, GEORGIA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 JUNE 30, 1995

	Governmental Fund Types		Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals		Component Unit-Airport	Totals (Memorandum Only) Reporting Entity		
	General	Debt Service			Enterprise	Trust and Agency	General	General-Long Term Debt			Primary Government	Airport
<b>ASSETS</b>												
Cash	\$ 648,055	\$ 9	\$ 1,500	\$ 181,447	\$ -	\$ -	\$ 831,011	\$ 11,838	\$ 842,849			
Investments	2,032,237	15,321	-	14,485,605	-	-	16,533,163	-	16,533,163			
Receivables, net of allowances for uncollectible	-	-	4,239,779	-	-	-	4,239,779	6,783	4,246,562			
Property taxes receivable	209,163	10,842	-	-	-	-	220,005	-	220,005			
A/R other	477	-	-	-	-	-	477	-	477			
A/R Airport	32,445	-	-	-	-	-	32,445	-	32,445			
Due from other funds	258,554	-	117,355	20,227	-	-	396,136	-	396,136			
Prepaid expenses	122,668	-	83,167	-	-	-	205,835	-	205,835			
Inventories	31,762	-	759,836	-	-	-	791,598	10,074	801,672			
Restricted assets	-	-	11,340,111	-	-	-	11,340,111	-	11,340,111			
Property, plant and equipment, net of accumulated depreciation	-	-	26,049,977	-	16,338,257	-	42,388,234	476,916	42,865,150			
Amount available in Debt Service Fund	-	-	-	-	-	26,172	26,172	-	26,172			
Amount to be provided for Landfill postclosure	-	-	-	-	-	139,400	139,400	-	139,400			
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	1,290,907	1,290,907	-	1,290,907			
<b>Total Assets</b>	<b>\$ 3,335,361</b>	<b>\$ 26,172</b>	<b>\$ 42,591,725</b>	<b>\$ 14,687,279</b>	<b>\$ 16,338,257</b>	<b>\$ 1,456,479</b>	<b>\$ 78,435,273</b>	<b>\$ 505,611</b>	<b>\$ 78,940,884</b>			

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 JUNE 30, 1995

	Governmental Fund Types		Proprietary Fund Types	Fiduciary Fund Types	Accounts Groups		Totals (Memorandum Only) Primary Only	Component Unit-Airport	Totals (Memorandum Only) Reporting Entity
	General	Debt Service			Enterprise	Trust and Agency			
<b>LIABILITIES</b>									
Accounts payable	\$ 187,353	\$ -0-	\$ 150,234	\$ -0-	\$ -0-	\$ -0-	\$ 304,081	\$ 32,668	\$ 336,749
Checking over-draft	-0-	-0-	109,840	-0-	-0-	-0-	109,840	-0-	109,840
Due to other funds	137,582	-0-	258,554	-0-	-0-	-0-	396,136	-0-	396,136
Accrued expenses	151,682	-0-	57,329	-0-	-0-	-0-	209,011	-0-	209,011
Consumer Deposits	-0-	-0-	969,584	-0-	-0-	-0-	969,584	-0-	969,584
Long-term debt	-0-	-0-	560,428	-0-	-0-	-0-	560,428	-0-	560,428
Notes payable	-0-	-0-	-0-	-0-	-0-	764,764	764,764	-0-	764,764
Capital lease obligation	-0-	-0-	-0-	-0-	-0-	139,400	139,400	-0-	139,400
Landfill obligation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
General obligations bonds payable	-0-	-0-	-0-	-0-	-0-	552,315	552,315	-0-	552,315
Revenue bonds payable	-0-	-0-	12,789,415	-0-	-0-	-0-	12,789,415	-0-	12,789,415
Total Liabilities	476,617	-0-	14,895,384	-0-	-0-	1,456,479	16,794,974	32,668	16,827,642
<b>FUND EQUITY</b>									
Contributed capital and retained earnings	-0-	-0-	27,696,341	-0-	-0-	-0-	27,696,341	472,943	28,169,284
Investment in General Fixed Assets	-0-	-0-	-0-	-0-	16,338,257	-0-	16,338,257	-0-	16,338,257
Fund balance	400,215	-0-	-0-	-0-	-0-	-0-	402,548	-0-	402,548
Reserved	2,458,529	26,172	-0-	14,687,279	-0-	-0-	17,203,153	-0-	17,203,153
Undesignated	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Fund Equity	2,858,744	26,172	27,696,341	14,687,279	16,338,257	-0-	61,640,299	472,943	62,113,242
Total Liabilities and Fund Equity	\$ 3,335,361	\$ 26,172	\$ 42,591,725	\$ 14,687,279	\$ 16,338,257	\$ 1,456,479	\$ 78,435,273	\$ 505,611	\$ 78,940,884

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES  
 JUNE 30, 1995

	<u>General</u>	<u>Debt Service</u>	<u>Total Memorandum Only</u>
<b>REVENUES</b>			
Property Taxes	\$ 2,610,956	\$124,233	\$ 2,735,189
Alcoholic Beverage Taxes	447,910	-0-	447,910
Hotel/Motel Tax	45,907	-0-	45,907
Sales Tax	1,499,220	-0-	1,499,220
Insurance Premium Tax	664,847	-0-	664,847
Occupational Tax	608,790	-0-	608,790
Franchise Fees	409,132	-0-	409,132
Building Permits	130,854	-0-	130,854
Maps/Codes/Zoning	7,002	-0-	7,002
DCA Grant	88,000	-0-	88,000
DOT Grant	92,669	-0-	92,669
Cemetery Fees	100,977	-0-	100,977
Sanitation Fees	2,663,030	-0-	2,663,030
Police Fines & Forfeitures	642,113	-0-	642,113
Golf Fees	270,491	-0-	270,491
Investment Income	77,257	-0-	77,257
Miscellaneous	94,960	-0-	94,960
Other Grants	<u>5,768</u>	<u>-0-</u>	<u>5,768</u>
 Total Revenues	 <u>10,459,883</u>	 <u>124,233</u>	 <u>10,584,116</u>
<b>EXPENDITURES</b>			
Current -			
City Commission	118,280	-0-	118,280
City Manager	163,139	-0-	163,139
Personnel	99,773	-0-	99,773
Legal	112,239	-0-	112,239
Zoning/Code Enforcement	189,609	-0-	189,609
Community Development	112,461	-0-	112,461
Finance	699,835	-0-	699,835
Public Works	2,419,075	-0-	2,419,075
Solid Waste	3,202,608	-0-	3,202,608
Fire	2,152,003	-0-	2,152,003

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



CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES  
 JUNE 30, 1995

	<u>General</u>	<u>Debt Service</u>	<u>Total Memorandum Only</u>
Police	3,081,128	-0-	3,081,128
Non-Departmental	3,742,741	-0-	3,742,741
Recycling/Clean Community	25,512	-0-	25,512
Principal Retirement	-0-	100,000	100,000
Interest and Fiscal Agent Fees	<u>-0-</u>	<u>25,879</u>	<u>25,879</u>
 Total Expenditures	 <u>16,118,403</u>	 <u>125,879</u>	 <u>16,244,282</u>
 Excess (deficiency) of funds Available over Expenditures	 ( 5,658,520)	 ( 1,646)	 ( 5,660,166)
 OTHER FINANCING SOURCES			
 Transfers from other funds	 <u>5,290,052</u>	 <u>11,368</u>	 <u>5,301,420</u>
 Total other financing sources	 <u>5,290,052</u>	 <u>11,368</u>	 <u>5,301,420</u>
 Excess (deficiency) of funds available and other financing sources over expenditures	 (368,468)	 9,722	 (358,746)
Fund Balance, Beginning of year	<u>3,227,212</u>	<u>16,450</u>	<u>3,243,662</u>
 Fund Balance, End of year	 <u>\$ 2,858,744</u>	 <u>\$ 26,172</u>	 <u>\$ 2,884,916</u>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 GENERAL AND DEBT SERVICE FUNDS  
 JUNE 30, 1995

	General Fund			Debt Service		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>						
Property Taxes	\$ 2,644,800	\$ 2,610,956	(\$ 33,844)	\$ -0-	\$ 124,233	\$124,233
Alcoholic Beverage Taxes	451,000	447,910	( 3,090)			
Hotel/Motel Tax	47,000	45,907	( 1,093)			
Sales Tax	1,480,000	1,499,220	19,220			
Insurance Premium Tax	665,000	664,847	( 153)			
Occupational Tax	670,000	608,790	( 61,210)			
Franchise Fees	455,000	409,132	( 45,868)			
Building Permits	130,000	130,854	854			
Maps/Codes/Zoning	7,000	7,002	2			
DCA Grant	100,000	88,000	( 12,000)			
DOT Grant	100,000	92,669	( 7,331)			
Cemetery Fees	96,000	100,977	4,977			
Sanitation Fees	2,662,000	2,663,030	1,030			
Police Fines & Forfeitures	667,000	642,113	( 24,887)			
Golf Fees	234,000	270,491	36,491			
Investment Income	50,000	77,257	27,257			
Miscellaneous	94,300	94,960	660			
Other Grants	-0-	5,768	5,768			
<b>Total Revenues</b>	<b>10,553,100</b>	<b>10,459,883</b>	<b>(93,217)</b>	<b>-0-</b>	<b>124,233</b>	<b>124,233</b>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 GENERAL AND DEBT SERVICE FUNDS  
 JUNE 30, 1995

	General Fund			Debt Service		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>EXPENDITURES</b>						
Current -						
City Commission	102,800	118,280	( 15,480)	-0-	-0-	-0-
City Manager	168,400	163,139	5,261			
Personnel	98,200	99,773	( 1,573)			
Legal	111,900	112,239	( 339)			
Zoning/Code						
Enforcement	197,600	189,609	7,991			
Community Development	106,500	112,461	( 5,961)			
Finance	686,650	699,835	( 13,185)			
Public Works	2,380,850	2,419,075	( 38,225)			
Sanitation	3,095,350	3,202,608	( 107,258)			
Fire	2,112,750	2,152,003	( 39,253)			
Police	3,001,200	3,081,128	( 79,928)			
Non-Departmental	3,947,100	3,742,741	204,359			
Recycling/Clean Community	25,000	25,512	( 512)			
Principal Retirement	-0-	-0-	-0-	-0-	100,000	( 100,000)
Interest and Fiscal						
Agent Fees	-0-	-0-	-0-	-0-	25,879	( 25,879)
Airport	-0-	-0-	-0-	-0-	-0-	-0-
<b>Total Expenditures</b>	<b>16,034,300</b>	<b>16,118,403</b>	<b>( 84,103)</b>	<b>-0-</b>	<b>125,879</b>	<b>( 125,879)</b>
<b>Excess (deficiency) of funds available over expenditures</b>	<b>( 5,481,200)</b>	<b>( 5,658,520)</b>	<b>( 177,320)</b>	<b>-0-</b>	<b>( 1,646)</b>	<b>( 1,646)</b>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 GENERAL AND DEBT SERVICE FUNDS  
 JUNE 30, 1995

	General Fund			Debt Service		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Other financing sources						
Transfers from other funds	5,300,000	5,290,052	( 9,948)	-0-	11,368	11,368
Total other financing sources	<u>5,300,000</u>	<u>5,290,052</u>	<u>( 9,948)</u>	<u>-0-</u>	<u>11,368</u>	<u>11,368</u>
Excess (Deficiency) of funds available and other financing sources over expenditures & transfers	( 181,200)	( 368,468)	( 187,268)	-0-	9,722	9,722
Fund balance, Beginning of year	<u>3,227,212</u>	<u>3,227,212</u>	<u>-0-</u>	<u>16,450</u>	<u>16,450</u>	<u>-0-</u>
Fund balance, End of year	<u>\$ 3,046,012</u>	<u>\$ 2,858,744</u>	<u>(\$ 187,268)</u>	<u>\$ 16,450</u>	<u>\$ 26,172</u>	<u>\$ 9,722</u>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS  
 ALL PROPRIETARY FUND TYPES AND  
 DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 1995

