

**CITY OF GRIFFIN, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2002**

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October 8, 2002

Citizens of Griffin
Honorable Members of the
City Commission and City Manager:

In accordance with State Statutes and the Charter of Griffin, Georgia, the Comprehensive Annual Financial Report of the City of Griffin for the fiscal year ended June 30, 2002 is submitted herewith. This report was prepared by the Accounting Division of the Finance and Administrative Service Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

INTRODUCTION

The Comprehensive Annual Financial Report (CAFR) is presented in four sections: introductory, financial, single audit and statistical. The introductory section includes this transmittal letter, the City's organizational chart, and the list of Principal Officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the auditor's report and notes to the financial statements. The single audit consists of our independent auditor's report of an audit of federal and state grants administered by the City of Griffin. The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, **Audits of State and Local Government**. Information related to this single audit (including the Schedule of federal assistance) and the auditors report on the internal control structure and compliance with applicable laws and regulations are included in the single audit section of this report. The statistical section includes selected financial and demographic information that is generally presented on a multi-year basis.

REPORTING ENTITY

The City of Griffin is located in Spalding County, the southernmost county in the Atlanta Metropolitan Area. Hartsfield International Airport is 35 minutes away, I-75 is 11 miles to the West and I-85 is 40 miles to the east. Griffin offers the advantage of a

small but modern city with friendly neighborhoods, quality schools, abundant shopping opportunities, nearby higher education institutions, a full range of outstanding utilities, and governmental services, as well as metropolitan area shopping and recreational attractions. The economic conditions and outlook of the City of Griffin have remained positive.

ECONOMIC CONDITION AND OUTLOOK

Griffin continues to experience positive economic growth. The downtown is thriving with retail, restaurants, and substantial condominium construction including the plans for 2,000 square foot townhomes. New subdivisions are being developed for 200 new homes. The retail area continues to show growth with a Super Wal-Mart Center and Lowes slated to open in 2003.

Griffin Technical College provides post-secondary technical and vocation education as well as some junior college courses. The college is currently undergoing construction of new buildings to provide for the expanded educational mission. The University of Georgia Experiment Station located within the City is being renamed to the University of Georgia Griffin Campus.

The current industrial park is filled near capacity with prominent and well known Fortune 500 companies. Both the City and County Governments are planning an expansion of the Industrial Park. The Commerce Park at Griffin-Spalding Airport is filled to near capacity with current proposals for park expansion.

Griffin's downtown has also been designated by the Georgia Rail Passenger Authority as a primary stop on the planned southern link from Atlanta to Macon of a new statewide commuter rail system. This will provide a tremendous opportunity for expanded growth in Griffin.

MAJOR INITIATIVES

Current Year: The city has faced many challenges during fiscal year 2002. The drought that has impacted Georgia continued to be a problem for Griffin. Our citizens were asked to help conserve water usage and they have responded. The need for a new reservoir to meet the City of Griffin's expanding water needs, remains paramount. The city secured interim financing in the form of Tax Anticipation notes in June to start the construction of the much needed reservoir. The remaining construction cost is to be funded by revenue bonds. The planned issue date for the bonds is December 2002. The reservoir and new water plant is expected to be in line March 2005.

This year the City faced the need to acquire a new facility for the Police Department. The department has outgrown the present facilities and the current building is in considerable need of repair. A site has been located and funding has been appropriated to the fiscal year 2003 budget with an expected move in date of November 2002.

A major issue has been the need to replace the computer system including both hardware and software. The current system has failed to provide timely financial

reporting for the departments. This has led to the over budget conditions of all but 3 departments in Fiscal Year 2002. The commission appropriated the funds for the new computer system in April.

Future Year: The continued drought that has impacted Griffin has created a difficult challenge on generating revenues sufficient to cover the cost of purchasing water from nearby counties. The Utility Customers have been asked to conserve their water usage. As this has happened, the Water and Wastewater revenues are contracting while operating cost are rising. A planned rate increase in Fiscal Year 2003 is scheduled to take place November 2003.

The Renaissance 2020 Plan is a joint effort of The City of Griffin, Spalding County, Griffin Spalding School Board, The Industrial Authority and the Chamber of Commerce to revitalize an economically depressed area of Griffin. The revitalization includes expanding and cleaning up the Park, providing an area for start up business, relocating an elementary school and building quality affordable housing.

Departmental Focus: Each year the Finance Director selects a department or division to highlight for its efforts and accomplishments. This year the Director selected the Airport. Griffin-Spalding Airport is a local general aviation airport serving the Griffin and Spalding County areas with a staff of an Airport Manager and six employees. The Airport Manager, Bob Stapleton, received the honor of being named General Aviation Airport Manager of the Year for the Southeastern United States and the Virgin Island by the Federal Aviation Administration. The Airport plays a key role in the growth of all segments of development in the community by providing convenient and accessible air transportation support to existing local businesses and companies seeking a new market to expand or relocate.

FINANCIAL INFORMATION

Internal Control: In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. These controls are designated to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits require estimates and judgments by management.

All internal control evaluations occur within the above guidelines. The City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and county financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal

control structure is subject to periodic evaluation by management and internal staff of the City.

As a part of the City's annual audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's audit for the fiscal year ended June 30, 2002, provided no instances of material weakness in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls: The City maintains budgetary controls to ensure compliance with legal provisions of the annual appropriated budget approved by the City Commission. Activities of all City funds are included in the annual appropriated budget. The official level of City budget control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is the department, function or activity, and major object of expenditures group for capital and grant projects within each fund. The City Manager and/or Finance Director may authorize transfers of appropriations within the budget of a department in the operating funds when requested by the affected department head or when required to meet current financial obligations. The City's budget maintains an encumbrance accounting system as one means of accomplishing budgetary control. Appropriations for encumbrance amounts at year-end are carried forward to the ensuing year.

GENERAL GOVERNMENT FUNCTION

The following schedule presents a summary of governmental fund types (general, special revenues, and capital projects) revenues and percentage of increase or decrease in relation to the prior year revenues.

REVENUES	AMOUNT	PERCENT OF TOTAL	INCREASE (DECREASE) FROM 2001	PERCENT OF INCREASE (DECREASE)
Taxes	\$ 10,984,400	92.88%	\$ (164,731)	(1.48%)
Licenses and Permits	311,351	2.63%	46,354	17.49%
Charges for Services	252,969	2.14%	(1,530,231)	(85.81%)
Fines and Forfeitures	44,707	0.38%	(14,493)	(24.48%)
Interest Income	122,707	1.04%	(369,420)	(75.07%)
Contributions	10,578	0.09%	(22,930)	(68.43%)
Miscellaneous	61,191	0.51%	19,097	45.37%
Intergovernmental	38,839	0.33%	(520,029)	(93.05%)
TOTAL	\$ 11,826,742	100.00%	\$ (2,556,383)	(17.77%)

The 17.77% decrease in Governmental Fund Revenue is attributable to a decrease in charges for services, interest income, and intergovernmental revenue. With the adoption of FY 2002 budget fees for the building and construction permits were reduced considerably and the Golf Course revenues were reclassified to the Golf Fund, an Enterprise Fund. These two items contributed to \$1,530,231 decrease in revenue from the year before. The growth in property value contribute to growth in the tax digest and to improved economic conditions in Griffin. The increased taxable value of property indicates the continued growth of the community at a stable pace; and the increased demand for services of the City in future years can be anticipated.

The following schedule presents a summary of Governmental Funds Expenditures to include the general, special revenue, and capital project funds for the fiscal year ended June 30, 2002, and the amount and percentage increase or decrease when compared to the previous fiscal year expenditures. Totals presented are GAAP actual.

EXPENDITURES	AMOUNT	PERCENT OF TOTAL	INCREASE (DECREASE) FROM 2001	PERCENT OF INCREASE (DECREASE)
General Government	\$ 3,486,772	17.57%	\$ 1,265,090	56.94%
Judicial	26,605	0.13%	(186)	(.69%)
Public Safety	9,809,631	49.44%	2,570,359	35.51%
Public Works	2,818,154	14.20%	480,025	20.53%
Culture-Recreation	315,851	1.59%	(515,097)	(61.99%)
Housing and Development	904,778	4.56%	194,117	27.31%
Non-Departmental	0	NA	(1,404,530)	(100.00%)
Debt Service	293,975	1.48%	(244,927)	(45.45%)
Capital Outlay	2,187,716	11.03%	(516,829)	(19.11%)
TOTAL	\$ 19,843,482	100.00%	\$ 1,828,022	10.15%

Capital improvement projects funded by the 1% Special Purpose Local Option Sales Tax levied by Spalding County continue to provide large amounts to construct capital projects. General government had significant change which was due to the continued high cost and maintenance of the computer system.

General Fund Balance: The fund balance of the General Fund increased by \$4,987,902 or 237.13 percent in fiscal year 2002. The undesignated fund balance increased by \$4,245,519. The largest impact on the increase was the closure of the Expendable Trust Fund to the General Fund.

PROPRIETARY OPERATIONS

The City's proprietary operations consist of the Enterprise Funds (Water, Sewer, and Electric, Solid Waste, Airport, Storm Water Management Utility Fund, Welcome Center and Golf Course Fund).

Water and Wastewater: The Water and Wastewater Fund which is funded primarily by user charges for water and sewer services, ended fiscal year 2002 with a net loss of \$977,440. Operating Revenues were \$9,639,250 which were \$600,631 above budget. The operating expenses exceeded the budget by \$441,842. The non operating expense exceeded the non operating revenues by \$396,279. A rate increase is planned for adoption in early fiscal year 2003.

Electric Fund: The Electric Fund which is funded primarily by user charges for electricity. The net loss for fiscal year 2002 is \$381,345. The net loss was \$2,104,956 greater than the amount budgeted. Operating Revenues were \$2,998,038 under budget and operating expenses were \$742,743 over budget.

Solid Waste Fund: The Solid Waste Fund is funded through user charges for residential and commercial waste pickup and through the operation of a C & D landfill. This fund ended the fiscal year with a net loss of \$496,447. This was \$609,701 below the budgeted amount. Due to the constantly changing nature of the solid waste environmental requirements, the cost of maintaining an environmentally sound landfill and greater yet, a vehicle fleet to maintain customer satisfaction, operating expenses exceeded the budgeted amount by \$122,009. The fund also had \$363,281 unbudgeted expenses in depreciation costs. This fund will be closely monitored as significant manpower and procedural changes are still eminent.