	Proprietary Fund Types <u>Enterprise</u>	Fiduciary Fund Types	Total (Memorandum Only) Primary Government	Component Unit- Airport	Total (Memorandum Only) Reporting Entity
<b>Operating Revenues:</b>					
Electricity sales	\$23,852,686	\$ -0-	\$23,852,686		23,852,686
Water sales	4,686,211	-0-	4,686,211	-0-	4,686,211
Wastewater sales	2,404,376	-0-	2,404,376	-0-	2,404,376
Investment income	-0-	812,395	812,395	-0-	812,395
Contributions from other funds	-0-	1,221,323	1,221,323	-0-	1,221,323
Lot sales	-0-	28,435	28,435	-0-	28,435
Airport Fees/Revenues	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>643,334</u>	<u>643,334</u>
<b>Total operating Revenues</b>	<b>30,943,273</b>	<b>2,062,153</b>	<b>33,005,426</b>	<b>643,334</b>	<b>33,648,760</b>
<b>Operating Expenses:</b>					
<b>Electric:</b>					
Office of Director	64,344	-0-	64,344	-0-	64,344
<b>Technical</b>					
Services	17,997,970	-0-	17,997,970	-0-	19,442,383
Line					
Construction	639,436	-0-	639,436	-0-	639,436
Non-Departmental	415,622	-0-	415,622	-0-	415,622
Depreciation	<u>325,011</u>	<u>-0-</u>	<u>325,462</u>	<u>-0-</u>	<u>325,462</u>
<b>Total - Electric</b>	<b><u>19,442,383</u></b>	<b><u>-0-</u></b>	<b><u>19,442,383</u></b>	<b><u>-0-</u></b>	<b><u>19,442,383</u></b>
<b>Water-Wastewater</b>					
Office of Director	100,606	-0-	100,606	-0-	100,606
Water					
Production	936,113	-0-	936,113	-0-	936,113
Water					
Distribution	1,400,032	-0-	1,400,032	-0-	1,400,032
Wastewater					
Collection	113,753	-0-	113,753	-0-	113,753
Wastewater					
Treatment	558,850	-0-	558,850	-0-	558,850

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS  
 PROPRIETARY FUND TYPES AND  
 DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 1995

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	Proprietary Fund Types	Fiduciary Fund Types	Totals (Memorandum Only) Primary Government	Component Unit- Airport	Totals (Memorandum Only) Reporting Entity
Meter Reading	88,927	-0-	88,927	-0-	88,927
Non-Departmental Depreciation	654,529	-0-	654,529	-0-	654,529
	<u>685,310</u>	<u>-0-</u>	<u>685,531</u>	<u>-0-</u>	<u>685,310</u>
 Total - Water & Wastewater	 <u>4,538,120</u>	 <u>-0-</u>	 <u>4,538,120</u>	 <u>-0-</u>	 <u>4,538,120</u>
 <b>AIRPORT</b>					
Salaries & wages	-0-	-0-	-0-	97,702	97,702
Travel	-0-	-0-	-0-	3,045	3,045
Contractual Services	-0-	-0-	-0-	40,876	40,876
Materials & supplies	-0-	-0-	-0-	9,667	9,667
Fuel	-0-	-0-	-0-	513,975	513,975
Maintenance & repairs	-0-	-0-	-0-	35,565	35,565
Utilities	-0-	-0-	-0-	24,236	24,236
Depreciation	-0-	-0-	-0-	27,458	27,458
Non-Departmental	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>35,633</u>	<u>35,633</u>
 Total-Airport	 <u>-0-</u>	 <u>-0-</u>	 <u>-0-</u>	 <u>788,157</u>	 <u>788,157</u>
 Pension Payments	 -0-	 1,034,705	 1,034,705	 -0-	 1,034,705
Other	<u>-0-</u>	<u>52,224</u>	<u>52,224</u>	<u>-0-</u>	<u>52,224</u>
 Total Operating Expenses	 <u>23,980,503</u>	 <u>1,086,929</u>	 <u>1,086,969</u>	 <u>788,157</u>	 <u>1,086,929</u>
 Operating Income (loss)	 <u>6,962,770</u>	 <u>975,224</u>	 <u>7,937,994</u>	 <u>( 144,823)</u>	 <u>7,793,171</u>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS  
 ALL PROPRIETARY FUND TYPES  
 AND DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 1995

	<u>Proprietary Fund Types Enterprise</u>	<u>Fiduciary Fund Types</u>	<u>Totals (Memorandum Only) Primary Government</u>	<u>Component Unit- Airport</u>	<u>Totals (Memorandum Only) Reporting Entity</u>
Non-Operating Revenues (Expenses):					
Investment Revenue	610,286	-0-	610,286	717	611,003
Debt Service	( 698,285)	-0-	( 698,285)	-0-	( 698,285)
Contributions City/County	-0-	-0-	-0-	325,504	325,504
Grant Revenues	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>201,798</u>	<u>201,798</u>
 Total Non-Operating Revenue (Expense)	 ( 87,999)	 <u>-0-</u>	 ( 87,999)	 <u>528,019</u>	 <u>440,020</u>
 Income (loss) Before Other Financing Uses	 6,874,771	 975,224	 7,849,995	 383,196	 8,233,191
Other Financing uses:					
Operating Transfers Out	( 5,250,000)	( 51,419)	( 5,301,419)	<u>-0-</u>	(5,301,419)
Total Other Financing Uses/Sources	( 5,250,000)	( 51,419)	( 5,301,419)	<u>-0-</u>	(5,301,419)
 Net Income (loss)	 1,624,771	 923,805	 2,548,576	 383,196	 2,931,772
 Contributed Capital & Retained Earnings, Beginning of Year	 <u>26,071,570</u>	 <u>13,763,474</u>	 <u>39,835,044</u>	 <u>89,747</u>	 <u>39,924,791</u>
 Contributed Capital & Retained Earnings, End of Year	 <u>\$27,696,341</u>	 <u>\$14,687,279</u>	 <u>\$42,383,620</u>	 <u>\$472,943</u>	 <u>\$ 42,856,563</u>

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

CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF CASH FLOWS  
 ALL PROPRIETARY FUND TYPES AND  
 DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 1995

	Proprietary Fund Types <u>Enterprise</u>	Fiduciary Fund Types	Totals (Memorandum Only) Primary Government	Component Unit- Airport	Totals (Memorandum Only) Reporting Entity
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>					
Operating Income	\$ 6,982,770	\$ 166,275	\$ 7,129,045	(\$144,823)	\$ 6,984,222
<b>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:</b>					
Depreciation	1,010,321	-0-	1,010,321	27,458	1,037,779
<b>Changes in Assets and Liabilities:</b>					
(Increase) Decrease In Accounts Receivable	( 508,535)	-0-	( 508,535)	13,959	(494,576)
(Increase) Decrease In Inventory	( 162,573)	-0-	( 162,573)	( 226)	(162,799)
(Increase) Decrease In Due from Other Funds	( 1,228)	2,046	818	(53,187)	( 52,369)
(Increase) Decrease In Prepaid Insurance	( 14,893)	-0-	( 14,893)	-0-	(14,893)
Increase (Decrease) In Accounts Payable	133,518	-0-	133,518	32,668	166,186
Increase (Decrease) in Consumer Deposits	<u>34,5899</u>	<u>-0-</u>	<u>34,589</u>	<u>-0-</u>	<u>34,589</u>
Net Cash Provided by Operating Activities	<u>7,453,969</u>	<u>168,321</u>	<u>7,622,290</u>	<u>(124,151)</u>	<u>7,498,139</u>
<b>Cash Flows From Non-Capital Financing Activities</b>					
Operating Transfers In (Out)	<u>( 5,250,000)</u>	<u>( 51,419)</u>	<u>( 5,301,419)</u>	<u>325,504</u>	<u>( 4,975,915)</u>

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



CITY OF GRIFFIN, GEORGIA  
 COMBINED STATEMENT OF CASH FLOWS  
 ALL PROPRIETARY FUND TYPES AND  
 DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 1995

	<u>Proprietary Fund Types Enterprise</u>	<u>Fiduciary Fund Types</u>	<u>Totals (Memorandum Only) Primary Government</u>	<u>Component Unit- Airport</u>	<u>Totals (Memorandum Only) Reporting Entity</u>
Net Cash Provided by (Used For) Noncapital Financing Activities	( 5,250,000)	( 51,419)	( 5,301,419)	325,504	(4,975,915)
Cash Flows From Capital And Related Financing Activities					
Grant Revenues	-0-	-0-	-0-	201,798	201,798
Accrued interest and bond issue cost	( 17,224)	-0-	( 17,224)	-0-	( 17,224)
Acquisition and con- struction of capital assets	( 4,909,589)	-0-	( 4,909,589)	(391,466)	(5,301,055)
Principal on short and long term obliga- tions	( 923,481)	-0-	( 923,481)	-0-	( 923,481)
Interest paid on short and long term debt	( 681,061)	-0-	( 681,061)	-0-	( 681,061)
Net Cash Provided by (Used for) Capital and Related Financing Activities	( 6,531,355)	-0-	( 6,531,355)	(189,668)	(6,721,023)
Cash Flows From Investing Activities					
Interest on invest- ments	610,285	702,946	1,313,231	717	1,313,948
Gain (loss) on Securities	-0-	106,003	106,003	-0-	106,003
Net Cash Provided by Investing Activities	610,285	808,949	1,419,234	717	1,419,951
Net Increase (Decrease) In Cash	( 3,717,101)	925,851	( 2,791,250)	12,402	(2,778,848)
Cash and Restricted Cash July 1, 1994	14,948,872	13,741,201	28,690,073	( 564)	28,689,509
Cash and Restricted Cash June 30, 1995	<u>\$ 11,231,771</u>	<u>\$14,667,052</u>	<u>\$25,898,823</u>	<u>\$ 11,838</u>	<u>\$ 25,910,661</u>

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

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements report on the financial activities of the City of Griffin, Georgia. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: Public Safety-Police and Fire, Highways and Streets, Sanitation, Electricity, Water and Wastewater treatment, Culture-Recreation, Public Improvements, Planning and Zoning, and General Administrative Services.

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (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 government's accounting policies are described below.

(A) REPORTING ENTITY

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the City is able to exercise oversight responsibilities. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the City's reporting entity.

The component unit column in the combined financial statements include the financial data of the City's component unit, the Griffin-Spalding County Airport. The Airport is reported in the separate column to emphasize that it is legally separate from the City.

The Airport is jointly governed by the City of Griffin and Spalding County. However, their day-to-day operations are monitored by the City of Griffin and its employees are considered to be employees of the City of Griffin.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(continued)

Excluded from the Reporting Entity

Griffin Spalding County Hospital Authority, Griffin Spalding County Development Authority and the Griffin Spalding County Board of Education.

The Hospital Authority and Board of Education have separately elected and/or appointed boards and provide services to residents, generally within the geographic boundaries of the City. These are excluded from the reporting entity because the City does not have the ability to exercise influence or control over their daily operations, approve budgets or provide funding.

The Development Authority has a nine member board of which the City appoints two members. The City also has an ongoing financial responsibility to the Development Authority to help fund its budget. The City does not have the ability to exercise influence or control over their daily operations. The Development Authority is discussed in more detail later in the footnotes.

(B) FUND ACCOUNTING

The accounts of the City are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund or account group are summarized by providing a separate set of self-balancing accounts which include its assets, liabilities, fund equity, revenues and expenses or expenditures. The following funds and group of accounts are used by the City:

GOVERNMENTAL FUND TYPES

General Fund - The General Fund is the general operating fund of the City. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt including capital lease obligations, principal, interest and related costs.

Special Revenue Fund - Special Revenue Fund are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific programs.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(continued)

PROPRIETARY FUND TYPES

Enterprise Fund - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the expenses, including depreciation, of providing goods or services to the general public on a continuing basis, be financed or recovered primarily through user charges. The Light, Water and Wastewater Department is accounted for in the Enterprise Fund.

FIDUCIARY FUND TYPES

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust, Nonexpendable Trust, Pension Trust, and Agency Funds. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations. The City maintains the following nonexpendable trust funds:

Employee Aid Fund - Accounts for the activities of the City's pension plan.

Cemetery Trust Fund - Accounts for the portion of the proceeds from sales of cemetery lots held in trust for the maintenance of the cemetery.

Mausoleum Trust Fund - Accounts for the proceeds from the sale of crypt space which is used for insurance for the maintenance of the mausoleum.

ACCOUNT GROUPS

Account groups are used to establish accounting control and accountability for the general fixed assets and general long-term debt of a governmental unit. The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(continued)

General Fixed Assets Account Group - General fixed assets are those fixed assets of the City which are not accounted for in an enterprise or trust fund. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated. No depreciation has been provided on general fixed assets.

General Long-Term Debt Account Group - This group of accounts is established to record the amount of unmatured long-term indebtedness which is backed by the full credit of the City. Long-term debt which is intended to be financed from proprietary funds is reported only on proprietary fund balance sheets.

(C) BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financial sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means that the amount of the transactions can be determined and "available" means that the amount of the transaction is collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. A one-year availability period is used for revenue recognition for all governmental fund type revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(continued)

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the City also are recognized as revenue. Fines, permits and parking meter revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary funds and Nonexpendable Trust Funds, are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred (flow of economic resources measurement focus).

(D) BUDGETS AND BUDGETARY ACCOUNTING

As set forth in the City Charter, the City Council adopts an annual budget for the General Fund and Enterprise Fund. The annual budget for the General Fund is prepared in accordance with the basis of accounting utilized by that fund. The budget for the Enterprise Fund is adopted under a basis consistent with GAAP, except that depreciation, certain capital expenses, and certain nonoperating expense items are not considered. Subsequent to year-end, the City Council adopts an amended budget approving such additional expenditures/expenses. For 1995, the original budgeted revenues of \$15,541,000 were increased to \$15,853,100 for the General Fund and decreased from \$33,008,380 to \$31,318,600 for the Enterprise Fund while the expenditures/expenses of \$16,227,746 were decreased to \$16,034,300 for the General Fund and decreased from \$30,308,406 to 29,445,000 for the Enterprise Fund. The amended budget for the General Fund is presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund. The amended budget for the Enterprise Fund is presented in the Schedule of Revenues, Expenses and Changes in Retained Earnings Actual Compared to Budgetary Basis - Enterprise Fund. All annual appropriations lapse at fiscal year-end.

(E) ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general fund. Encumbrances outstanding at year end are reported as a reservation of fund balance, since they do not constitute expenditures or liabilities.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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(F) CASH AND INVESTMENTS

For purposes of the statement of cash flows, the Proprietary Funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Investments are stated at cost or amortized cost, which approximates market. Interest income from investments is accrued as earned.

(G) TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the combined statements - overview are captioned "memorandum only" to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in such data comparable to a consolidation. Interfund eliminations have been made in the aggregation of this data.

(H) PROPERTY TAXES

The City and Spalding County (the "County") have a common tax base. The County acts as the City's agent in preparing the tax digest. The distribution of the City's levy (tax rate per \$1,000 assessed value) to its funds is as follows:

<u>Fund</u>	<u>1994</u>
General Fund	\$8.45
Debt Service Fund	<u>-0-</u>
	<u>\$8.45</u>

Property taxes are levied on a calendar year basis near the end of the respective calendar year. The city records the taxes as revenues when levied, since no legal right to the taxes exists prior to that time. Therefore, no calendar 1995 property tax revenues have been recorded as of June 30, 1995. The due date and collection dates that apply for the year ended June 30, 1995 were December 19, 1994 for each while the lien date was in April of 1995.

(I) ENTERPRISE FUND REVENUES AND TRANSFERS

The Light, Water and Wastewater Department revenues are included in income as billed monthly to customers on a cycle billing basis.

Transfers to the General Fund by the Light, Water and Wastewater Department are reported as a separate expense component in the accompanying statements of income of the Light, Water and Wastewater Department.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
 (continued)

(J) FIXED ASSETS AND DEPRECIATION

The Light, Water and Wastewater Department property and equipment are recorded at cost, if purchased, and at a fair market value at date of gift, if donated.

The following is a summary of proprietary fund-type fixed assets at June 30, 1995:

Electrical facilities and distribution system	\$11,790,619
Water purification facilities and distribution system	13,872,819
Wastewater treatment facilities and collection system	17,709,766
Equipment and other	<u>2,294,212</u>
Total property and equipment	45,667,416
Less: accumulated depreciation	( <u>19,617,439</u> )
Net property and equipment	<u>\$26,049,977</u>

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

<u>Classification</u>	<u>Range of Lives</u>
Electrical facilities and distribution system	30 years
Water purification facilities and distribution system	50 years
Wastewater treatment facilities and collection system	33 1/3 years
Equipment and other	5 - 10 years

General fixed assets are recorded at cost, if purchased, and at fair market value at date of gift, if donated. Depreciation is not provided on general fixed assets. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including systems, are not capitalized along with other general fixed assets.



CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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CASH AND INVESTMENTS

(A) CASH ON DEPOSITS

At June 30, 1995, the government's deposits were \$2,877,069. The amount of cash held in bank is classified into three categories of credit risk: 1) cash that is insured or collateralized with securities held by the government or by its agent in the government's name, 2) cash collateralized with securities held by the pledging institution's trust department or agent in the government's name and 3) uncollateralized bank accounts.

The governments deposits are classified as follows at June 30, 1995:

Category	
1	\$2,877,069
2	-0-
3	-0-
Total	<u>\$2,877,069</u>

(B) INVESTMENTS

Investments are stated at cost. Short-term investments are made in "permitted investments". "Permitted investments" shall mean and include any of the following securities, if and to the extent the same are at the time legal for investment of funds of the issuer:

- i. Any bonds or other obligations which, as to principal and interest, constitute direct obligations of, or are unconditionally guaranteed by, the United States of America, including obligations of any Federal agencies set forth in clause (ii) below to the extent unconditionally guaranteed by the United States of America;
- ii. Obligations of the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Financing Bank, the Federal Intermediate Credit Banks Federal Banks for Cooperatives, Federal Land Banks, Federal Home Loan Banks, Farmers Home Administration and Federal Home Mortgage Association;
- iii. Direct and general agreement secured by any one or more of the securities described in clauses (i) or (ii) above.
- iv. United States Equities not to exceed 30% of total fund assets and international equities not to exceed 10% of total fund assets. This investment policy applies to the Employee Aid Fund.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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CASH AND INVESTMENTS (continued)

The Government's investments are categorized as follows to give indication of the level of risk assumed by the entity at year end. Category 1 is for investments that are insured or registered or for which the securities are held by the Government or its agent in the government's name. Category 2 for uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the government's name. Category 3 is for uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent by not in the government's name.

	-----Risk Category-----		
	1.	2.	3.
Investment	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$14,485,605</u>

INVENTORIES

Inventories are valued at cost determined on either the moving weighted average or the first-in, first-out methods. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

INTERFUND RECEIVABLES AND PAYABLES

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets and service debt. To the extent that certain transactions between funds had not been paid or received as of June 30, 1995, balances of interfund amounts receivable or payable have been recorded, as shown below:

	<u>RECEIVABLES</u>	<u>PAYABLES</u>
General Fund	\$ 258,554	\$ 137,582
Debt Service Fund	-0-	-0-
Enterprise Fund	117,355	258,554
Employee Aid Fund	-0-	-0-
Cemetery Trust Fund	<u>20,227</u>	<u>-0-</u>
	<u>\$ 396,136</u>	<u>\$ 396,136</u>

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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SUMMARY OF CHANGES IN GENERAL FIXED ASSETS

A summary of the changes in general fixed assets for the year ended June 30, 1995 is as follows:

	<u>Additions</u>	<u>Retired</u>	<u>Salvage</u>	<u>Net Change</u>
Real Property				
Improvements	\$ 282,459	\$ -0-	\$ -0-	\$ 282,459
Land	-0-	-0-	-0-	-0-
Streets and Bridges	478,701	-0-	-0-	478,701
Equipment	<u>475,085</u>	<u>-0-</u>	<u>-0-</u>	<u>475,085</u>
	<u>\$1,236,245</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 1,236,245</u>

VACATION AND SICK PAY

The City does not record vacation or sick pay until such benefits are paid. A City employee may carry over up to a maximum of 40 hours of vacation from one year to the next. An employee can accumulate a maximum of 120 days sick pay which will be paid to the employee upon retirement. As of June 30, 1995 accumulated vacation and sick pay which amounted to \$2,076,065 in the General Fund and \$686,289 in the Enterprise Fund.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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GRIFFIN-SPALDING COUNTY DEVELOPMENT AUTHORITY REVENUE BONDS

Revenue Bonds in the amount of \$1,080,000 were issued by the Griffin-Spalding County Development Authority. Below is a schedule of the maturities of these bonds and related comments.

The following summarizes maturities of long-term debt and related interest requirements.

<u>Year</u>	<u>Revenue Bonds Series 1991</u>	<u>Interest Requirements</u>	<u>Total Debt Service</u>
1996	\$ 130,000	\$ 37,500	\$ 167,500
1997	135,000	30,211	165,211
1998	145,000	22,369	167,369
1999	155,000	13,816	168,816
2000	<u>160,000</u>	<u>4,680</u>	<u>164,680</u>
Totals	<u>\$ 725,000</u>	<u>\$108,576</u>	<u>\$ 833,576</u>

These are revenue bonds Series 1991 and are not deemed to constitute a debt of the issuer, the City of Griffin, Georgia or Spalding County, Georgia nor a pledge of the faith and credit of the Issuer, the City or the county, except to the extent provided by the contract. The Series 1991 bonds shall not be payable from or charged upon any funds other than the revenue pledged to the payment thereof. No holder or holders of the Series 1991 Bonds shall ever have the right to compel any exercise of the taxing power, if any, of the issuer.

The Series 1991 Bonds will be payable from and secured by a pledge of the (1) operating revenue of the Griffin-Spalding County Industrial Park remaining after payment of the reasonable and necessary costs of operation, maintenance and sale of the Park or any portion thereof, and (2) payments received by the Issuer under the contract, dated as of December 1, 1991, among the Issuer, the City and the County.

Pursuant to the contract, the City and the County have agreed to pay to the Paying Agent for the Series 1991 Bonds, on or prior to each January 15, beginning January 15, 1994, amounts sufficient, when added to funds held at such time in the Sinking Fund, to cause the balance held therein to equal the principal of and interest on the Series 1991 Bonds and any Parity Bonds coming due in the then current calendar year.

The proceeds of the Series 1991 Bonds, together with other funds available therefor, were used to pay the costs of refunding, at maturity or upon redemption prior to maturity, all of the Griffin-Spalding County Development Authority Revenue Bonds (Industrial Park Project), Series 1981.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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GRIFFIN-SPALDING COUNTY DEVELOPMENT AUTHORITY REVENUES BONDS  
 (continued)

Pursuant to a contract between the Issuer and the City of Griffin, Georgia and Spalding County, Georgia, dated as of December 1, 1991, the City and County have jointly and severally obligated themselves to levy an annual ad valorem tax on all taxable property within their respective boundaries at such rate or rates as may be necessary not to exceed one mill, and from the revenues derived therefrom to make payments to the Issuer on or prior to each January 15, commencing January 15, 1994, amounts sufficient, when added to funds held at such time in the Sinking Fund, to cause the balance held therein to equal the total of the Principal Requirements and the Interest Requirement with respect to such calendar year.

DEFINED BENEFIT PENSION PLAN

All City of Griffin employees participate in the City of Griffin Employee Aid Fund, a single-employer Public Employee Retirement System. The payroll for employees covered by the system as well as the City's total payroll for the year ended June 30, 1995 was \$9,210,339.

As of June 30, 1995, employee membership data related to the pension plan were as follows:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	<u>117</u>
Active plan participants:	
Vested	57
Partially vested	61
Nonvested	<u>264</u>
Total	<u>382</u>

All employees of the City of Griffin, excluding teachers and other employees of the City-County School System who are employed on a monthly basis receiving a salary or wage of more than \$100.00 per month are eligible to participate in the plan. Normal retirement is reached at the earlier of A) attaining age 55 and completion of 25 years of employment, B) attaining age 65 and completion of 10 years of employment, and C) attaining age 70.

The plan uses a formula to determine the normal retirement benefit. The normal retirement benefit is the greater of 1% of final monthly compensation up to 1/12 of basic compensation, plus 2% of final monthly compensation in excess of 1/12 of basic compensation, or \$5.50 multiplied by years and completed months of employment with the City. Final monthly compensation is average monthly compensation during the past five consecutive plan years. Compensation is determined from a table of compensation based upon year of birth. The plan also provides for a disability benefit and a death benefit.

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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DEFINED BENEFIT PENSION PLAN  
(continued)

Employees become 50% vested at the earlier of the attainment of age 45 and the completion of 10 years of service, or the completion of 15 years of service. Vesting increases 10% for each year thereafter, up to 100%.