Airport Fund: The Airport fund was established to account for the cost of the Griffin Spalding Airport. The fund ended the year breaking even. Operating revenues were \$115,026 over budget and operating expenses were \$81,446 over budget. Non-operating revenues were under budget by \$102,912.

Welcome Center Fund: The Welcome Center fund was established to account for the cost of the new Welcome Center. The fund ended the year by needing \$49,562 more than budget from the General Fund.

Storm Water Utility Management Fund: The Storm Water Utility Management Fund is funded through user charges for stormwater-run off. The fund ended the year with retained earnings of \$1,448,314. Operating revenues were \$91,412 below the budget and operating expenses were \$248,723 less than budget. The Operating transfers out were \$336,525 less than budget.

PENSION OPERATIONS

The City provides a pension for its employees through the City of Griffin Employee Aid Fund—a single employer defined contribution pension plan. The plan continues to be actuarially sound as Annual Pension Cost (APC) by the City on behalf of its employees for the year ended June 30, 2002 amounted to \$2,323,241. The unfunded pension benefit obligation as a percentage of covered payroll decreased from 80.5% to 78.9% in fiscal year 2001 and policies have been implemented to continue to close this gap. The Actuarial Value of Assets available for benefits totaled \$24,674,875 as of July 1, 2000 the last actuarial valuation.

DEBT ADMINISTRATION

The City's outstanding general obligation debt was retired completely in 1999. The City is subject to a statutory limitation by the State of Georgia for bonded indebtedness, payable principally from property taxes to an amount not greater than 10% of the assessed value of all taxable property within the City. As of June 30, 2002, the limit for the City was \$45,762,146. The general obligation debt, as of June 30, 2002, is a Tax Anticipation Note due December 31, for \$7,000,000 and a Georgia Municipal lease for \$245,206 to be paid in full by May 15, 2003.

CASH MANAGEMENT

The City strives to keep abreast of current developments and procedures in cash management to ensure efficient and profitable use of available cash resources. Idle funds are invested primarily in treasury bills, notes and bonds, other U.S. government instruments, bonds of this state and its instrumentations, and certificates of deposit with commercial banks, as well as repurchase agreements collateralized by U.S. obligations except for investments with the pension fund which has \$10,198,442 in U.S. equities.

The City's return on investments are favorable for all funds. Investments except for the equities are insured or fully collateralized with the major portion of the securities being investments which constitute direct obligation of, or are unconditionally guaranteed by, the United States of America.

RISK MANAGEMENT

The City is a member of the Georgia Interlocal Risk Management (GIRMA). The City of Griffin retains the first \$5,000 of each risk loss in the form of a deductible. The City files all claims with GIRMA and GIRMA bills the City for any risk of loss up to the \$5,000 deductible.

No reduction in insurance coverage has occurred since the previous year and no settlements in excess of coverage have been paid in the past three years.

The City contracted with an outside consulting firm to help establish a Safety and Risk Management Program. As of Fiscal Year 2002 the City has two committees of employees: the Accident Review Committee and the Safety Committee. These committees meet monthly to review all events causing claims to the City and decide whether the event is chargeable or non chargeable; if found to be chargeable appropriate disciplinary action is taken with the employees involved.

OTHER INFORMATION

Independent Audit: The Charter of the City of Griffin requires an annual independent audit of the City's financial records by a certified public accounting firm. The accounting firm of Greenway, Smith, Haisten & Howell, P.C. was selected to fulfill this requirement. A copy of the auditor's report on the general purpose financial statement and combining and individual fund statements and schedules are included in the financial section of this report.

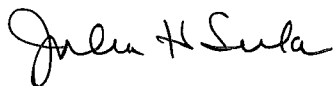
NOTES TO FINANCIAL STATEMENTS

Notes to the financial statements are intended to communicate information necessary for a fair presentation of financial position and results of operations that are not readily apparent from, or cannot be included in, the financial statements themselves. In addition, the notes provide disclosure of accounting methods and practices employed by the City.

ACKNOWLEDGEMENTS

The preparation of this Annual Financial Report has been accomplished through the dedicated effort of the Accounting Division of the Department of Finance and Administrative Services. We would also like to thank the City Commission for their cooperation and all City department heads for their positive attitude toward budgetary responsibility. Finally, we would like to thank the City Manager for his leadership and support in steering the financial affairs of Griffin in a responsible manner.

Respectfully Submitted,



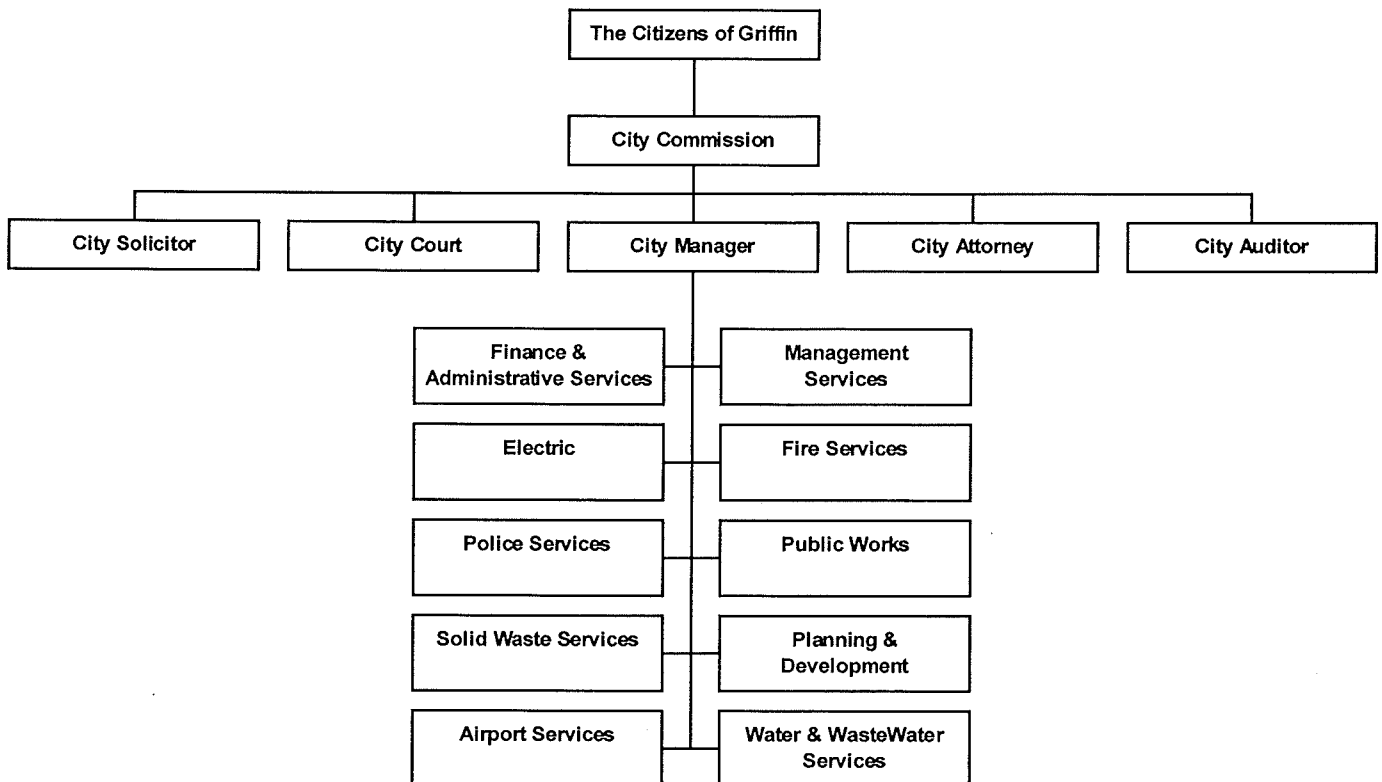
Julia H. Luke
Director of Finance and Administrative Services

PRINCIPAL OFFICIALS

CITY OF GRIFFIN, GEORGIA

Mayor	Joanne Todd
Council Member-At Large	Dick Slade
Council Member-District I	Cynthia Reid Ward
Council Member-District II	Anthony Dickson
Council Member-District III	William D. Landrum
Council Member-District IV	Joanne Todd
Council Member-District V	Walker Cook, Jr.
Council Member-District VI	Rodney McCord
City Manager	Ron Rabun
City Clerk	Ron Rabun
City Attorney	Andrew Whalen
City Auditor	Greenway, Smith, Haisten & Howell, P.C.
City Recorder	Ronald Cook
Director of Finance & Administrative Services	Julia H. Luke
Fire Chief	Willie J. Henley
Police Chief	Armand Chapeau
Director Water Wastewater	William White
Director Electric	John Jones
Public Works Director	Brant Keller
Solid Waste Director	George Reid
Airport Manager	Bob Stapleton
Department of Developmental Services	Vacant

City of Griffin Organization Chart



GREENWAY, SMITH, HAISTEN & HOWELL, 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, 2002, 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 auditing standards generally accepted in the United States of America. 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, 2002, 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 accounting principles generally accepted in the United States of America. 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, 2002, 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 accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated September 20, 2002, on our consideration of City of Griffin, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedules and schedule of expenditures of federal awards are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements of City of Griffin, Georgia. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Greenway Smith, Austin & Howell, PC

September 20, 2002

GREENWAY, SMITH, HAISTEN & HOWELL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF 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, as of and for the year ended June 30, 2002, and have issued our report thereon dated September 20, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The City of Griffin, Georgia internal control over financial reporting 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 over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of The City of Griffin, Georgia in a separate letter dated September 20, 2002.