The normal form of retirement income is payments for life or 5 years, whichever is longer. A semiannual cost-of-living adjustment is made to benefits payable based on the Consumer Price Index. Such increases cannot exceed 2% at any one time, nor can benefits be reduced.

The City is required by State statute to contribute amounts necessary to meet minimum funding requirements. The City's contribution rate for the year was 15.00%. The City's contribution amounted to \$1,211,744. The rate for the year ended June 30, 1996 is expected to be 15.00%.

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the plan on a going-concern basis, assess progress made in accumulation of sufficient assets to pay benefits when due, and make comparisons among employees. The measure is the actuarial present value of credited projected benefits and is independent of the funding method used to determine contributions to the plan.

The pension benefit obligation was computed as part of an actual valuation performed as of July 1, 1992. Significant actual assumptions used in the valuation include (a) a long-term rate of return on investments of 8% per annum, compounded annually (b) future salary increase of 5% per annum, compounded annually (c) participant termination rates based on age and sex of employees, (d) retirement age of 62, or current age, if later (e) income from premium taxes 8% greater than the income received in the previous year, and (f) use of the Entry Age Actuarial cost method.

It is the practice of the City to have the actuarial valuation done every three years. Please note that the Pension Benefit Obligation is based on participant data as of July 1, 1992 and "rolled forward" to June 30, 1995 with interest and anticipated benefit accruals.

Total unfunded pension benefit obligation applicable to the City's employees was \$6,404,841 at June 30, 1995 as follows:

Age retirement benefits active employees (Vested)	\$ 9,548,765
Active participants (Non-vested)	1,554,450
Retired participants receiving benefits	8,290,827

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995

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DEFINED BENEFIT PENSION PLAN  
(continued)

Terminated vested participants entitled to future benefits	<u>420,691</u>
Total pension benefit obligation	<u>19,814,733</u>
Net assets available for benefits at cost	<u>13,409,892</u>
Unfunded pension benefit obligation	<u>\$ 6,404,841</u>

Location of Historical Trend Information

Historical Trend information related to the pension plan, as available, is presented on pages 66 - 67. The information is presented to enable the reader to assess the progress made by the City of Griffin Public Employee Retirement System in accumulating sufficient assets to pay pension benefits as they become due.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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CONTINGENT LIABILITIES

Effective May 1, 1987, the City entered into contract with the Georgia Interlocal Risk Management Agency (GIRMA) as a participant in an intergovernmental self-insurance fund. GIRMA functions as an instrumentality of its member municipalities to administer a risk management service, and to adjust and defend claims against members in accordance with its coverage documents. However, the activities of GIRMA do not constitute conduct of an insurance business. Members agree to pay an annual assessment and are joint and severally liable for all legal obligations of the self-insurance fund.

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government attorney the resolution of these matters will not have a material adverse effect on the financial condition of the government.

SUBSEQUENT EVENTS

There were no subsequent events for June 30, 1995

**LONG-TERM DEBT**

The following summarizes maturities of long-term debt and related interest requirements:

Descriptions	MATURITIES						
	TOTAL	1996	1997	1998	1999	2000	2001-2006
General Long-term Dept Acct. Group:							
General Obligation Bonds:							
1989 Wastewater-5.5%	\$380,000	\$ 90,000	\$ 90,000	\$90,000	\$ 90,000	\$ 90,000	\$ -0-
1989 Fire Station-5.5%	40,000	10,000	10,000	10,000	10,000	10,000	-0-
1992 Sanitation-5.9%	<u>152,315</u>	<u>152,315</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total general Long-term debt	552,315	252,315	100,000	100,000	100,000	100,000	-0-
Light, Water & Wastewater Dept.:							
Combined Public Utility Rev. Refunding and Improv. Bonds							
Series 1993- 3.10%-5.20%							
Series "A" 1988	9,505,000	-0-	-0-	-0-	-0-	-0-	9,505,000
Series "B" 1993	3,830,000	485,000	480,000	500,000	515,000	535,000	1,135,000
GEFA Note	<u>560,428</u>	<u>38,858</u>	<u>25,648</u>	<u>27,168</u>	<u>28,777</u>	<u>30,482</u>	<u>410,299</u>
Total Light, Water & Wastewater	<u>13,895,428</u>	<u>503,058</u>	<u>505,648</u>	<u>527,168</u>	<u>543,777</u>	<u>565,482</u>	<u>11,050,299</u>
Total Principal Maturities	14,247,743	755,373	605,648	627,168	643,777	665,482	11,050,299
INTEREST REQUIREMENTS:							
General Long-term debt	62,323	29,323	16,500	11,000	5,500	-0-	-0-
Light, Water & Wastewater Dept.	<u>7,918,160</u>	<u>663,488</u>	<u>646,706</u>	<u>628,148</u>	<u>608,308</u>	<u>1,077,320</u>	<u>4,294,466</u>
Total interest requirements	<u>7,980,483</u>	<u>692,809</u>	<u>663,206</u>	<u>639,148</u>	<u>613,808</u>	<u>1,077,320</u>	<u>4,294,466</u>
Total debt service	<u>\$22,228,226</u>	<u>\$ 1,448,182</u>	<u>\$ 1,268,852</u>	<u>\$ 1,266,312</u>	<u>\$ 1,257,585</u>	<u>\$ 1,642,802</u>	<u>\$ 15,344,765</u>



CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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The Following is a summary of Bond/Debt Transactions of the City for the Fiscal year ended June 30, 1995.

	General Long Term Debt <u>Account Group</u>	Light, Water & Wastewater <u>Department</u>	Total <u>(Memo Only)</u>
Bonds/Debt payable at July 1, 1994	\$ 796,027	\$ 14,273,325	\$15,069,352
LESS -			
Bond Payments	( 243,712)	( 455,000)	( 698,712)
GEFA Note Payments	-0-	( 9,009)	( 9,009)
ADD -			
Amortization of Bond Discount & Amortization of Bond Issue Cost	<u>-0-</u>	<u>25,335</u>	<u>25,335</u>
Bonds/Debt payable at June 30, 1995	<u>\$ 552,315</u>	<u>\$13,834,651</u>	<u>\$14,386,966</u>

This summary includes Bond Discounts, Bond Issue Cost, Amortization of the Discounts and Issue Costs, and Accrued Interest on the Revenue Refunding Bonds. The net effect of these items is \$139,223 increase in principal maturities that are not reflected in the previous schedule of long-term debt maturities.

CITY OF GRIFFIN, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 1995

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Principal and interest are payable solely from revenues derived from operation of the combined Light and Water and Wastewater System remaining after payment of the costs of certain goods purchased for resale (principally, electricity) and payment of the reasonable and necessary expenses of operating, maintaining, and repairing the system.

The related bond ordinances specify that the City account for debt service obligations of the Light, Water and Wastewater Department through a sinking fund, restrict the flow of cash between funds and comply with various other covenants of the ordinances. The sinking fund is accounted for within the enterprise fund established for the Light, Water and Wastewater Department.

Restricted assets on the balance sheet of the Light, Water and Wastewater Department represent (1) amounts which are required to be maintained pursuant to ordinances relating to bonded indebtedness (sinking fund) and (2) funds received for specific purposes pursuant to Intergovernmental grants (related primarily to construction projects).

The City is obligated under certain leases accounted for as capital leases. The leased assets and related obligations are accounted for in the General Fixed Assets Account Group and the General Long-Term Debt Account Group, respectively. Assets under capital leases totaled \$1,472,169 at June 30, 1995, and accumulated amortization on those assets totaled \$835,044. The following is a schedule of future minimum lease payments under capital leases, together with the net present value of the minimum lease payments as of June 30, 1995.

Year Ending <u>June 30</u>	<u>General Long-term debt account group</u>
1996	\$ 459,204
1997	270,734
1998	97,451
1999	-0-
Later years	<u>-0-</u>
Minimum lease payments for all capital leases	827,389
Less: Amount representing interest at the City's incremental borrowing rate of 7.97% interest	<u>62,625</u>
Present value of minimum lease payments	<u>\$ 764,764</u>

CITY OF GRIFFIN, GEORGIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1995  
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**CLOSURE AND POSTCLOSURE CARE COSTS**

State and Federal laws and regulations require that the City of Griffin place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. However, due to the fact that the City of Griffin closed its landfill by April 9, 1994 it is excepted from the 30 year rule and must only monitor the landfill for 5 years. Expense provisions and related liabilities are being recognized based on postclosure care costs that are occurring now that the landfill no longer accepts waste. The estimated liability for landfill postclosure care cost has a balance of \$139,400 as of June 30, 1994, which is based on the City's engineering firm estimate of \$26,200 for 1995 then adjusted annually for inflation. The estimated total current cost of the postclosure care (\$139,400) is based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of June 30, 1994. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

**EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

The General Fund had an excess of expenditures over appropriations of \$74,155 for the fiscal year ended June 30, 1995. The Enterprise Fund had an excess of expenses over appropriations of \$446,867 for the fiscal year ended June 30, 1995.

CITY OF GRIFFIN, GEORGIA  
GENERAL FUND  
BALANCE SHEET  
JUNE 30, 1995

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ASSETS

Cash	\$ 648,055
Certificates of deposits and savings	2,032,237
Property taxes receivable	182,914
Occupational tax receivable	26,249
Prepaid expenses	122,668
A/R other	477
Due from Enterprise Fund	258,554
Due from Airport	32,445
Inventory, Central Supplies	<u>31,762</u>
 Total assets	 <u>\$3,335,361</u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 187,353
Accrued salaries	151,682
Due to other funds:	
Enterprise Fund	117,355
Cemetery Trust Fund	<u>20,227</u>
 Total liabilities	 <u>476,617</u>

FUND BALANCE

Reserved	
For local waste surcharge	44,996
For Fire Department	324,372
For Club House	30,847
Unreserved	
Undesignated	<u>2,458,529</u>
 Total Fund Balance	 <u>2,858,744</u>
 Total Liabilities and Fund Balance	 <u>\$3,335,361</u>

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

CITY OF GRIFFIN, GEORGIA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>			
Property taxes	\$ 2,644,800	\$ 2,610,956	(\$ 33,844)
Alcoholic beverage taxes	451,000	447,910	( 3,090)
Hotel/Motel taxes	47,000	45,907	( 1,093)
Sales tax	1,430,000	1,499,220	19,220
Insurance premium tax	665,000	664,847	(153)
Occupational Tax	670,000	608,790	(61,210)
Franchise Fees	455,000	409,132	(45,868)
Building Permits	130,000	130,854	854
Maps/Codes/Zoning	7,000	7,002	2
DCA Grant	100,000	88,000	(12,000)
DOT Grant	100,000	92,669	(7,331)
Cemetery Fees	96,000	100,977	4,977
Sanitation Fees	2,662,000	2,663,030	1,030
Police Fines & Forfeitures	667,000	642,113	( 24,887)
Golf Fees	234,000	270,491	36,491
Investment income	50,000	77,257	27,257
Miscellaneous	94,300	94,960	660
Other Grants	<u>-0-</u>	<u>5,768</u>	<u>5,768</u>
 Total Revenues	 <u>10,553,100</u>	 <u>10,459,883</u>	 <u>( 93,217)</u>
 <b>EXPENDITURES</b>			
City Commission			
Salary & Wages	61,800	66,950	( 5,150)
Travel & Training	13,500	15,310	( 1,810)
Contractual Services	21,500	28,313	( 6,813)
Materials & Supplies	<u>6,000</u>	<u>7,707</u>	<u>( 1,707)</u>
 Total	 <u>102,800</u>	 <u>118,280</u>	 <u>15,480</u>

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

GENERAL FUND  
 STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>City Manager</b>			
Salary & Wages	135,000	138,600	( 3,600)
Travel & Training	5,000	3,954	1,046
Contractual Services	8,000	8,502	( 502)
Materials & Supplies	4,000	3,792	208
Fuel	200	163	37
Maintenance & Repairs	2,000	1,420	580
Utilities	6,000	5,406	594
Capital Outlay	<u>8,200</u>	<u>1,302</u>	<u>6,898</u>
<b>Total</b>	<u>168,400</u>	<u>163,139</u>	<u>5,261</u>
<b>Personnel</b>			
Salary & Wages	90,000	91,024	( 1,024)
Travel & Training	2,500	2,912	( 412)
Contractual Services	500	792	( 292)
Materials & Supplies	5,000	4,868	132
Maintenance & Repairs	<u>200</u>	<u>177</u>	<u>23</u>
<b>Total</b>	<u>98,200</u>	<u>99,773</u>	<u>( 1,573)</u>
<b>Legal</b>			
<b>City Attorney</b>			
Travel & Training	1,000	675	325
Contractual Services	85,000	86,194	( 1,194)
Materials & Supplies	<u>100</u>	<u>109</u>	<u>( 9)</u>
<b>Total</b>	<u>86,100</u>	<u>86,978</u>	<u>( 878)</u>
<b>City Court</b>			
Travel & Training	700	818	( 118)
Contractual Services	25,000	24,290	710
Materials & Supplies	<u>100</u>	<u>153</u>	<u>( 53)</u>
<b>Total</b>	<u>25,800</u>	<u>25,261</u>	<u>539</u>
<b>Total - Legal</b>	<u>111,900</u>	<u>112,239</u>	<u>( 339)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
-----			
Zoning/Code Enforcement			
Salary & Wages	135,000	135,096	( 96)
Travel & Training	5,000	4,710	290
Contractual Services	35,000	29,810	5,190
Materials & Supplies	4,000	3,046	954
Fuel	1,400	1,300	100
Maintenance & Repairs	1,000	918	82
Capital Outlay	<u>16,200</u>	<u>14,729</u>	<u>1,471</u>
Total	<u>197,600</u>	<u>189,609</u>	<u>7,991</u>
Community Development			
Salary & Wages	68,000	67,413	587
Travel & Training	6,000	5,660	340
Contractual Services	20,000	20,041	( 41)
Materials & Supplies	7,000	5,195	1,805
Contingency	-0-	8,624	( 8,624)
Capital Outlay	<u>5,500</u>	<u>5,528</u>	<u>( 28)</u>
Total	<u>106,500</u>	<u>112,461</u>	<u>( 5,961)</u>
<u>Finance</u>			
Office of Director			
Salary & Wages	88,600	91,001	( 2,401)
Travel & Training	1,400	1,252	148
Contractual Services	5,000	6,159	( 1,159)
Materials & Supplies	5,400	5,538	( 138)
Fuel	150	130	20
Maintenance & Repairs	1,000	998	2
Utilities	<u>11,000</u>	<u>7,572</u>	<u>3,428</u>
Total	<u>112,550</u>	<u>112,650</u>	<u>( 100)</u>
Purchasing			
Salary & Wages	52,500	53,556	(1,056)
Travel & Training	1,000	423	577
Contractual Services	1,000	625	375
Materials & Supplies	1,000	432	568
Maintenance & Repairs	<u>200</u>	<u>-0-</u>	<u>200</u>
Total	<u>55,700</u>	<u>55,036</u>	<u>664</u>

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

GENERAL FUND  
 STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
-----			
Tax & License			
Salary & Wages	54,000	57,079	( 3,079)
Travel & Training	1,000	619	381
Contractual Services	7,000	13,758	( 6,758)
Materials & Supplies	<u>3,500</u>	<u>3,292</u>	<u>208</u>
Total	<u>65,500</u>	<u>74,748</u>	<u>9,248</u>
Computer Services			
Salary & Wages	72,000	73,281	(1,281)
Travel & Training	3,000	2,195	805
Contractual Services	34,000	34,436	( 436)
Materials & Supplies	27,000	24,572	2,428
Maintenance & Repairs	-0-	-0-	-0-
Capital Outlay	<u>100</u>	<u>80</u>	<u>20</u>
Total	<u>136,100</u>	<u>134,564</u>	<u>1,536</u>
Customer Service			
Salary & Wages	194,000	196,594	( 2,594)
Travel & Training	1,000	360	640
Contractual Services	2,000	2,501	( 501)
Materials & Supplies	90,000	93,415	( 3,415)
Maintenance & Repairs	1,000	1,140	( 140)
Capital Outlay	<u>28,800</u>	<u>28,827</u>	<u>( 27)</u>
Total	<u>316,800</u>	<u>322,837</u>	<u>( 6,037)</u>
Total - Finance	<u>686,650</u>	<u>699,835</u>	<u>( 13,185)</u>

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



GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>Public Works</u>			
Office of Director			
Salary & Wages	93,000	95,189	( 2,189)
Travel & Training	2,000	1,386	614
Contractual Services	10,000	8,710	1,290
Materials & Supplies	6,000	5,174	826
Fuel	750	712	38
Maintenance & Repairs	500	546	( 46)
Utilities	1,000	83	917
Capital Outlay	<u>14,200</u>	<u>14,266</u>	<u>( 66)</u>
Total	<u>127,450</u>	<u>126,066</u>	<u>1,384</u>
Cemetery			
Salary & Wages	230,000	223,325	6,675
Travel & Training	900	920	( 20)
Contractual Services	1,500	1,077	423
Materials & Supplies	13,000	10,952	2,048
Fuel	3,000	2,719	281
Maintenance & Repairs	13,000	12,486	514
Utilities	6,000	5,869	131
Capital Outlay	<u>17,800</u>	<u>17,600</u>	<u>200</u>
Total	<u>285,200</u>	<u>274,948</u>	<u>10,252</u>
Streets/Drains/Sidewalks			
Salary & Wages	450,000	450,911	( 911)
Travel & Training	2,500	2,494	6
Contractual Services	125,000	142,245	( 17,245)
Materials & Supplies	78,000	71,533	6,467
Fuel	20,000	18,237	1,763
Maintenance & Repairs	75,000	78,519	( 3,519)
Utilities	3,000	3,029	( 29)
Capital Outlay	<u>457,000</u>	<u>478,701</u>	<u>( 21,701)</u>
Total	<u>1,210,500</u>	<u>1,245,669</u>	<u>( 35,169)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>Garage</b>			
Salary & Wages	92,000	92,852	( 852)
Travel & Training	200	104	96
Contractual Services	9,500	8,883	617
Materials & Supplies	10,000	9,832	168
Fuel	500	508	( 8)
Maintenance & Repairs	3,800	4,003	( 203)
Utilities	6,800	9,263	( 2,463)
Capital Outlay	<u>9,100</u>	<u>9,114</u>	<u>( 14)</u>
<b>Total</b>	<u>131,900</u>	<u>134,559</u>	<u>( 2,659)</u>
<b>Sign Shop</b>			
Salary & Wages	47,000	46,866	134
Travel & Training	1,000	1,220	( 220)
Contractual Services	300	7,181	( 6,881)
Materials & Supplies	25,000	23,318	1,682
Fuel	1,200	1,181	19
Maintenance & Repairs	1,500	1,590	( 90)
Utilities	500	158	342
Capital Outlay	<u>11,800</u>	<u>5,162</u>	<u>6,638</u>
<b>Total</b>	<u>88,300</u>	<u>86,676</u>	<u>1,624</u>
<b>Golf Course</b>			
Salary & Wages	170,000	175,063	( 5,063)
Travel & Training	2,000	2,195	( 195)
Contractual Services	50,000	56,391	( 6,391)
Materials & Supplies	63,000	57,256	5,744
Fuel	2,000	1,618	382
Maintenance & Repairs	30,000	36,563	( 6,563)
Utilities	9,000	7,929	1,071
Capital Outlay	<u>37,000</u>	<u>36,597</u>	<u>403</u>
<b>Total</b>	<u>363,000</u>	<u>373,612</u>	<u>( 10,612)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>City Park</b>			
Salary & Wages	75,000	77,740	( 2,740)
Travel & Training	500	287	
Contractual Services	31,500	34,342	( 3,342)
Materials & Supplies	14,000	12,454	1,546
Fuel	2,500	2,263	237
Maintenance & Repairs	17,500	16,559	941
Utilities	7,000	8,413	( 1,413)
Capital Outlay	<u>5,500</u>	<u>5,441</u>	<u>59</u>
Total	<u>153,000</u>	<u>157,499</u>	<u>( 4,499)</u>
<b>City Pool</b>			
Salary & Wages	13,500	11,343	2,157
Materials & Supplies	4,000	6,620	( 2,620)
Maintenance & Repairs	2,000	63	1,937
Utilities	<u>2,000</u>	<u>2,020</u>	<u>( 20)</u>
Total	<u>21,500</u>	<u>20,046</u>	<u>1,454</u>
Total Public Works	<u>2,380,850</u>	<u>2,419,075</u>	<u>( 38,225)</u>
<b><u>Solid Waste</u></b>			
<b>Office of Director</b>			
Salary & Wages	109,000	112,339	( 3,339)
Travel & Training	1,600	1,583	17
Contractual Services	1,200	1,794	( 594)
Materials & Supplies	7,000	8,525	( 1,525)
Fuel	800	712	88
Maintenance & Repairs	4,000	3,730	270
Utilities	10,000	10,892	(892)
Capital Outlay	<u>10,000</u>	<u>11,647</u>	<u>( 1,647)</u>
Total	<u>143,600</u>	<u>151,222</u>	<u>( 7,622)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
-----			
Commercial Garbage			
Salary & Wages	110,000	113,448	( 3,448)
Contractual Services	480,000	535,694	( 55,694)
Materials & Supplies	9,000	8,920	80
Fuel	10,000	9,541	459
Maintenance & Repairs	35,000	47,131	( 12,131)
Capital Outlay	<u>24,200</u>	<u>26,093</u>	<u>( 1,893)</u>
Total	<u>668,200</u>	<u>740,827</u>	<u>( 72,627)</u>
Residential Garbage			
Salary & Wages	290,000	298,768	( 8,768)
Travel & Training	650	569	81
Contractual Services	240,000	275,373	( 35,373)
Materials & Supplies	7,000	6,867	133
Fuel	11,000	10,493	507
Maintenance & Repairs	<u>16,000</u>	<u>18,120</u>	<u>( 2,120)</u>
Total	<u>564,650</u>	<u>610,190</u>	<u>( 45,540)</u>
Maintenance Shop			
Salary & Wages	88,000	90,435	( 2,435)
Contractual Services	100	647	( 547)
Materials & Supplies	500	2,813	( 2,313)
Fuel	2,500	1,185	1,315
Maintenance & Repairs	1,100	2,497	( 1,397)
Utilities	3,000	-0-	3,000
Capital Outlay	<u>10,000</u>	<u>3,015</u>	<u>6,985</u>
Total	<u>105,200</u>	<u>100,592</u>	<u>4,608</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<hr style="border-top: 1px dashed black;"/>			
Sanitary Landfill			
Salary & Wages	40,000	42,299	( 2,299)
Contractual Services	163,000	102,771	60,229
Materials & Supplies	18,000	19,319	( 1,319)
Fuel	7,000	6,235	765
Maintenance & Repairs	20,000	24,375	( 4,375)
Utilities	-0-	46	( 46)
Capital Outlay	<u>2,000</u>	<u>1,768</u>	<u>232</u>
Total	250,000	196,813	53,187
 Yard Waste Collection			
Salary & Wages	325,000	338,554	( 13,554)
Travel & Training	500	300	200
Contractual Services	90,000	101,942	( 11,942)
Materials & Supplies	7,000	7,732	( 732)
Fuel	11,000	10,610	390
Maintenance & Repairs	30,000	35,120	( 5,120)
Capital Outlay	<u>9,000</u>	<u>5,204</u>	<u>3,796</u>
Total	<u>472,500</u>	<u>499,462</u>	<u>( 26,962)</u>
 Animal Control			
Salary & Wages	65,500	64,416	584
Travel & Training	500	200	300
Contractual Services	6,000	5,815	185
Materials & Supplies	7,000	5,057	1,943
Fuel	3,000	2,545	455
Maintenance & Repairs	<u>3,500</u>	<u>4,439</u>	<u>( 939)</u>
Total	<u>85,000</u>	<u>82,472</u>	<u>2,528</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>C &amp; D Landfill</b>			
Salary & Wages	30,000	30,652	( 652)
Travel & Training	1,500	712	788
Contractual Services	85,000	108,312	( 23,312)
Materials & Supplies	40,000	24,571	15,429
Fuel	4,000	5,713	( 1,713)
Maintenance & Repairs	30,000	28,233	1,767
Utilities	1,500	1,351	149
Capital Outlay	<u>7,700</u>	<u>7,675</u>	<u>25</u>
<b>Total</b>	<u>199,700</u>	<u>207,219</u>	<u>( 7,519)</u>
<b>Composting Operations</b>			
Salary & Wages	42,500	49,085	( 6,585)
Contractual Services	60,000	-0-	60,000
Materials & Supplies	3,000	2,969	31
Fuel	2,500	1,500	1,000
Maintenance & Repairs	2,500	1,749	751
Utilities	1,500	1,278	222
Capital Outlay	<u>47,300</u>	<u>48,107</u>	<u>( 807)</u>
<b>Total</b>	<u>159,300</u>	<u>104,688</u>	<u>54,612</u>
<b>Non-Departmental</b>			
Contractual Services	<u>447,200</u>	<u>509,123</u>	<u>( 61,923)</u>
<b>Total</b>	<u>447,200</u>	<u>509,123</u>	<u>( 61,923)</u>
 <b>Total Solid Waste</b>	 <u>3,095,350</u>	 <u>3,202,608</u>	 <u>(107,258)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>Fire</b>			
<b>Office of Chief</b>			
Salary & Wages	102,000	103,136	( 1,136)
Travel & Training	1,500	856	644
Contractual Services	600	452	148
Materials & Supplies	1,500	1,779	( 279)
Fuel	800	799	1
Maintenance & Repairs	600	646	( 46)
Utilities	20,000	22,880	( 2,880)
Capital Outlays	<u>800</u>	<u>795</u>	<u>5</u>
Total	<u>127,800</u>	<u>131,343</u>	<u>( 3,543)</u>
<b>Fire Prevention</b>			
Salary & Wages	51,500	52,477	( 977)
Travel & Training	1,300	1,542	( 242)
Contractual Services	250	105	145
Materials & Supplies	4,000	3,988	12
Fuel	700	741	( 41)
Maintenance & Repairs	1,000	1,030	( 30)
Capital Outlay	<u>17,000</u>	<u>17,044</u>	<u>( 44)</u>
Total	<u>75,750</u>	<u>76,927</u>	<u>( 1,177)</u>
<b>Fire Suppression</b>			
Salary & Wages	1,480,000	1,504,002	( 24,002)
Travel & Training	5,000	5,148	( 148)
Contractual Services	60,000	64,519	( 4,519)
Materials & Supplies	45,000	45,651	( 651)
Fuel	4,300	4,339	( 39)
Maintenance & Repairs	15,000	22,029	( 7,029)
Capital Outlay	<u>63,400</u>	<u>63,131</u>	<u>269</u>
Total	<u>1,672,700</u>	<u>1,708,819</u>	<u>( 36,119)</u>
<b>Bond Construction</b>			
Contractual Services	<u>236,500</u>	<u>234,914</u>	<u>1,586</u>
Total	<u>236,500</u>	<u>234,914</u>	<u>1,586</u>
Total Fire	<u>2,112,750</u>	<u>2,152,003</u>	<u>( 39,253)</u>