This report is intended solely for the information and use of the audit committee, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Brennan Smith, Austin & Howell, PC

September 20, 2002



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CITY OF GRIFFIN, GEORGIA
COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2002

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
<u>ASSETS AND OTHER DEBITS</u>			
Cash (Note 2)	\$ 1,974,692	\$ 59,576	\$ 1,605,774
Investments at fair market value (Note 2)	-	-	-
Receivables:			
Taxes	938,476	-	-
Accounts (Note 3)	9,059	-	-
Due from other funds (Note 4)	15,897,658	-	80,000
Due from other governments and agencies	-	23,149	97,457
Inventories at cost	-	-	-
Prepaid expenses	-	-	-
Restricted assets:			
Cash (Note 2)	-	-	-
Investments (Note 2)	-	-	-
Deferred charges	-	-	-
Fixed assets-net of accumulated depreciation (Note 5)	-	-	-
Other Debits:			
Amount to be provided for retirement of long-term capital leases	-	-	-
Amount to be provided for retirement of employee compensated absences	-	-	-
Total assets and other debits	<u>\$ 18,819,885</u>	<u>\$ 82,725</u>	<u>\$ 1,783,231</u>
<u>LIABILITIES, EQUITY AND OTHER CREDITS</u>			
Liabilities:			
Accounts payable	\$ 391,077	\$ -	\$ 226,319
Wages payable	182,816	-	-
Contracts payable	-	-	-
Accrued interest	10,938	-	-
Due to other funds (Note 4)	2,096,598	29,697	716,937
Due to other governments and agencies (current portion) (Note 8)	690	-	-
Capital leases payable (current portion) (Note 7)	-	-	-
Post closure care costs (Note 13)	-	-	-
Payable from restricted assets:			
Accrued revenue bonds interest	-	-	-
Deposits	12,422	-	-
Tax anticipation notes (Note 8)	7,000,000	-	-
Current portion of revenue bonds (Note 8)	-	-	-
Deferred revenue	500,112	-	97,457
Compensated absences (Note 8)	-	-	-
Capital leases payable (non-current) (Note 7)	-	-	-
Revenue bonds (net of current portion) (Note 8)	-	-	-
Due to other governments and agencies (net of current portion) (Note 8)	-	-	-
Post closure care costs (net of current portion) (Note 13)	-	-	-
Total liabilities	<u>10,194,653</u>	<u>29,697</u>	<u>1,040,713</u>

Continued

PROPRIETARY FUNDS TYPE		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS REPORTING ENTITY (MEMORANDUM ONLY)	
ENTER-PRISE	INTERNAL SERVICE	TRUST AND AGENCY FUNDS	GENERAL FIXED ASSETS	GENERAL LONG TERM DEBT	FY 2002	FY 2001
\$ 949,704	\$ 43,377	\$ 1,847,678	\$ -	\$ -	\$ 6,480,801	\$ 12,150,534
1,400,000	-	26,869,517	-	-	28,269,517	31,147,568
-	2,533	-	-	-	941,009	503,481
8,371,095	-	-	-	-	8,380,154	6,656,009
1,936,597	80,000	-	-	-	17,994,255	3,591,571
84,862	-	-	-	-	205,468	679,720
1,310,762	23,720	-	-	-	1,334,482	1,435,056
-	-	-	-	-	-	366,610
11,625,432	-	-	-	-	11,625,432	5,528,634
24,888,083	-	-	-	-	24,888,083	23,164,008
652,752	-	-	-	-	652,752	706,019
71,067,969	4,205,658	94,735	22,994,217	-	98,362,579	91,670,456
-	-	-	-	245,206	245,206	1,661,633
-	-	-	-	1,458,852	1,458,852	1,372,983
\$ 122,287,256	\$ 4,355,288	\$ 28,811,930	\$ 22,994,217	\$ 1,704,058	\$ 200,838,590	\$ 180,634,282
\$ 3,390,476	\$ 129,948	\$ -	\$ -	\$ -	\$ 4,137,820	\$ 2,260,576
109,719	5,813	-	-	-	298,348	-
16,352	-	-	-	-	16,352	207,793
48,115	13,102	-	-	-	72,155	8,813
14,394,515	713,021	43,487	-	-	17,994,255	3,591,571
404,328	-	-	-	-	405,018	205,250
135,345	555,768	-	-	-	691,113	359,984
45,630	-	-	-	-	45,630	45,630
-	-	-	-	-	-	553,022
1,725,799	-	-	-	-	1,738,221	1,410,555
-	-	-	-	-	7,000,000	-
1,140,000	-	-	-	-	1,140,000	1,095,000
-	-	-	-	-	597,569	806,460
899,991	23,572	-	-	1,458,852	2,382,415	2,148,855
48,186	814,506	-	-	245,206	1,107,898	2,425,977
19,530,000	-	-	-	-	19,530,000	20,670,000
2,419,099	-	-	-	-	2,419,099	2,645,584
1,283,542	-	-	-	-	1,283,542	1,323,270
45,591,097	2,255,730	43,487	-	1,704,058	60,859,435	39,758,340

CITY OF GRIFFIN, GEORGIA
COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2002

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
Equity and other credits:			
Contributed capital (Note 11)	\$ -	\$ -	\$ -
Investments in fixed assets	-	-	-
Retained earnings:			
Reserve for renewal and extension (Note 9)	-	-	-
Reserve for debt service (Note 9)	-	-	-
Reserve for emergency (Note 9)	-	-	-
Reserve for revenue bond construction (Note 9)	-	-	-
Reserve for sewer capacity recovery (Note 9)	-	-	-
Reserve for electrical deregulation (Note 9)	-	-	-
Reserve for energy rate fluctuations (Note 9)	-	-	-
Reserve for future operations (Note 9)	-	-	-
Reserve for landfill closure (Note 9)	-	-	-
Reserve for local landfill (Note 9)	-	-	-
Reserve for capital improvements (Note 9)	-	-	-
Unreserved	-	-	-
Fund balances (deficits):			
Reserve for encumbrances (Note 9)	787,912	-	265,000
Reserve for fire station (Note 9)	265,000	-	-
Reserve for clubhouse (Note 9)	110,587	-	-
Reserve for prepaid expenditures (Note 9)	-	-	-
Reserve for deposits (Note 9)	12,422	-	-
Reserved for cemetery (Note 9)	-	-	-
Reserved for Stonewall Cemetery (Note 9)	-	-	-
Reserved for Veterans Cemetery (Note 9)	-	-	-
Reserved for mausoleum (Note 9)	-	-	-
Reserved for benefits (Note 9)	-	-	-
Reserved for employee retirement system (Note 9)	-	-	-
Unreserved			
Designated for property tax relief	3,190,446	-	-
Undesignated	4,258,865	53,028	477,518
Total retained earnings/fund balances (deficits)	8,625,232	53,028	742,518
Total equities (deficits) and other credits	8,625,232	53,028	742,518
Total liabilities, equities (deficits) and other credits	\$ 18,819,885	\$ 82,725	\$ 1,783,231

The accompanying notes are an integral part of these statements.

PROPRIETARY FUNDS		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS REPORTING ENTITY (MEMORANDUM ONLY)	
TYPE			GENERAL	LONG TERM DEBT	FY 2002	FY 2001
ENTER-PRISE	INTERNAL SERVICE	TRUST AND AGENCY FUNDS				
\$ 50,099,870	\$ 2,019,558	\$ -	\$ -	\$ -	\$ 52,119,428	\$ 3,601,320
-	-	-	22,994,217	-	22,994,217	30,732,662
1,180,072	-	-	-	-	1,180,072	794,677
2,194,868	-	-	-	-	2,194,868	2,580,263
1,000,000	-	-	-	-	1,000,000	1,000,000
1,536,373	-	-	-	-	1,536,373	2,147,289
1,041,128	-	-	-	-	1,041,128	522,832
12,044,139	-	-	-	-	12,044,139	11,290,424
5,873,305	-	-	-	-	5,873,305	5,549,184
4,731,286	-	-	-	-	4,731,286	3,614,376
352,857	-	-	-	-	352,857	308,145
126,677	-	-	-	-	126,677	77,578
102,664	-	-	-	-	102,664	188,983
(3,587,080)	-	-	-	-	(3,587,080)	39,805,694
-	-	-	-	-	1,052,912	4,098
-	-	-	-	-	265,000	265,000
-	-	-	-	-	110,587	180,531
-	-	-	-	-	-	130,998
-	-	-	-	-	12,422	-
-	-	1,235,588	-	-	1,235,588	1,214,151
-	-	1,235	-	-	1,235	1,219
-	-	9,353	-	-	9,353	7,127
-	-	264,440	-	-	264,440	251,152
-	-	-	-	-	-	4,531,649
-	-	27,257,827	-	-	27,257,827	26,857,243
-	-	-	-	-	3,190,446	3,113,301
-	80,000	-	-	-	4,869,411	2,106,046
26,596,289	80,000	28,768,443	-	-	64,865,510	106,541,960
76,696,159	2,099,558	28,768,443	22,994,217	-	139,979,155	140,875,942
\$ 122,287,256	\$ 4,355,288	\$ 28,811,930	\$ 22,994,217	\$ 1,704,058	\$ 200,838,590	\$ 180,634,282

CITY OF GRIFFIN, GEORGIA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUNDS

For Year Ended June 30, 2002

With Comparative Totals for the Year Ended June 30, 2001

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
Revenues:			
Taxes	\$ 10,650,121	\$ 92,914	\$ 241,365
License and permits	311,351	-	-
Intergovernmental revenues	35,339	-	3,500
Charges for services	252,969	-	-
Fines and forfeitures	44,707	-	-
Investment income	84,658	682	37,367
Contributions and donations	10,578	-	-
Miscellaneous revenue	61,191	-	-
TOTAL REVENUES	11,450,914	93,596	282,232
Expenditures:			
Current:			
General government	3,486,679	93	-
Judicial	26,605	-	-
Public safety	9,734,607	75,024	-
Public works	2,667,797	-	150,357
Culture/recreation	315,851	-	-
Housing and development	904,778	-	-
Non departmental	-	-	-
Debt service	293,975	-	-
Capital Outlay	293,678	62,902	1,831,136
TOTAL EXPENDITURES	17,723,970	138,019	1,981,493
REVENUES OVER (UNDER) EXPENDITURES	(6,273,056)	(44,423)	(1,699,261)
Other financing sources (uses):			
Operating transfers in (Note 17)	8,038,793	-	446,600
Capital lease proceeds	-	-	-
Operating transfers out (Note 17)	(1,309,486)	-	-
	6,729,307	-	446,600
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	456,251	(44,423)	(1,252,661)
Fund Balance beginning of year	3,637,331	97,451	1,995,179
Residual equity transfer from the Expendable Trust Fund	4,531,650	-	-
Residual equity transfer to the Golf Course Expendable Trust Fund	-	-	-
Residual equity transfer to the Cemetery Non-Expendable Trust Fund	-	-	-
Residual equity transfer to the General Fund	-	-	-
FUND BALANCE END OF YEAR	\$ 8,625,232	\$ 53,028	\$ 742,518

The accompanying notes are an integral part of these statements.

FIDUCIARY FUND TYPE	TOTALS	
	REPORTING ENTITY (MEMORANDUM ONLY)	
EXPENDABLE TRUST	FY 2002	FY 2001
\$ -	\$ 10,984,400	\$ 11,318,679
-	311,351	311,351
-	38,839	42,339
-	252,969	252,969
-	44,707	44,707
-	122,707	160,756
-	10,578	10,578
-	61,191	61,191
-	11,826,742	12,202,570
-	3,486,772	3,486,865
-	26,605	26,605
-	9,809,631	9,884,655
-	2,818,154	2,968,511
-	315,851	315,851
-	904,778	904,778
-	-	-
-	293,975	293,975
-	2,187,716	4,081,754
-	19,843,482	21,962,994
-	(8,016,740)	(9,760,424)
-	8,485,393	8,931,993
-	-	-
-	(1,309,486)	(1,309,486)
-	7,175,907	7,622,507
-	(840,833)	(2,137,917)
4,601,594	2,253,845	-
-	4,531,650	4,531,650
(69,944)	(69,944)	(139,888)
-	-	-
(4,531,650)	(4,531,650)	-
\$ -	\$ 5,874,718	\$ 2,253,845

CITY OF GRIFFIN, GEORGIA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES —
 BUDGET (NON-GAAP) BASIS AND ACTUAL — GENERAL, SPECIAL REVENUE, AND CAPITAL PROJECTS FUND TYPES

For the Fiscal Year Ended June 30, 2002

	GENERAL FUND				
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:					
Taxes	\$ 10,650,121	\$ -	\$ 10,650,121	\$ 10,425,000	\$ 225,121
License and permits	311,351	-	311,351	200,000	111,351
Intergovernmental revenues	35,339	-	35,339	51,504	(16,165)
Charges for services	252,969	-	252,969	168,500	84,469
Fines and forfeitures	44,707	-	44,707	-	44,707
Investment income	84,658	-	84,658	150,000	(65,342)
Contributions and donations	10,578	-	10,578	-	10,578
Miscellaneous revenue	61,191	-	61,191	45,000	16,191
TOTAL REVENUES	11,450,914	-	11,450,914	11,040,004	410,910
Expenditures:					
Current:					
General government	3,486,679	-	3,486,679	3,958,833	472,154
Judicial	26,605	-	26,605	28,200	1,595
Public safety	9,734,607	-	9,734,607	8,996,642	(737,965)
Public works	2,667,797	-	2,667,797	2,580,931	(86,866)
Culture/recreation	315,851	-	315,851	390,806	74,955
Housing and development	904,778	-	904,778	968,493	63,715
Non departmental	-	-	-	-	-
Debt service	293,975	-	293,975	172,858	(121,117)
Capital Outlay	293,678	783,814	1,077,492	981,500	(95,992)
TOTAL EXPENDITURES	17,723,970	783,814	18,507,784	18,078,263	(429,521)
REVENUES OVER (UNDER) EXPENDITURES	(6,273,056)	(783,814)	(7,056,870)	(7,038,259)	(18,611)
Other financing sources (uses):					
Operating transfers in (Note 17)	8,038,793	-	8,038,793	8,081,829	(43,136)
Operating transfers out (Note 17)	(1,309,486)	-	(1,309,486)	(1,040,681)	(268,805)
	6,729,307	-	6,729,307	7,041,248	(311,941)
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	456,251	(783,814)	(327,563)	2,989	330,552
Fund Balance beginning of year	3,637,331	783,814	4,421,145	3,637,331	(783,814)
Residual equity transfer from the Expendable Trust Fund	4,531,650	-	4,531,650	-	(4,531,650)
FUND BALANCE END OF YEAR	\$ 8,625,232	\$ -	\$ 8,625,232	\$ 3,640,320	\$ (453,262)

The accompanying notes are an integral part of these statements.

SPECIAL REVENUE FUND					CAPITAL PROJECTS FUNDS				
GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 92,914	\$ -	\$ 92,914	\$ -	\$ (92,914)	\$ 241,365	\$ -	\$ 241,365	\$ 2,412,644	\$ (2,171,279)
-	-	-	-	-	3,500	-	3,500	-	3,500
-	-	-	-	-	-	-	-	-	-
682	-	682	-	682	37,367	-	37,367	-	37,367
-	-	-	-	-	-	-	-	-	-
93,596	-	93,596	-	(92,232)	282,232	-	282,232	2,412,644	(2,130,412)
93	-	93	-	(93)	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
75,024	-	75,024	-	(75,024)	-	-	-	-	-
-	-	-	-	-	150,357	-	150,357	-	(150,357)
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
62,902	-	62,902	-	(62,902)	1,831,136	-	1,831,136	2,361,000	529,864
138,019	-	138,019	-	(138,019)	1,981,493	-	1,981,493	2,361,000	379,507
(44,423)	-	(44,423)	-	(230,251)	(1,699,261)	-	(1,699,261)	51,644	(1,750,905)
-	-	-	-	-	446,600	-	446,600	446,600	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	446,600	-	446,600	446,600	-
(44,423)	-	-	-	(230,251)	(1,252,661)	-	(1,252,661)	498,244	(1,750,905)
97,451	-	(44,423)	-	(44,423)	1,995,179	-	1,995,179	-	1,995,179
-	-	-	-	-	-	-	-	-	-
\$ 53,028	\$ -	\$ (44,423)	\$ -	\$ (274,674)	\$ 742,518	\$ -	\$ 742,518	\$ 498,244	\$ 244,274

CITY OF GRIFFIN, GEORGIA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
RETAINED EARNINGS/FUND BALANCES – ALL PROPRIETARY FUNDS AND NON-EXPENDABLE TRUST FUNDS

For the Fiscal Year Ended June 30, 2002
 With Comparative Totals for the Year Ended June 30, 2001

	PROPRIETARY FUND TYPE		FIDUCIARY FUND TYPE	TOTALS (MEMORANDUM ONLY)	
	ENTERPRISE	INTERNAL SERVICE	NON EXPENDABLE TRUST	FY 2002	FY 2001
Operating Revenues:					
Charges for services	\$ 44,142,919	\$ 2,680,939	\$ 55,889	\$ 46,879,747	\$ 47,436,126
Interest	-	-	-	-	-
Contributions	-	-	21,458	21,458	-
TOTAL OPERATING REVENUES	44,142,919	2,680,939	77,347	46,901,205	47,436,126
Operating Expenses:					
Personal services and employee benefits	7,664,858	496,560	-	8,161,418	7,261,770
Purchased/contracted services	4,658,386	266,116	5,337	4,929,839	3,037,267
Supplies	24,550,185	766,350	1,456	25,317,991	26,223,888
Interfund	-	-	-	-	1,285,159
Depreciation	2,612,552	1,110,182	-	3,722,734	3,030,421
Other charges	2,077,538	9,965	-	2,087,503	773,088
TOTAL OPERATING EXPENSES	41,563,519	2,649,173	6,793	44,219,485	41,611,593
OPERATING INCOME (LOSS)	2,579,400	31,766	70,554	2,681,720	5,824,533
Non-operating revenue (expenses):					
Sales tax commissions	-	-	-	-	55,166
Golf course escrow fees	32,720	-	-	32,720	-
Delinquent penalties	805,632	-	-	805,632	845,495
Fiberoptic communications	792,741	-	-	792,741	837
Web access	10,974	-	-	10,974	4,600
Sewer capacity recovery fees	518,296	-	-	518,296	249,814
Local landfill surcharge	44,712	-	-	44,712	55,466
Landfill closure surcharge	49,099	-	-	49,099	14,664
Rental income	-	-	3,850	3,850	-
Miscellaneous revenues	78,382	54,385	-	132,767	203,289
Interest income	273,652	227	-	273,879	608,284
Dividends	1,075,866	-	-	1,075,866	1,157,207
Net increase in the fair value of investments	1,118,880	-	-	1,118,880	667,998
Intergovernmental revenues	524,106	-	-	524,106	321,797
Miscellaneous expense	(5,393)	-	-	(5,393)	(93,686)
Bad debt expense	(1,278,446)	-	-	(1,278,446)	-
Interest expense	(1,168,198)	(84,777)	-	(1,252,975)	(1,307,516)
Bond issuance costs	(53,266)	-	-	(53,266)	(58,396)
Fiscal charges	(4,800)	-	-	(4,800)	(3,292)
TOTAL NON-OPERATING REVENUES (EXPENSES)	2,814,957	(30,165)	3,850	2,788,642	2,721,727
INCOME BEFORE OPERATING TRANSFERS	5,394,357	1,601	74,404	5,470,362	8,546,260
Operating transfers:					
Operating transfers in (Note 17)	848,407	80,000	-	928,407	1,930,271
Operating transfers out (Note 17)	(8,065,276)	(1,601)	(37,437)	(8,104,314)	(4,738,717)
NET OPERATING TRANSFERS	(7,216,869)	78,399	(37,437)	(7,175,907)	(2,808,446)
NET INCOME (LOSS)	(1,822,512)	80,000	36,967	(1,705,545)	5,737,814
Retained earnings beginning of year	72,294,683	-	1,473,649	72,294,683	62,056,064
Prior period adjustment	-	-	-	-	4,500,805
Retained earnings beginning of year, as restated	72,294,683	-	1,473,649	72,294,683	66,556,869
Residual equity transfer from the Natural Gas Utility Fund	-	-	-	-	-
Residual equity transfer from the Expendable Trust Fund	-	-	-	-	-
Residual equity transfer from the Golf Course Escrow Fund	69,944	-	-	69,944	-
Residual equity transfer to the Motor Pool Fund	(1,909,831)	-	-	(1,909,831)	-
Residual equity transfer to the Combined Utilities Fund	25,539,802	-	-	25,539,802	-
Residual equity transfer to the Solid Waste Fund	(2,876)	-	-	(2,876)	-
Residual equity transfer to the Electric Fund	(43,046,199)	-	-	(43,046,199)	-
Residual equity transfer to the Water & Wastewater Fund	(24,526,722)	-	-	(24,526,722)	-
RETAINED EARNINGS END OF YEAR	\$ 26,596,289	\$ 80,000	\$ 1,510,616	\$ 26,713,256	\$ 72,294,683

The accompanying notes are an integral part of these statements.