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

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Police</u>			
Office of Chief			
Salary & Wages	165,000	171,482	( 6,482)
Travel & Training	5,000	4,457	543
Contractual Services	2,000	1,761	239
Materials & Supplies	8,000	6,280	1,720
Fuel	1,500	941	559
Maintenance & Repairs	1,000	488	512
Capital Outlay	<u>43,000</u>	<u>35,341</u>	<u>7,659</u>
Total	<u>225,500</u>	<u>220,750</u>	<u>4,750</u>
Support Services			
Salary & Wages	284,000	287,507	( 3,507)
Travel & Training	1,500	1,428	72
Contractual Services	20,000	17,466	2,534
Materials & Supplies	10,000	8,533	1,467
Fuel	500	642	( 142)
Maintenance & Repairs	2,500	3,148	( 648)
Utilities	<u>22,000</u>	<u>24,493</u>	<u>( 2,493)</u>
Total	<u>340,500</u>	<u>343,217</u>	<u>( 2,717)</u>
Community Services			
Salary & Wages	1,444,000	1,491,900	( 47,900)
Travel & Training	4,000	2,682	1,318
Contractual Services	9,000	23,255	( 14,255)
Materials & Supplies	50,000	42,689	7,311
Fuel	40,000	40,474	( 474)
Maintenance & Repairs	60,000	71,074	( 11,074)
Capital Outlay	<u>159,500</u>	<u>159,323</u>	<u>177</u>
Total	<u>1,766,500</u>	<u>1,831,397</u>	<u>( 64,897)</u>

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



CITY OF GRIFFIN, GEORGIA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
-----			
Investigative Services			
Salary & Wages	383,000	399,164	( 16,164)
Travel & Training	4,500	3,980	520
Contractual Services	9,000	9,224	( 224)
Materials & Supplies	12,000	13,776	( 1,776)
Fuel	4,000	4,141	( 141)
Maintenance & Repairs	2,000	4,352	( 2,352)
Utilities	2,500	2855	( 355)
Capital Outlay	<u>6,100</u>	<u>4,841</u>	<u>1,259</u>
Total	<u>423,100</u>	<u>442,333</u>	( <u>19,233</u> )
Detention Center			
Salary & Wages	108,500	109,815	( 1,315)
Travel & Training	100	-0-	100
Contractual Services	100,000	72,869	27,131
Materials & Supplies	35,000	58,678	( 23,678)
Maintenance & Repairs	<u>2,000</u>	<u>2,069</u>	( <u>69</u> )
Total	<u>245,600</u>	<u>243,431</u>	<u>2,169</u>
Total - Police	<u>3,001,200</u>	<u>3,081,128</u>	( <u>79,928</u> )

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

CITY OF GRIFFIN, GEORGIA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1995

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Recycle/Clean Community Contractual Services	<u>25,000</u>	<u>25,512</u>	( <u>512</u> )
Total	<u>25,000</u>	<u>25,512</u>	( <u>512</u> )
<u>Non-Departmental</u>			
Contractual Services	3,752,100	3,533,486	218,164
Contingency	<u>195,000</u>	<u>209,255</u>	( <u>14,255</u> )
Total	<u>3,947,100</u>	<u>3,742,741</u>	<u>204,359</u>
Total Expenditures	<u>16,034,300</u>	<u>16,118,403</u>	( <u>84,103</u> )
Excess (deficiency) of funds available over expenditures	( <u>5,481,200</u> )	( <u>5,658,520</u> )	( <u>177,320</u> )
Other Financing Sources			
Transfers from other funds	5,300,000	5,290,052	( <u>9,948</u> )
Transfers to other funds	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total other financing sources	<u>5,300,000</u>	<u>5,290,052</u>	( <u>9,948</u> )
Excess (deficiency) of funds available and other financing sources over expenditures	( <u>181,200</u> )	( <u>368,468</u> )	( <u>187,268</u> )
Fund balance, beginning of year	<u>3,227,212</u>	<u>3,227,212</u>	<u>-0-</u>
Fund balance, end of year	<u>\$ 3,046,012</u>	<u>\$ 2,858,744</u>	<u>(\$ 187,268)</u>

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

CITY OF GRIFFIN, GEORGIA  
DEBT SERVICE FUND  
BALANCE SHEET  
JUNE 30, 1995

-----

ASSETS

Cash	\$ 9
Savings account	15,321
Property taxes receivable (net of allowance for doubtful accounts of \$177)	<u>10,842</u>
Total assets	<u>\$ 26,172</u>

LIABILITIES AND FUND BALANCE

Fund balance, appropriated	<u>\$ 26,172</u>
Total liabilities and fund balance	<u>\$ 26,172</u>

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

CITY OF GRIFFIN, GEORGIA  
DEBT SERVICE FUND  
STATEMENT OF REVENUES AND EXPENDITURES  
AND CHANGES IN FUND BALANCE  
JUNE 30, 1995

-----

REVENUES

Property taxes	<u>\$ 124,233</u>
Total revenues	<u>124,233</u>

EXPENDITURES

Bond principal payments	100,000
Interest on bonds	24,750
Fiscal agent fees	<u>1,129</u>
Total expenditures	<u>125,879</u>

Excess (deficiency) of revenue over expenditures	( 1,646)
--	----------

Transfers from General Fund	<u>11,368</u>
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Excess (deficiency) of Revenues over expenditures and transfers	9,722
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Fund balance, beginning of year	<u>16,450</u>
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Fund balance, end of year	<u>\$ 26,172</u>
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*The accompanying notes are an integral part of these financial statements.*

CITY OF GRIFFIN, GEORGIA  
ENTERPRISE FUND  
LIGHT, WATER AND WASTEWATER DEPARTMENT  
BALANCE SHEET  
JUNE 30, 1995

-----

ASSETS

CURRENT ASSETS

Cash	\$ 1,500
Accounts receivable	4,239,779
Materials and supplies at cost	759,836
Due from other funds	117,355
Prepaid insurance	<u>83,167</u>
 Total current assets	 <u>5,201,637</u>

RESTRICTED ASSETS

Cash	1,029,224
Certificates of deposit and savings accounts	<u>10,310,887</u>
 Total restricted assets	 <u>11,340,111</u>

PROPERTY AND EQUIPMENT

Electrical facilities and distribution system	11,790,619
Water purification facilities and distribution system	13,872,819
Wastewater treatment facilities and collection system	17,709,766
Equipment and other	<u>2,294,212</u>
 Total property and equipment	 45,667,416
 Less: accumulated depreciation	 ( <u>19,617,439</u> )
 Net property and equipment	 <u>26,049,977</u>
 Total assets	 <u>\$42,591,725</u>

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

CITY OF GRIFFIN, GEORGIA  
 ENTERPRISE FUND  
 LIGHT, WATER AND WASTEWATER DEPARTMENT  
 BALANCE SHEET  
 JUNE 30, 1995

-----

LIABILITIES, CONTRIBUTED CAPITAL AND RETAINED EARNINGS

LIABILITIES

Checking account overdraft	\$ 109,840
Current Maturities of Long Term Debt	503,058
Accounts payable	150,234
Accrued salaries	57,329
Consumer deposits	969,584
Due to other funds	<u>258,554</u>

Total current liabilities 2,048,599

LONG TERM DEBT 12,846,785

Total liabilities 14,895,384

CONTRIBUTED CAPITAL AND RETAINED EARNINGS

Contributed Capital/Retained Earnings - June 30, 1976	✓ 11,349,226
Contributed capital - capital grants	1,012,005
Subsequent to June 30, 1976:	
Contributed Capital	✓ 3,601,320
Retained Earnings	<u>11,733,790</u>

Total contributed capital and retained  
earnings 27,696,341

Total liabilities, contributed capital,  
and retained earnings \$42,591,725

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

CITY OF GRIFFIN, GEORGIA  
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1995

-----

	<u>Actual</u>	Adjustment to Budgetary Basis	<u>Actual on Budgetary Basis</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
<b>Operating Revenues:</b>					
<b>Electric</b>					
Residential Ser.	\$ 6,646,936	\$	\$6,646,936	\$6,600,000	\$ 46,936
General Ser.	9,388,523		9,388,523	9,400,000	(11,477)
Industrial/ Comm. Service	2,122,942		2,122,942	2,200,000	( 77,058)
Temporary Ser.	7,592		7,592	9,000	(1,408)
Services/Fees	141,728		141,728	165,000	( 23,272)
Sale of Fixed Assets	3,012		3,012	2,000	1,012
Sale of Tax Collected	1,079,277		1,079,277	1,040,000	39,277
Fuel Adjustment	3,979,754		3,979,754	4,200,000	( 220,246)
Deliquent Penalties	482,922		482,922	500,000	( 17,078)
Miscellaneous	-0-	-0-	-0-	-0-	-0-
<b>Total Electric</b>	<u>23,852,686</u>	<u>-0-</u>	<u>23,852,666</u>	<u>24,116,000</u>	<u>( 263,314)</u>
<b>Water Department</b>					
Residential Service	1,131,023		1,131,023	1,200,000	( 68,977)
Industrial/Comm.	1,467,057		1,467,057	1,530,000	( 62,943)
Service Fees	84,026		84,026	80,000	4,026
Tapping Meters	72,094		72,094	40,000	32,094
County Service	1,928,641		1,928,641	1,950,000	( 21,359)
Miscellaneous	3,370	-0-	3,370	4,000	( 630)
<b>Total Water Department</b>	<u>4,686,211</u>	<u>-0-</u>	<u>4,686,211</u>	<u>4,804,000</u>	<u>(117,789)</u>
<b>Wastewater Department</b>					
Residential Service	1,274,903		1,274,903	1,250,000	24,903
General Service	1,079,335		1,079,335	1,040,000	39,335
Service Fees	36,033		36,033	20,000	16,033
Tapping Meters	10,355		10,355	9,000	1,355
Sale of Fixed Assets	604		604	600	4
Miscellaneous	3,146	-0-	3,146	4,000	( 854)
<b>Total Wastewater Department</b>	<u>2,404,376</u>	<u>-0-</u>	<u>2,404,376</u>	<u>2,323,600</u>	<u>80,776</u>
 <b>Total operating revenues</b>	 <u>30,943,273</u>	 <u>-0-</u>	 <u>30,943,273</u>	 <u>31,243,600</u>	 <u>( 300,327)</u>