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CITY OF GRIFFIN, GEORGIA
COMBINED STATEMENT OF CASH FLOWS
FOR ALL PROPRIETARY FUNDS AND NON-EXPENDABLE TRUST FUNDS

For the Year ended June 30, 2002
 With Comparative Amounts for the year ended June 30, 2001

	PROPRIETARY FUND TYPE		FIDUCIARY FUND TYPE
	ENTERPRISE	INTERNAL SERVICE	NON EXPENDABLE TRUST
(DECREASE) INCREASE IN CASH			
Cash flows from operating activities:			
Cash received from investments	\$ -	\$ -	\$ 55,889
Cash received from customers	34,448,517	2,678,406	-
Cash received from contributions	-	-	21,458
Cash payments to suppliers for goods and services	(26,919,948)	(205,424)	(6,793)
Cash payments to employees for services	(7,592,812)	(490,747)	-
Due from other funds	4,874,496	-	-
New customer utility deposits	1,919,527	-	-
Non-operating miscellaneous income	76,854	-	-
Net cash provided by operating activities	6,806,634	1,982,235	70,554
Cash flows from noncapital financing activities:			
Operating transfers in from other funds	848,407	80,000	-
Operating transfers out to other funds	(7,705,783)	(1,601)	(22,055)
Due from other funds	-	(80,000)	-
Residual equity transfers in	8,826,483	-	-
Residual equity transfers out	(7,179,785)	-	-
Accident claims/insurance proceeds	-	54,385	-
Golf escrow fees	32,720	-	-
Operating grants received	104,141	-	-
Spalding County intergovernmental revenues	113,337	-	-
Sales tax commissions	-	-	-
Delinquent penalties	805,632	-	-
Fiber optic communications	792,741	-	-
Web access	10,974	-	-
Sewer capacity recovery fees	518,296	-	-
Georgia landfill surcharges	13,142	-	-
Local landfill surcharges	44,712	-	-
Landfill closure surcharges	49,099	-	-
Rental income	-	-	3,850
Georgia disposal fees	(116,034)	-	-
Post closure costs	(39,728)	-	-
Miscellaneous expense	(3,956)	-	-
Net cash (used in) provided by noncapital financing activities	(2,885,602)	52,784	(18,205)
Cash flows from capital and related financing activities:			
Special Purpose Local Option Sales Taxes	20,057	-	-
Grant from the Georgia Department of Natural Resources	160,545	-	-
Principal payments for Georgia Environmental Facilities Authority Loan	(142,028)	(759,906)	-
Capital from GMA lease	(10,250)	-	-
Capital from Georgia Department of Transportation	108,304	-	-
Deposits to sinking fund	3,368,112	-	-
Disbursements from sinking fund	(2,730,052)	-	-
GMA lease payments	(276,230)	-	-
Principal paid on revenue bonds	(1,095,000)	-	-
Acquisition and construction of capital assets	(3,275,522)	(1,160,288)	-
	6,970,725	-	-
Interest expense Georgia Environmental Facilities Authority lease	(7,362)	-	-
Interest expense on Georgia Municipal Agency lease	(3,803,982)	(71,675)	-
Interest expense paid on debt	(1,103,071)	-	-
Fiscal charges on revenue bonds	(4,800)	-	-
Net cash provided by (used in capital and related financing activities)	(1,820,554)	(1,991,869)	-
Cash flows from investing activities:			
Purchase of investment securities	-	-	-
Dividends	1,075,866	-	-
Proceeds from sale and maturities of investment securities	1,118,880	-	-
Interest on investments	268,321	-	-
Interest on cash deposits	5,331	227	-
Net cash (used in) provided by investing activities	2,468,398	227	-
Net Increase (decrease) in cash	4,568,876	43,377	52,349
Cash at beginning of year (Note 1 H)	8,006,260	-	1,378,917
Cash at end of year (Note 1 H)	\$ 12,575,136	\$ 43,377	\$ 1,431,266

TOTALS	
FY 2002	FY 2001 (As Restated)
\$ 55,889	\$ 62,536
37,126,923	45,859,286
21,458	-
(27,132,165)	(30,286,871)
(8,083,559)	(7,226,113)
4,874,496	-
1,919,527	292,148
76,854	203,289
8,859,423	8,904,275

928,407	1,882,391
(7,729,439)	(4,738,717)
(80,000)	-
8,826,483	8,347
(7,179,785)	-
54,385	-
32,720	-
104,141	98,988
113,337	181,384
-	55,166
805,632	845,495
792,741	837
10,974	4,600
518,296	249,814
13,142	4,883
44,712	55,466
49,099	14,664
3,850	4,550
(116,034)	-
(39,728)	-
(3,956)	(93,686)
(2,851,023)	(1,425,818)

20,057	56,414
160,545	-
(901,934)	108,010
(10,250)	471,875
108,304	41,425
3,368,112	(2,257,200)
(2,730,052)	1,628,286
(276,230)	(314,327)
(1,095,000)	(1,460,298)
(4,435,810)	(5,617,530)
6,970,725	-
(7,362)	(147,047)
(3,875,657)	-
(1,103,071)	(1,151,656)
(4,800)	(3,292)
(3,812,423)	(8,645,340)

-	(2,322,735)
1,075,866	-
1,118,880	587,786
268,321	1,754,028
5,558	11,463
2,468,625	30,542
4,664,602	(1,136,341)
9,385,177	9,389,216
\$ 14,049,779	\$ 8,252,875

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$	2,579,945	\$	31,766	\$	70,554
Adjustments to reconcile operating income to net cash provided by operating activities						
Depreciation		2,612,552		1,110,182		-
Allowance for uncollectibles		2,043,789		-		-
Non-operating miscellaneous income		77,746		-		-
New customer deposits		1,919,527		-		-
Non-operating miscellaneous expense		(1,437)		-		-
Change in assets and liabilities:						
Decrease (increase) in accounts receivable		(9,694,402)		(2,533)		-
Decrease (increase) in due from other funds		(1,539,810)		-		-
Decrease (increase) in due from other governments and agencies		(10,793)		-		-
Decrease (increase) in inventories		(1,302,508)		(23,720)		-
(Increase) decrease in prepaids		34,515		-		-
Increase (decrease) in accounts payable		3,333,047		129,947		-
Increase (decrease) in contracts payable		16,352		-		-
Increase (decrease) in deposits		1,050		-		-
Decrease (increase) in due to other governments and agencies		340,426		-		-
(Decrease) increase in compensated absences		630,294		23,572		-
Increase (decrease) in due to other funds		5,694,295		713,021		-
Increase (decrease) in salaries payable		72,046		-		-
Net cash provided by operating activities	\$	6,806,634	\$	1,982,235	\$	70,554

CASH PER COMBINED BALANCE SHEET

Current Cash	\$	949,704	\$	43,377	\$	1,431,266
Restricted Cash		11,625,432		-		-
Total cash per Cash Flow Statement	\$	12,575,136	\$	43,377	\$	1,431,266

The accompanying notes are an integral part of these statements.

\$ 2,682,265	\$ 5,911,214
3,722,734	3,001,271
2,043,789	726,024
77,746	203,289
1,919,527	-
(1,437)	292,148
	-
(9,696,935)	(1,514,153)
(1,539,810)	(1,042,128)
(10,793)	1,486
(1,326,228)	(156,216)
34,515	(5)
3,462,994	1,754,148
16,352	45,657
1,050	
340,426	541,009
653,866	(199,616)
6,407,316	(659,853)
72,046	-
<u>\$ 8,859,423</u>	<u>\$ 8,904,275</u>

\$ 2,424,347	\$ 2,724,241
11,625,432	5,528,634
<u>\$ 14,049,779</u>	<u>\$ 8,252,875</u>



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**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting principles of the City of Griffin, Georgia conform to generally accept accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"), in conjunction with the Financial Accounting Standards Board ("FASB") pronouncements issued on or before November 30, 1989.

The accompanying summary of the City of Griffin's more significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies, as presented, should be viewed as an integral part of the accompanying financial statements.

A. THE REPORTING ENTITY

The primary government is a municipal corporation governed by an elected seven member commission. As required by generally accepted accounting principles, these financial statements present the government entity for which the government is considered to be financially accountable. Management has determined the City of Griffin has no component units, based on the criteria for including organizations as component units within the reporting entity as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards.

The criteria are:

1. The organization is legally separate (can sue and be sued in their own name)
2. The City holds the corporate powers of the organization.
3. The City appoints a voting majority of the organizations board.
4. The City is able to impose its will on the organization.
5. The organization has the potential to impose a financial benefit/burden on the City.
6. There is a fiscal dependency by the organization on the City.

Primary Government

The City of Griffin was founded by the Monroe Railroad and Banking Company about 1839. In 1833, the Monroe Railroad was one of three companies to receive a State franchise to construct rail lines across Georgia. The Monroe Railroad purchased 800 acres known as the Still farm in 1839 and laid out a plan for a city with wide streets, squares and lots. Approximately twenty acres was set aside for public use, including a Court House square, parks, parade ground, schools, and churches. The remainder of the land was

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

auctioned off on June 8, 1840. The City was chartered by the Georgia General Assembly in 1843 to be governed by a five man commission, elected at-large to one-year terms. Today the city is governed by a seven member commission with the daily operations managed by an appointed City Manager. The following services as authorized by its charter and code are provided by the City: General Administrative Services, Public Safety (Police and Fire) Public Works (Streets, Sanitation, Stormwater, Water and Sewer) Electricity and Developmental Services (Zoning, Planning and Inspection)

B. RELATED ORGANIZATIONS

The City of Griffin officials are also responsible for appointing the members of the board's of other organizations, but the City's accountability for these organizations does not extend beyond making these appointments. The Commission appoints the board of the Griffin Housing Authority.

C. JOINT VENTURE

Under Georgia law, the City of Griffin, in conjunction with other cities and counties in the five county central Georgia area, is a member of the McIntosh Trail Regional Development Center (RDC) and is required to pay annual dues. Membership in the RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Regional Development Centers in Georgia. The RDC Board members include the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debt or obligations of a RDC. Separate financial statements may be obtained from:

McIntosh Trail Regional Development Center
120 N. Hill Street
Griffin, Georgia 30224

D. BASIS OR PRESENTATION-FUND ACCOUNTING

The accounts of the City are organized on the basis of the funds and the account groups each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses as appropriate. Government resources are allocated to and accounted for in the individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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in the financial statements in this report into three broad fund categories and six generic fund types and account groups.

The three broad fund categories are as follows:

GOVERNMENTAL FUNDS

Governmental Funds include the General Fund, Special Revenue Funds, and Capital Projects Funds. The Governmental Fund measurement focus is the flow of current financial resources which is the determination of financial position and changes in financial position (sources, uses, and balance of financial resources rather than upon net income determination). Those funds are maintained on the modified accrual basis of accounting. (Explained further under Basis of Accounting)

PROPRIETARY FUNDS

Proprietary Funds included Enterprise Funds and the Internal Service Funds. The Proprietary Fund measurement focus is the flow of economic resources which is the determination of net income, financial position, and changes in financial position. The generally accepted accounting principles here are those applicable to similar businesses in the private sector and thus these funds are maintained on the accrual basis of accounting. (Explained further under Basis of Accounting)

FIDUCIARY FUNDS

Fiduciary Funds include the Expendable Trust Fund, Nonexpendable Trust Fund and the Agency Funds. The measurement focus of the Expendable Trust Fund is the same as governmental funds and are therefore maintained on the modified accrual basis of accounting. The Nonexpendable Trust Fund is maintained on the accrual basis of accounting as the measurement focus of this fund is similar to Proprietary Funds. The Agency Funds assets and liabilities are accounted for on the modified accrual basis.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

The six Generic Fund types and Account Groups are as follows:

GENERAL FUND

The General Fund is the principal fund of the City which accounts for all financial transactions not accounted for in other funds. The majority of current operating expenditures of the City other than Proprietary Fund activities are financed through revenues received by the General Fund.

SPECIAL REVENUE FUNDS

These funds are used to account for revenues derived from specific taxes, governmental grants, or other revenue sources which are designed to finance particular functions or activities of the City.

CAPITAL PROJECTS FUNDS

The Capital Projects Fund accounts for Capital Improvements (except for those financed by Proprietary Funds) which are financed from the City's General Obligation Bond Issues, certain Federal Grants and other City Funds.

ENTERPRISE FUNDS

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the City is that the costs (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 acquisition, maintenance and improvement of the physical plant facilities required to provide these goods and services are financed from existing cash resources, the issuance of revenue bonds, Federal Grants and other City Funds.

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City. These goods or services are provided on a cost reimbursement basis. It is also used to account for given types of risk financing activities (e.g., casualty losses).

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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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, other governmental units, and other funds.

ACCOUNT GROUPS

Account Groups are used to establish accounting control and accountability for the City's General Fixed Assets and General Long-Term Obligations.

E. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

MODIFIED ACCRUAL BASIS OF ACCOUNTING

The modified accrual basis of accounting is followed in the Governmental Fund types, Expendable Trust Fund and Agency Fund. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities.

Property taxes levied and due for the current year are considered available and are therefore recognized as revenues in accordance with NCGA Interpretation 3 of NCGA Statement 1.

Licenses, fines and forfeitures, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Taxes, charges for services, investment earnings, and special assessments are considered available if payment is received within 31 days after the close of the current fiscal year and therefore recognized as revenues.

Intergovernmental revenues received as reimbursements for specific purposes or projects are recognized when the expenditure is recorded. Intergovernmental revenues received but not earned are recorded as deferred revenues.

Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due and vacation and sick pay which is recorded when paid.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

ACCRUAL BASIS OF ACCOUNTING

The accrual basis of accounting is followed in all Proprietary Funds, Nonexpendable Trust Funds and the Trust and Agency Fund. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when incurred. The revenues for sanitation and water and sewer, which are based upon service rates authorized by the City Commission, are determined by monthly cyclical billings to customers. Earned but unbilled revenues are accrued and reported in the financial statements.

Investment earnings are accrued in Proprietary Funds and the Nonexpendable Trust Fund.

The City has adopted the requirements of GASB Statement 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting," and elected to follow only GASB standards. Therefore, the City has not adopted Financial Accounting Standards Board pronouncements issued after November 30, 1989.

F. BUDGETS AND BUDGETARY ACCOUNTING

The City code requires an annual operating budget be prepared that includes a proposed work program, a basic budget at the current level, and program change requests for all Governmental, Proprietary and Non-expendable Trust Fund types. The budget is prepared and submitted by the City Manager to the Commission for their consideration and adoption by ordinance prior to the commencement of the ensuing financial year. Any action that would increase or decrease a fund's budget must be approved by the City Commission. The Finance Director is authorized to transfer budget amounts within any fund. Budgetary control is exercised at the department, function or activity, and major object of expenditures group for capital and grant projects within each fund. Each of these areas cannot legally exceed their appropriations. All unencumbered appropriations lapse at year end. The budget is prepared showing each fund, department and level of expenditure for the prior year, current year estimates, requested, recommended and approved appropriation for the next fiscal year.

For Fiscal Year 2002, the City elected not to adopt budgets for the Special Revenue Funds-Grants Fund and CDBG Fund.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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The budget data presented in the financial statements and schedules were prepared on a Non-GAAP Budgetary basis for the Governmental Fund types. The difference between the GAAP basis and the budgetary basis is the inclusion of encumbrances as expenditures. In the Proprietary Funds and the Nonexpendable Trust Fund, the budgets were prepared on the GAAP basis. The same accrual basis that is used to reflect actual results is used to prepare the budgets for these funds. In instances where budget appropriations and estimated revenues have been revised during the year, budget data presented represents final authorized amounts.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

The following funds' expenditures/expenses exceeded legal appropriations:

	Expenditures/Expenses on Budgetary Basis	Appropriations	Amount Exceeding
General Fund	\$ 18,507,784	\$ 18,078,263	\$ 429,521
Special Revenue			
US Department of Justice Local Law Enforcement Block Grant	\$ 137,926	\$ -	\$ 137,926
CDBG Fund	\$ 93	\$ -	\$ 93
Enterprise			
Water and Wastewater Fund	\$ 8,288,466	\$ 7,846,624	\$ 441,842
Electric Fund	\$ 27,604,403	\$ 25,098,358	\$ 2,506,045
Solid Waste Fund	\$ 4,490,145	\$ 4,368,136	\$ 122,009
Airport Fund	\$ 755,381	\$ 673,935	\$ 81,446
Welcome Center Fund	\$ 194,417	\$ 162,736	\$ 33,681
Golf Fund	\$ 849,687	\$ 665,077	\$ 184,610
Internal Service Funds			
Motor Pool Fund	\$ 1,684,047	\$ 2,649,173	\$ 965,126
Trust and Agency			
Cemetery Non-expendable Trust	\$ 6,793	\$ 5,000	\$ 1,793

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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Per the official code of Georgia Annotated 36-81-3, the following departments' expenditures/expenses exceeded legal appropriations:

	Expenditures/Expenses on Budgetary Basis		Appropriations		Amount Exceeding
<hr/>					
General Fund					
<hr/>					
Police	\$	5,989,544	\$	5,368,122	\$ 621,422
Fire	\$	3,629,890	\$	3,502,004	\$ 127,886
Public Works	\$	2,667,797	\$	2,580,931	\$ 86,866
Debt Service	\$	293,975	\$	172,858	\$ 121,117
Capital Outlay	\$	1,077,492	\$	981,500	\$ 95,992
Special Revenue Funds					
<hr/>					
General Government	\$	93	\$	0	\$ 93
Public Safety	\$	75,024	\$	0	\$ 75,024
Capital Outlay	\$	62,902	\$	0	\$ 62,902
Enterprise Funds					
<hr/>					
			\$	0	
Water and Wastewater	\$	8,288,466	\$	7,846,624	\$ 441,842
Electric	\$	25,841,101	\$	25,098,358	\$ 742,743
Solid Waste	\$	4,490,145	\$	4,368,136	\$ 122,009
Airport	\$	755,381	\$	673,935	\$ 81,446
Welcome Center	\$	196,417	\$	162,736	\$ 49,402
Golf Course	\$	849,687	\$	665,077	\$ 184,610
Internal Service Funds					
<hr/>					
Motor Pool	\$	2,649,173	\$	1,684,047	\$ 965,126
Trust Funds					
<hr/>					
Cemetery	\$	6,793	\$	5,000	\$ 1,793

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

G. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts and other commitments for expenditure 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, Special Revenue Funds, and Capital Projects Funds, and Expendable Trust Fund. Encumbrances outstanding at year end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

H. CASH

For the purpose of the statement of cash flows, the City considers only cash (including restricted assets) in determining the increase (decrease) in cash. The Fiduciary Fund Type Cash Flow does not reconcile to the Balance Sheet due to a cash balance in the Expendable Trust Fund, Golf Course Trust Fund, and the Employee Aid Fund.

I. INVESTMENTS

Investments have a remaining maturity at time of purchase of one year or less and are therefore recorded at cost or amortized cost in accordance with GASB Statement 31. Adjustments are made to cost for any premium or discount, which is amortized over the maturity of the investment.

J. RECEIVABLES

Revenues are recorded when received except for the following items for which receivables have been recorded:

1. Taxes Receivable which includes:

- a. Taxes Receivable-Delinquent—represents the past seven years' of uncollected tax levies. An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The tax receivables have been reported net of these allowances.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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- b. Sales Taxes, Franchise Taxes, and Public Utilities Receivable—recorded as revenue when they become both measurable and available for collection within the current period paying cycle, which is 31 days past year end. The balance of what has been earned though not available is recorded as deferred revenue.

2. Accounts Receivable which includes:

- a. Accounts Receivable—Sanitation and Water and Sewer services charges are recognized when earned, with an allowance for uncollectible of 28% of the accounts receivable balance at June 30. Services performed by various departments are recognized as revenue when they are measured and assured collection within the current paying cycle of the City. That which is earned, but not collected, is recognized as a deferred revenue. In the Proprietary Funds and Nonexpandable Trust Fund, they are recognized as revenue when earned.
- b. Returned Checks—the balance of checks written by the public that the banks have returned to the City over the past 12 months.
- c. Accounts Receivable-Employees—the balance that City employees owe the City for travel advances, garnishments, etc.
- d. Unbilled Services Receivable—within the City's Enterprise Funds, and estimated amount has been recorded for services rendered but not yet billed as of the close of June 30, 2002. The receivable was arrived at by taking the cycle billings the City sent the customers in July and prorating the amount of the days applicable to the current year factored at 72% to allow for uncollectible.

K. DUE FROM OTHER GOVERNMENTS & AGENCIES

Due from other governments includes amounts from grantors for grants for specific programs and capital projects. Program grants and capital grants for general fixed assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenue received in advance of project costs being incurred are deferred. Capital grants for fixed asset additions to the Proprietary Funds are recorded as receivables and corresponding increases to contributions when reimbursable project costs are incurred.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

L. DUE FROM AND DUE TO OTHER FUNDS

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets and service debts. To the extent that certain transactions between funds had not been paid or received as of June 30, 2002, balances of interfund amounts receivable or payable have been recorded.