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

CITY OF GRIFFIN, GEORGIA  
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1995

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	<u>Actual</u>	Adjustment to Budgetary Basis	<u>Actual on Budgetary Basis</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Operating Expenses:					
<u>Electric</u>					
Office of Director					
Salary & wages	47,606		47,606	47,000	( 606)
Travel & training	949		949	1,500	551
Contractual services	6,493		6,493	7,500	1,007
Materials & supplies	1,794		1,794	2,000	206
Fuel	150		150	-0-	( 150)
Maintenance & repairs	1,950		1,950	1,000	( 950)
Utilities	<u>5,402</u>		<u>5,402</u>	<u>6,000</u>	<u>598</u>
 Total	 <u>64,344</u>		 <u>64,344</u>	 <u>65,000</u>	 <u>656</u>
 Technical Services					
Salary & wages	288,167		288,167	270,000	( 18,167)
Travel & training	2,335		2,335	1,500	( 835)
Contractual services	17,427,521		17,427,521	17,000,000	( 427,521)
Materials & supplies	54,521		54,521	30,000	(24,521)
Fuel	3,307		3,307	3,500	193
Maintenance & repairs	36,983		36,983	40,000	3,017
Utilities	185,136		185,136	180,000	( 5,136)
Capital outlay	<u>-0-</u>	<u>211,735</u>	<u>211,735</u>	<u>196,000</u>	<u>( 15,735)</u>
 Total	 <u>17,997,970</u>	 <u>211,735</u>	 <u>18,209,705</u>	 <u>17,721,000</u>	 <u>( 488,705)</u>

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



CITY OF GRIFFIN, GEORGIA  
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1995

	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
<b>Line Construction</b>					
Salary & wages	437,850		437,850	425,000	( 12,850)
Contractual services	89,998		89,998	90,000	2
Materials & supplies	12,667		12,667	12,000	( 667)
Fuel	4,838		4,838	4,000	( 838)
Maintenance & repairs	81,610		81,610	40,000	( 41,610)
Utilities	7,679		7,679	6,000	( 1,679)
Contingency	4,794		4,794	-0-	( 4,794)
Capital outlay	-0-	(3) 359,122	359,122	385,500	26,378
<b>Total</b>	<b>639,436</b>	<b>359,122</b>	<b>998,558</b>	<b>962,500</b>	<b>( 36,058)</b>
<b>Non-Departmental</b>					
Salary & wages	79,103		79,103	78,000	(1,103)
Contractual services	336,519		336,519	344,500	7,981
Depreciation	325,011	( 325,011) (1)	-0-	-0-	-0-
<b>Total</b>	<b>740,633</b>	<b>( 325,011)</b>	<b>415,622</b>	<b>422,500</b>	<b>6,878</b>
<b>Total - Electric</b>	<b>19,442,383</b>	<b>245,846</b>	<b>19,688,229</b>	<b>19,171,000</b>	<b>( 517,229)</b>
<b>Water - Wastewater</b>					
<b>Office of Director</b>					
Salary & wages	78,065		78,065	83,000	4,935
Travel & training	947		947	500	( 447)
Contractual services	16,011		16,011	8,000	( 8,011)
Materials & supplies	4,027		4,027	4,500	473
Fuel	724		724	800	76
Maintenance & repairs	832		832	1,000	168
<b>Total</b>	<b>100,606</b>	<b>-0-</b>	<b>100,606</b>	<b>97,800</b>	<b>( 2,806)</b>
<b>Water Production</b>					
Salary & wages	307,330		307,330	315,000	7,670
Travel & training	951		951	500	( 451)
Contractual services	17,405		17,405	8,000	( 9,405)
Materials & supplies	172,645		172,645	210,000	37,355
Fuel	1,431		1,431	800	( 631)
Maintenance & repairs	40,705		40,705	35,000	( 5,705)
Utilities	395,646	(3)	395,646	360,000	(35,646)
Capital outlay	-0-	(3) 88,926	88,926	118,900	29,974
<b>Total</b>	<b>936,113</b>	<b>88,926</b>	<b>1,025,039</b>	<b>1,048,200</b>	<b>23,161</b>

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

CITY OF GRIFFIN, GEORGIA  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 1995

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	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on Budgetary Basis</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Water Distribution</b>					
Salary & wages	250,071		250,071	260,000	9,929
Travel & training	714		714	600	( 114)
Contractual services	1,048,939		1,048,939	1,045,000	( 3,939)
Materials & supplies	56,412		56,412	47,000	( 9,412)
Fuel	10,337		10,337	10,500	163
Maintenance & repairs	30,551		30,551	22,000	( 8,551)
Utilities	3,008		3,008	2,500	( 508)
Capital outlay	<u>-0-</u>	<u>(3) 197,958</u>	<u>197,958</u>	<u>152,800</u>	<u>( 45,158)</u>
<b>Total</b>	<u>1,400,032</u>	<u>197,958</u>	<u>1,597,990</u>	<u>1,540,400</u>	<u>(57,590)</u>
<b>Wastewater Collection</b>					
Salary & wages	83,403		83,403	88,000	4,597
Travel & training	66		66	100	34
Contractual services	161		161	200	39
Materials & supplies	16,850		16,850	40,000	23,150
Fuel	4,775		4,775	4,400	( 375)
Maintenance & repairs	7,495		7,495	6,000	( 1,495)
Utilities	1,003		1,003	1,000	( 3)
Capital outlay	<u>-0-</u>	<u>(3) 60,330</u>	<u>60,330</u>	<u>33,400</u>	<u>( 26,930)</u>
<b>Total</b>	<u>113,753</u>	<u>60,330</u>	<u>174,083</u>	<u>173,100</u>	<u>( 983)</u>
<b>Wastewater Treatment</b>					
Salary & wages	316,474		316,474	326,000	9,526
Travel & training	3,648		3,648	1,900	( 1,748)
Contractual services	199		199	-0-	( 199)
Materials & supplies	57,597		57,597	58,000	403
Fuel	6,438		6,438	6,500	62
Maintenance & repairs	21,148		21,148	20,000	( 1,148)
Utilities	153,346		153,346	145,000	( 8,346)
Capital outlay	<u>-0-</u>	<u>(3) 36,844</u>	<u>36,844</u>	<u>68,900</u>	<u>32,056</u>
<b>Total</b>	<u>558,850</u>	<u>36,844</u>	<u>595,694</u>	<u>626,300</u>	<u>30,606</u>

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

CITY OF GRIFFIN, GEORGIA  
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1994

	<u>Actual</u>		<u>Adjustment to Budgetary Basis</u>	<u>Actual on Budgetary Basis</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Meter Reading</b>						
Salary & wages	79,232			79,232	78,000	( 1,232)
Travel & training	393			393	400	7
Contractual Services	273			273	-0-	( 273)
Materials & supplies	2,283			2,283	2,700	417
Fuel	2,977			2,977	3,000	23
Maintenance & repairs	2,989			2,989	2,500	( 489)
Utilities	780			780	1,000	220
Capital outlay	-0-	(3)	<u>25,770</u>	<u>25,770</u>	<u>59,200</u>	<u>33,430</u>
<b>Total</b>	<u>88,927</u>		<u>25,770</u>	<u>114,697</u>	<u>146,800</u>	<u>32,103</u>
<b>Non-Departmental</b>						
Contractual services	648,214		-0-	648,214	690,400	42,186
Depreciation - wastewater	391,781	(1)	( 391,781)	-0-	-0-	-0-
Depreciation - water	293,529	(1)	( 293,529)	-0-	-0-	3,685
Contingency	<u>6,315</u>		<u>-0-</u>	<u>6,315</u>	<u>10,000</u>	<u>-0-</u>
<b>Total</b>	<u>1,339,839</u>		<u>( 685,310)</u>	<u>654,529</u>	<u>700,400</u>	<u>45,871</u>
<b>Total - Water/ Wastewater</b>	<u>4,538,120</u>		<u>( 275,482)</u>	<u>4,262,638</u>	<u>4,333,000</u>	<u>70,362</u>
<b>Total operating expense</b>	<u>23,980,503</u>		<u>( 29,636)</u>	<u>23,950,867</u>	<u>23,504,000</u>	<u>( 446,867)</u>
<b>Operating income (loss)</b>	<u>6,962,770</u>		<u>29,636</u>	<u>6,992,406</u>	<u>7,739,600</u>	<u>( 747,194)</u>
<b>Non-operating Revenues (expenses):</b>						
Investment income	610,286		(533,032)	77,254	75,000	2,254
Debt service	( 698,285)	(2)	<u>16,167</u>	<u>(682,118)</u>	<u>691,000</u>	<u>8,882</u>
<b>Total Non- operating Revenues (expenses)</b>	<u>( 87,999)</u>		<u>( 516,865)</u>	<u>( 604,864)</u>	<u>( 616,000)</u>	<u>11,136</u>
<b>Income (loss) before other financing uses</b>	<u>6,874,771</u>		<u>( 487,229)</u>	<u>6,387,542</u>	<u>7,123,600</u>	<u>( 736,058)</u>

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

CITY OF GRIFFIN, GEORGIA  
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - ACTUAL COMPARED TO BUDGETARY BASIS - ENTERPRISE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1995

-----

	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on Budgetary Basis</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing uses:					
Operating transfers out	<u>5,250,000</u>	<u>-0-</u>	<u>5,250,000</u>	<u>5,250,000</u>	<u>-0-</u>
Total other financing uses	<u>5,250,000</u>	<u>-0-</u>	<u>5,250,000</u>	<u>5,250,000</u>	<u>-0-</u>
Net profit (loss)	1,624,771	(487,229)	1,137,542	1,873,600	( 736,058)
Contributed Capital & Retained Earnings 6/30/94	<u>26,071,570</u>	<u>-0-</u>	<u>26,071,570</u>	<u>26,071,570</u>	<u>-0-</u>
Contributed capital & Retained Earnings 6/30/95	<u>\$27,696,341</u>	<u>(\$487,229)</u>	<u>\$27,209,112</u>	<u>\$27,945,170</u>	<u>(\$ 736,058)</u>

Notes:

- (1) The city does not budget depreciation expense.
- (2) The city does not budget for accrued interest expense.
- (3) The city does budget for capital outlay.