M. INVENTORIES

Inventories are adjusted to annual and periodic physical counts and are valued at cost using the first in, first-out method of valuation.

N. PREPAID EXPENDITURES/EXPENSES

Payments made to various vendors for items or services for a future period beyond June 30, 2002 are recorded as prepaid expenditures/expenses. The fund balances in the Governmental Fund types have been reserved for the prepaid expenditures recorded in those funds. This reflects the amount of fund balance not currently available for expenditure.

O. RESTRICTED ASSETS

Monies or other resources, the use of which is restricted by legal or contractual requirements, are recorded as restricted assets.

P. FIXED ASSETS

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. General fixed assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the Governmental Fund types and capitalized (recorded and accounted for) in the General Fixed Asset Account Group.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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Fixed assets in the Proprietary Funds are capitalized in the fund in which they are utilized. All fixed assets are valued at historical cost or estimated historical cost if the actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated. The valuation basis of land purchased after June 30, 1979 is historical cost. Purchases of land prior to June 30, 1979 is valued at appraised market value which approximates historical cost. All other fixed assets are valued at historical cost.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, and lighting systems are not capitalized.

No depreciation has been provided on general fixed assets. Depreciation of all exhaustible fixed assets used by the Proprietary Funds is charged as an expense against their operations. Accumulated depreciation is reported on the Proprietary Funds' balance sheets. Depreciation is provided on the straight-line basis over the estimated useful lives.

The estimated useful lives are as follows:

Assets	Life (Years)
Water System	30 - 50
Sewer System	30 - 50
Buildings	15 - 50
Machinery and Equipment	05 - 20
Vehicles	01 - 20

Expenditures for maintenance and repairs which do not add to the value of the assets or materially extend their lives are expensed as incurred. However, expenditures for repairs and upgrading which do materially add to the value or life of an asset are capitalized.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

Q. LONG-TERM OBLIGATIONS

Long-term liabilities for certain general obligations are recorded in the General Long-Term Obligation self-balancing account group.

Long-term liabilities for revenue obligations are recorded in the Enterprise Funds. Principal and accrued interest are recorded as liabilities. Principal and interest payments are deducted from the liability as made.

It is the City's policy to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from City service. In Governmental Fund types, the cost of vacation benefits is recognized when payments are made to employees. A long-term liability of \$246,120.13 of accrued vacation benefits at June 30, 2002 has been recorded in the General Long-Term Debt Account Group, representing the City's commitment to fund such costs from future operations.

Proprietary Fund type expenses are accrued when incurred. The long term liabilities for vacation benefits are \$42,210 for Solid Waste; \$42,452 for Water and Wastewater; \$3,243 for Airport; \$50,401 for Electric; and \$8,243 for Stormwater; \$12,548 for Golf and \$4,866 for Motor Pool.

It is also the City's policy to allow the employee to accumulate a limited amount of sick leave which is paid when used and when the employee retires from service with the City. In the Governmental Funds, the cost of the sick leave benefit is recognized when the payments are made to the employees. A long term liability of \$976,943 of accrued sick leave benefits at June 30, 2002 has been recorded in the General Long-Term Debt Account Group, representing the City's commitment to fund such costs from future operations.

The sick leave expense on the Proprietary Funds is accrued when incurred. The long term liabilities for sick leave are \$155,517 for Water and Wastewater; \$157,550 for Electric; \$170,086 for Solid Waste; \$4,339 for Airport; \$22,976 for Stormwater; \$43,508 for Golf and \$16,449 for Motor Pool.

There are long term liabilities for compensating time off. These liabilities are paid to the employees when used or from separation from City service. The Comp Time long term liability of \$132,118 at June 30, 2002 is recorded in the General Long-Term Debt Account Group for the Governmental Funds. The amount of long term liabilities in the Proprietary Funds are \$20,268 for Water and Wastewater; \$113,088 for Electric; \$6,421 for Solid Waste; \$2,765 for Airport; \$3,990 for Stormwater; \$7,454 for Golf and \$2,256 for Motor Pool.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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R. PENSION FUND

Annual costs of the pension plan are actuarial computed and include amortization of past service costs over a period of 40 years. The City's policy is to fund the annual pension costs in the annual budget.

S. DEFERRED REVENUE

Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Such amounts have been deemed to be measurable but not available.

T. FUND BALANCE

1. Reserved Fund Balance—A reservation of fund balance indicates that a portion of the Fund equity has been legally segregated for specific purposes.
2. Designated Fund Balance—A designation of fund balance indicates that portion of fund equity for which the City has made tentative plans.
3. Undesignated Fund Balance—Undesignated fund balance indicates that portion of fund equity which is available for budgeting in future period.
4. Contributions—The following transactions are recorded as contributions in the Enterprise, Internal Service, and Nonexpendable Trust Funds:
 - a. Cash transfers of equity from other funds.
 - b. Receipts of Federal and State grants for acquisition of fixed assets.
 - c. Fixed assets contributed from other funds or the General Fixed Assets Account Group.
 - d. Contributions from customers for the acquisition of fixed assets normally capitalized by the City.

U. DISCOUNTS/PREMIUMS/ISSUANCE COSTS

Premiums and discounts are deferred and amortized in the proprietary funds, as are issuance costs. The general long term debt is reported at its face value, without premium or discount in the General Long Term Debt Group of Accounts. Issuance costs related to general long-term debt are reported as expenditures of the period in which it is incurred in the governmental fund that received the proceeds of the debt.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

V. COMBINED STATEMENTS – OVERVIEW

The totals columns on the Combined Statements-Overview are noted “Memorandum Only” to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Interfund eliminations have not been made in the summarization of this data.

W. COMPARATIVE TOTAL DATA

Comparative total data and certain comparative data by fund type for the prior year have been presented in the accompanying combined financial statements in order to provide an understanding of the changes in the City’s financial position and operations.

The total data are the aggregate of the fund types and account groups. No consolidating or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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**NOTE 2. DEPOSITS WITH FINANCIAL INSTITUTIONS, INVESTMENTS
(INCLUDING REPURCHASE AGREEMENTS), AND REVERSE REPURCHASE
AGREEMENTS**

A. DEPOSITS

At year end, the carrying amount of the City's deposits was \$18,106,233 and the bank balance was \$20,483,784. Deposits of cities and other state or local governments are classified in three categories to give an indication of the level of risk assumed by the City. Category 1 includes cash that is insured or collateralized with the securities held by the City or by its agent in the City's name, Category 2 includes cash collateralized with securities held by the pledging financial institution's trust department or agent in the City's name, and Category 3 includes uncollateralized bank accounts.

The City's deposits are classified as follows at June 30, 2002:

<u>Form of Deposit</u>	<u>Category</u>			<u>Bank Balance</u>	<u>Carrying Amount</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Demand Deposit	\$9,099,577	\$9,915,321	\$ -	\$19,014,898	\$16,637,347
Certificate of Deposit	979,573	489,313	-	1,468,886	1,468,886
	<u>\$10,079,150</u>	<u>\$10,404,634</u>	<u>\$ -</u>	<u>\$20,483,784</u>	<u>\$18,106,233</u>

B. INVESTMENTS

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

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

Investments of cities and other state or local governments are classified in three categories to give an indication of the level of credit risk assumed by the entity at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counter-party's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter-party, or by its trust department or agent but not in the City's name.

<u>Form of Investments</u>	<u>Category</u>			<u>Carrying Amount</u>	<u>Fair Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
US Government Securities	\$16,671,075	\$ -	\$ -	\$ -	\$ -
Equities	-	-	10,198,442	-	-
Repurchase agreements	-	1,400,000	-	1,400,000	1,400,000
	<u>\$16,671,075</u>	<u>\$1,400,000</u>	<u>\$10,198,442</u>	<u>\$28,269,517</u>	<u>\$28,269,517</u>
Investments in the:					
* Local Government Invest Pool				\$2,239,353	\$2,239,533
** Municipal Competitive Trust				22,648,730	22,648,730
				<u>\$53,157,600</u>	<u>\$53,157,600</u>

* The Local Government Investment Pool, Georgia Fund 1, is managed by the Georgia Office of Treasury and Fiscal Services, under the direction of the Georgia State Depository Board. Deposits to this fund by the City of Griffin must by Resolution be authorized by the City of Griffin's Commission. A copy of this resolution must be on file with the Georgia's Director of Treasury and Fiscal Services. The Georgia Fund 1 is managed to maintain a constant net asset value of 1.00 and the fund is in compliance with GASB 31 and is managed in a manner consistent with Rule 2a - 7 (of the Investment Company Act of 1940) like funds.

** The Municipal Competitive Trust's Trustee shall at all time be a trust company or bank having the power of a trust company within or without the State of Georgia and the Trustee shall have, at all times, a combined capital and surplus of not less than One Hundred Million Dollars (\$100,000,000.) The Trustee shall invest and reinvest the Trust only in Investment Securities. The present Trustee is First Union National Bank, a national bank having trust powers and organized and existing under the laws of the United States. The Trustee may be removed at any time with or without cause upon written direction of the Municipal Electric Authority of Georgia ("MEAG").