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

CITY OF GRIFFIN, GEORGIA  
ENTERPRISE FUND  
LIGHT, WATER AND WASTEWATER DEPARTMENT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 1995

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Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 6,962,770
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	1,010,321
Changes in assets and liabilities	
(Increase) Decrease in accounts receivable	( 508,535)
(Increase) Decrease in inventory	( 162,573)
(Increase) Decrease in due from other funds	( 1,228)
(Increase) Decrease in prepaid insurance	(14,893)
Increase (Decrease) in accounts payable	133,518
Increase (Decrease) in consumer deposits	<u>34,589</u>
Net cash provided by operating activities	<u>7,453,969</u>
Cash flows from non-capital financing activities	
Operating transfers out	<u>5,250,000</u>
Net cash provided by (used for) noncapital financing activities	<u>( 5,250,000)</u>

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

CITY OF GRIFFIN, GEORGIA  
ENTERPRISE FUND  
LIGHT, WATER AND WASTEWATER DEPARTMENT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 1995

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Cash flows from capital and related financing activities	
Accrued interest and bond issue cost	( 17,224)
Acquisition and construction of capital assets	( 4,909,589)
Principal on short and long term obligations	( 923,481)
Interest paid on short and long term debt	( <u>681,061</u> )
Net cash provided by (used for) capital and related financing activities	( <u>6,531,355</u> )
Cash flows from investing activities	
Investment income	<u>610,285</u>
Net cash provided by investing activities	<u>601,285</u>
Net increase (decrease) in cash	( 3,717,101)
Cash and restricted cash, June 30, 1994	<u>14,948,872</u>
Cash and restricted cash, June 30, 1995	<u>\$11,231,771</u>

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

CITY OF GRIFFIN, GEORGIA  
 FIDUCIARY FUNDS  
 COMBINING BALANCE SHEET  
 JUNE 30, 1995

	<u>Employee Aid Fund</u>	<u>Cemetery Trust Fund</u>	<u>Mausoleum Trust Fund</u>	<u>Total Memorandum Only</u>
<b><u>ASSETS</u></b>				
Cash-Checking and money market	\$ 81,565	\$ 64,392	\$ 35,490	\$ 181,447
Certificates of Deposit and Investments	13,328,327	1,017,278	140,000	14,485,605
General Fund	<u>-0-</u>	<u>20,227</u>	<u>-0-</u>	<u>20,227</u>
Total assets	<u>\$13,409,892</u>	<u>\$1,101,897</u>	<u>\$ 175,490</u>	<u>\$14,687,279</u>
<b><u>LIABILITIES</u></b>				
Liabilities	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>
Fund balance, appropriated	<u>13,409,892</u>	<u>1,101,897</u>	<u>175,490</u>	<u>14,687,279</u>
Total Liabilities and Fund Balance	<u>\$13,409,892</u>	<u>\$ 1,101,897</u>	<u>\$ 175,490</u>	<u>\$14,687,279</u>

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

CITY OF GRIFFIN, GEORGIA  
 FIDUCIARY FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, TRANSFERS AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Employee Aid Fund</u>	<u>Cemetery Trust Fund</u>	<u>Mausoleum Trust Fund</u>	<u>Total Memorandum Only</u>
<b>REVENUE</b>				
Interest & Dividends on investments	\$ 639,182	\$ 60,730	\$ 6,480	\$ 706,392
Gain (loss) on securities	97,767	8,236	-0-	106,003
Contributions from other funds	1,211,744	-0-	-0-	1,211,744
Sale of lots	-0-	28,435	-0-	28,435
Contributions from Airport Funds	<u>9,579</u>	<u>-0-</u>	<u>-0-</u>	<u>9,579</u>
Total revenue	1,958,272	97,401	6,480	2,062,153
<b>EXPENDITURES</b>				
Pension payments	1,034,705	-0-	-0-	1,034,705
Bank charges	-0-	3,446	62	3,508
Professional fees	<u>48,716</u>	<u>-0-</u>	<u>-0-</u>	<u>48,716</u>
Total expenditures	<u>1,083,421</u>	<u>3446</u>	<u>62</u>	<u>1,086,929</u>
Excess of revenue over expenditures	874,851	93,955	6,418	975,224
Transfers to General Fund	<u>-0-</u>	<u>( 51,419)</u>	<u>-0-</u>	<u>( 51,419)</u>
Excess of revenue over expenditures and transfers	874,851	42,536	6,418	923,805
Fund balance, beginning of year	<u>12,535,041</u>	<u>1,059,361</u>	<u>169,072</u>	<u>13,763,474</u>
Fund balance, end of year	<u>\$13,409,892</u>	<u>\$ 1,101,897</u>	<u>\$ 175,490</u>	<u>\$14,687,279</u>

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



CITY OF GRIFFIN, GEORGIA  
 FIDUCIARY FUNDS  
 COMBINING STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 1995

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	<u>Employee Aid Fund</u>	<u>Cemetery Trust Fund</u>	<u>Mausoleum Trust Fund</u>	<u>Total (Memorandum Only)</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 137,902	\$ 28,435	(\$ 62)	\$ 166,275
Changes in assets and liabilities				
(Increase) Decrease in accounts receivable	-0-	-0-	-0-	-0-
(Increase) Decrease in due from other funds	<u>-0-</u>	<u>2,046</u>	<u>-0-</u>	<u>2,046</u>
Net cash provided by operating activities	<u>137,902</u>	<u>30,481</u>	<u>( 62)</u>	<u>168,321</u>
Cash flows from non-capital financing activities				
Operating transfers out	<u>-0-</u>	<u>( 51,419)</u>	<u>-0-</u>	<u>( 51,419)</u>
Net cash provided by (used for) noncapital financing activities	<u>-0-</u>	<u>( 51,419)</u>	<u>-0-</u>	<u>( 51,419)</u>
Cash flows from capital and related financing activities	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

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

CITY OF GRIFFIN, GEORGIA  
 FIDUCIARY FUNDS  
 COMBINING STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 1995  
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	<u>Employee Aid Fund</u>	<u>Cemetery Trust Fund</u>	<u>Mausoleum Trust Fund</u>	<u>Total (Memorandum Only)</u>
Cash flows from investing activities				
Interest on investments	639,182	57,284	6,480	702,946
Gain (loss) on securities	<u>97,767</u>	<u>8,236</u>	<u>-0-</u>	<u>106,003</u>
Net cash provided by investing activities	<u>736,949</u>	<u>65,520</u>	<u>6,480</u>	<u>808,949</u>
Net increase (decrease) in cash	874,851	44,582	6,418	925,851
Cash and restricted cash beginning of year	<u>12,535,041</u>	<u>1,037,088</u>	<u>169,072</u>	<u>13,741,201</u>
Cash and restricted cash end of year	<u>\$13,409,892</u>	<u>\$ 1,081,670</u>	<u>\$ 175,490</u>	<u>\$14,667,052</u>

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

CITY OF GRIFFIN, GEORGIA  
STATEMENT OF GENERAL FIXED ASSETS  
JUNE 30, 1995  
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General Fixed Assets

Land	\$ 1,872,408
Buildings	2,313,030
Street paving and bridges	3,274,265
Equipment	<u>8,878,554</u>

Total General Fixed Assets \$16,338,257

Investment in General Fixed Assets \$16,338,257

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

CITY OF GRIFFIN, GEORGIA  
 STATEMENT OF CHANGES IN GENERAL LONG-TERM DEBT  
 FOR THE YEAR ENDED JUNE 30, 1995

	<u>Balance</u> <u>June 30, 1994</u>	<u>Obligations</u>	<u>Maturities</u>	<u>Debt Service</u> <u>Fund</u> <u>Operations</u>	<u>Balance</u> <u>June 30, 1995</u>
Amount available in Debt Service Fund	\$ 16,450	\$ -0-	\$ -0-	\$ 9,722	\$ 26,172
Amount to be provided for Retirement of Long-term Debt	<u>1,438,375</u>	<u>492,578</u>	<u>( 630,324)</u>	<u>( 9,722)</u>	<u>1,290,907</u>
Total available and to be provided	<u>\$ 1,454,825</u>	<u>\$ 492,578</u>	<u>(\$ 630,324)</u>	<u>\$ -0-</u>	<u>\$ 1,317,079</u>
General long-term debt payable: General obligation	<u>\$ 1,454,825</u>	<u>\$ 492,578</u>	<u>(\$ 630,324)</u>	<u>\$ -0-</u>	<u>\$ 1,317,079</u>

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

CITY OF GRIFFIN, GEORGIA  
 EMPLOYEE AID FUND SUPPLEMENTARY INFORMATION  
 ANALYSIS OF FUNDING PROGRESS

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<u>FISCAL YEAR</u>	<u>NET ASSETS AVAILABLE FOR BENEFITS</u>	<u>PENSION OBLIGATION</u>	<u>PERCENT FUNDED</u>	<u>UNFUNDED OBLIGATION</u>	<u>ANNUAL COVERED PAYROLL</u>	<u>UNFUNDED OBLIGATION AS A PERCENT OF COVERED PAYROLL</u>
1987	5,686,782	11,319,407	50.2%	5,632,625	4,829,023	117.0%
1988	6,461,825	11,319,407	57.1%	4,857,582	5,407,444	90.0%
1989	7,400,049	10,795,000	68.5%	3,395,651	5,752,347	59.0%
1990	8,162,705	10,795,000	75.6%	2,632,995	6,825,012	38.6%
1991	9,311,891	12,320,224	75.6%	3,941,522	7,234,015	54.5%
1992	10,045,763	13,790,987	72.8%	3,745,224	7,171,353	52.2%
1993	11,227,913	16,665,988	67.4%	5,438,075	7,702,404	70.6%
1994	12,535,041	17,717,347	70.8%	5,182,306	9,638,110	53.8%
1995	13,409,892	19,814,733	67.7%	6,404,841	9,210,339	69.5%

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

CITY OF GRIFFIN, GEORGIA  
 EMPLOYEE AID FUND SUPPLEMENTARY INFORMATION  
 REVENUES BY SOURCE AND EXPENSES BY TYPE

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REVENUES BY SOURCE

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Percentage of Annual Current P/R</u>	<u>Premium Tax</u>	<u>Investment Income</u>	<u>Total</u>
1987	278,861	5.8%	425,966	312,820	1,017,647
1988	330,919	6.1%	567,306	392,704	1,290,929
1989	408,020	7.1%	614,442	436,587	1,459,049
1990	385,203	5.6%	642,417	638,306	1,665,926
1991	364,935	5.0%	681,255	820,336	1,866,526
1992	1,007,534	14.0%	-0-	626,501	1,634,035
1993	1,140,686	14.8%	-0-	942,165	2,082,851
1994	1,245,086	15.0%	-0-	1,038,645	2,283,731
1995	1,221,323	15.0%	-0-	736,949	1,958,272

EXPENSES BY TYPE

<u>Fiscal Year</u>	<u>Benefits</u>	<u>Administrative Expenses</u>	<u>Total</u>
1987	448,333	60	448,393
1988	508,030	7,856	515,886
1989	568,864	2,059	570,923
1990	640,951	13	640,964
1991	715,795	1,545	717,340
1992	818,367	81,796	900,163
1993	861,905	38,796	900,701
1994	924,829	51,774	976,603
1995	1,034,705	48,716	1,083,421

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

# GREENWAY, SMITH & HAISTEN, P. C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE OR BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Mayor and City Commission  
The City of Griffin  
Griffin, Georgia

We have audited the general purpose financial statements of the City of Griffin, Georgia, for the year ended June 30, 1995 and have issued our report thereon dated September 29, 1995.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

In planning and performing our audit of the general purpose financial statements of The City of Griffin, Georgia, for the year ended June 30, 1995, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of The City of Griffin, Georgia, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

Activity Cycles

Treasury or financing  
Revenues/receipts  
Purchases/disbursements  
External financial reporting  
Payroll/personnel

General Requirements

Political activity  
Davis-Bacon Act  
Civil rights  
Cash management  
Federal financial reports

Financial Statement Captions

Cash and cash equivalents  
Receivables  
Inventory  
Property and equipment  
Payables and accrued liabilities  
Fund balance

Specific Requirements

Types of service  
Eligibility  
Matching, level of effort,  
and earmark  
Reporting

Accounting Applications

Receivables  
Cash receipts  
Purchasing and receiving  
Accounts payables  
Cash disbursements  
Payroll  
Property and equipment  
General ledger

For all of the control categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

We noted certain matters involving the internal control structure and its operations that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertion of management in the general purpose financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.



Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we noted the following reportable conditions that we believe to be material weaknesses.

The items we noted that we believe to be material weaknesses of the City of Griffin are as follows:

1. Accounts receivable for utilities and property taxes should be reconciled periodically.
2. Due to/Due from accounts should be reconciled monthly.
3. A complete financial statement should be prepared and verified periodically in order to assure that management's decisions are made from current and correct information.

However, we also noted other matters involving the internal control structure and its operation that we have reported to the management of The City of Griffin, Georgia, in a separate letter dated September 29, 1995.

This report is intended for the information of the audit committee, and management. However, this report is a matter of public record and its distribution is not limited.

*Greenway, Smith & Hoisten, P.C.*  
Certified Public Accountants

September 29, 1995

# **GREENWAY, SMITH & HAISTEN, P. C.**

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE BASED ON AN AUDIT OF GENERAL PURPOSE OR BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Mayor and Commission  
The City of Griffin, Georgia  
Griffin, Georgia

We have audited the general purpose financial statements of The City of Griffin, Georgia, as of and for the year ended June 30, 1995, and have issued our report thereon dated September 29, 1995

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to The City of Griffin, Georgia, is the responsibility of The City of Griffin, Georgia, management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City's compliance with certain provisions of laws, regulation, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, The City of Griffin, Georgia, complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those provisions.

This report is intended for the information of the audit committee, and management. However, this report is a matter of public record and its distribution is not limited.

*Greenway Smith Hooper, P.C.*  
Certified Public Accountants

September 29, 1995