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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The following is a summary of the differences between carrying amount of cash and investments as shown above and on the financial statement of the primary government:

	Cash on Deposit	Investments
Balance per Footnote above	<u>\$18,106,233</u>	<u>\$53,157,600</u>
Non Restricted	\$6,480,801	\$28,269,517
Restricted	<u>11,625,432</u>	<u>24,888,083</u>
Balance per Financial Statement	<u>\$18,106,233</u>	<u>\$53,157,600</u>

NOTE 3. PROPERTY TAXES

Advalorem property tax revenue is recognized in compliance with the National Council on Governmental Accounting (NCGA) Interpretation 3, "Revenue Recognition-Property Taxes". This interpretation states that property tax revenue is recorded when it becomes available. Available means when due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time thereafter shall not exceed 60 days. The City 2001 property taxes, levied September 12, 2001 on a 40% assessed valuation as of the lien date January 1, 2001, were due November 30, 2001. The levy for 2001 is as follows:

<u>Type of Levy</u>	<u>Rate over \$1,000 of Assessed Value</u>
General Operations	15.61
Less Sales Tax Rebate	<u>6.15</u>
Net for General Operations	<u>9.46</u>

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

Property taxes levied for the current year are available and are therefore recognized as revenue. The City's property tax collection records show that most of the property taxes due are collected during the fiscal year of the levy. Property tax received is reduced by an allowance for uncollectible account, which is computed on the outstanding receivable at June 30, 2002 per the following table:

90% of the 1995 Levy
80% of the 1996 Levy
70% of the 1997 Levy
60% of the 1998 Levy
50% of the 1999 Levy
25% of the 2000 Levy
5% of the 2001 Levy

Taxes receivable at June 30, 2002 consist of the following:

Property Taxes	General Fund
1995	\$8,750
1996	19,049
1997	17,923
1998	38,079
1999	38,867
2000	103,387
2001	160,301
	<hr/> 386,356
Sales Taxes	513,599
Franchise Taxes	150,324
	<hr/> 1,050,279
Total Taxes Receivable	1,050,279
Less Allowance for Uncollectible	111,803
	<hr/> <hr/> \$938,476

The property taxes for the City starting in 1999 are collected by the Spalding County Tax Commissioner's Office and remitted to the City monthly. The Commission disburses the tax money received to each unit of government.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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NOTE 4. INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivables and payables balance at June 30, 2002 are as follows:

Fund	Interfund Receivables	Interfund Payables
<u>General Fund</u>	\$15,897,658	\$2,096,598
<u>Special Revenue Funds:</u>		
Grants Fund	0	6,548
CDBG Fund	0	23,149
<u>Capital Projects Funds:</u>		
Special Purpose Sales Tax Fund	0	297,733
General Capital Projects Fund	0	419,204
General Facilities Replacement & Major Renovations Fund	40,000	0
General Equipment Replacement Fund	40,000	0
<u>Enterprise Funds:</u>		
Water & Wastewater Utility Fund	0	11,845,221
Electric Utility Fund	1,818,907	0
Solid Waste Fund	0	756,357
Airport Fund	0	223,023
Welcome Center Fund	15,779	0
Stormwater Fund	0	1,569,914
Golf Fund	101,911	0
<u>Internal Service Funds:</u>		
Motor Pool Fund	0	713,021
Insurance Risk Fund	40,000	0
Health Insurance Stabilization Fund	40,000	0
<u>Trust and Agency Funds:</u>		
Employee Aid Fund	0	28,102
Cemetery Trust Fund	0	15,385
	\$17,994,255	\$17,994,255

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

NOTE 5. FIXED ASSETS

A. A summary of the changes in General Fixed Assets is as follows:

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2002</u>
Land	\$2,243,452	\$212,348	\$(1,500,000)	\$955,800
Land Improvements	42,184	1,991	(30,000)	14,175
Infrastructure	5,672,032	21,424	(45,000)	5,648,456
Buildings and structures	7,017,962	1,615,548	(2,217,339)	6,416,171
Equipment	12,970,919	3,859,352	(9,683,759)	7,146,512
Construction in progress	2,786,113	1,646,237	(1,619,247)	2,813,103
	<u>\$30,732,662</u>	<u>\$2,130,364</u>	<u>\$(9,868,809)</u>	<u>\$22,994,217</u>

B. A summary of Proprietary Fund Type Fixed Assets is as follows:

	<u>Enterprise</u>						
	<u>Water & Wastewater Fund</u>	<u>Electric Fund</u>	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Welcome Center Fund</u>	<u>Stormwater Fund</u>	<u>Golf Fund</u>
Land	\$5,090,392	\$381,242	\$ -	\$75,000	\$365,500	\$163,911	\$1,500,000
Land Improvements	-	-	27,819	2,732,540	-	-	75,000
Infrastructure	37,100,325	4,897,691	-	-	-	3,514,120	-
Buildings and structures	14,359,466	3,255,813	564,144	508,669	2,032,934	-	383,391
Equipment	3,461,233	10,018,786	1,530,740	584,491	8,192	120,177	-
Construction in progress	3,205,672	972,225	61,478	177,773	-	2,242,255	-
Total	63,217,088	19,525,757	2,148,181	4,078,473	2,406,626	6,040,463	1,958,391
Less:							
Accumulated depreciation	(17,033,936)	(8,736,755)	(1,336,134)	(800,770)	(41,536)	(300,387)	(93,492)
Net Total	<u>\$46,183,152</u>	<u>\$10,789,002</u>	<u>\$848,047</u>	<u>\$3,277,703</u>	<u>\$2,365,090</u>	<u>\$5,740,076</u>	<u>\$1,864,899</u>

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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	<u>Internal Service</u>
	<u>Motor Pool</u>
Land	\$ -
Land Improvements	-
Infrastructure	-
Buildings and structures	527,973
Equipment	14,524,240
Construction in progress	-
Total	15,052,213
Less:	
Accumulated depreciation	<u>(10,846,555)</u>
Net Total	<u>\$4,205,658</u>

C. A summary of Fiduciary Fund Type Fixed Assets is as follows:

	<u>Non- Expendable Trust</u>
	<u>Cemetery</u>
Land	\$94,735
Land Improvements	-
Infrastructure	-
Buildings and structures	-
Equipment	-
Construction in progress	-
Total	\$94,735
Less:	
Accumulated depreciation	<u>-</u>
Net Total	<u>\$94,735</u>

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE 6. PENSION PLAN

A. PLAN DESCRIPTION

The City of Griffin Employee Aid Fund is a single employer defined contribution pension plan administered by the Employee Aid Fund Board of Trustees. The Board of Trustees consists of one member of the city commission, the city manager, the city attorney, a citizen at-large, two employees who have been employed by the city for at least five years, and one retired participant. The pension plan provides retirement, disability for employees hired before July 1, 1995, and death benefits to plan members and beneficiaries. Cost of living adjustments are provided each January 1 and July 1 to members and beneficiaries and a bonus adjustment is paid from the surplus income of the employee aid fund as determined by the Board of Trustees. The Official Code of Georgia Annotated (O.C.G.A.) § 36-34-2(4) assigns authority to establish retirement systems for municipal employees; O.C.G.A. § 36-35-4 assigns authority of municipality to provide insurance, retirement and pension benefits; O.C.G.A. § 47-18-1 et seq. assigns social security coverage for employees of the state and political subdivisions of the state; O.C. G.A. §47-5-1 et seq. is the Public Retirement Systems Standard Law and the authority to maintain and modify retirement or pension benefit systems is authorized in the Georgia Constitution article IX, § II, ¶ III (a)(14).

Membership of the plan consist of the following at July 1, 2001, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	122
Terminated plan members entitled to but not yet receiving benefits	34
Active plan members	380
Total	536

All employees of the City of Griffin 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. Employees become 100% vested in their benefits upon the earlier of (a) completion of ten (10) years of service, or (b) normal retirement date. Normal retirement date is reached at the earlier if (a) attaining age fifty-five (55) and completion of twenty-five

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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(25) years of employment, or (b) attaining age sixty-five (65) and completion of five (5) years of employment.

Funding Policy

The City of Griffin, the sole contributor, is required to make contributions to satisfy the minimum funding requirements of the State of Georgia. The City uses an actuarially determined rate. The current rate is 12.5% of covered payroll and the contributions are paid monthly out of the City's general and utility funds. Any contribution made by the City is irrevocable and is held and disposed by the aid fund solely in accordance with the provisions of the plan. The funding policy for the plan is to contribute an amount equal to or greater than the recommended contribution as follows:

July 1, 2001	
Normal Costs	
Retirement Benefits	
Employees	\$454,084
Vested benefits	23,712
Death benefits	16,468
Disability	58,102
Total Normal Costs	552,366
Amortization of Unfunded Actuarial Accrued Liability	716,608
Interest	53,694
Recommended contribution	\$1,322,668

The administrative costs will be funded with the investment earnings of the plan. The recommended contribution meets the guidelines for calculating an annual required contribution set forth in Paragraph 9-10 of GASB Statement 27. These contribution requirements of the City are established and may be amended by the System's Board of Trustees.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

Annual Pension Cost

The City's annual pension cost of \$1,639,822 for the Employee Aid Fund was less than the City's actual contribution and exceeded the City's required contribution. The required contribution was determined under the entry age actuarial cost method and the market value of assets as reported by Greenway, Smith & Haisten, P.C., the City's Auditors for developing the actuarial value of the asset. The actuarial assumption included (a) 8.0% investment rate of return, (b) projected salary increases for inflation of 4.040% per annum and a future compensation increase of 5.0% per year. The period, and related method, for amortizing the initial unfounded actuarial liability is 40 years from 1983 and current changes in the unfounded actuarial liability over 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods as a level dollar amount. The amortization periods, if applicable, are open for this plan year.

The City's annual pension costs and net pension obligation to the Employee Aid Fund for the current year were:

Annual required contribution	\$1,322,668
Interest on net pension obligation	0
Adjustment to required contribution	317,154
Annual pension costs	<u>1,639,822</u>
Contributions made	<u>2,323,241</u>
Increase (decrease) in net pension obligation	(683,419)
Net pension obligation beginning of year	0
Net pension obligation end of year	<u>\$0</u>

Trend Information

Fiscal Year Ending	Annual Pension Costs (APC)	Percentage of (APC) Contributed	Net Pension Obligation
1999	\$1,248,197	100%	0%
2000	\$1,364,425	100%	0%
2001	\$1,493,578	100%	0%
2002	\$1,639,822	100%	0%

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL As a % of Covered Payroll
July 1, 1992	\$10,045,763	\$18,267,891	\$8,222,128	55.0%	\$7,613,185	108.0%
July 1, 1994	\$12,535,041	\$22,434,478	\$9,899,437	55.9%	\$8,508,239	116.4%
July 1, 1996	\$16,079,476	\$25,813,609	\$9,734,133	62.3%	\$8,642,184	112.6%
July 1, 1998	\$21,929,029	\$29,779,677	\$7,850,648	73.6%	\$9,750,599	80.5%
July 1, 2000	\$24,674,875	\$33,047,220	\$8,372,345	74.7%	\$10,615,599	78.9%

The City of Griffin changed actuaries April 9, 2002. Due to the timing of the change the actuarial valuation was not performed July 1, 2002. The contract with the new actuaries, Brennan & Associates, Inc. requires an actuarial valuation to be performed yearly July 1 of every year.

Additional information on the latest actuarial valuations

The information presented in the required supplementary schedules was determined as part of the actuarial calculations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	July 1, 2001
Actuarial cost method	Entry age normal
Amortization method	Increasing payments of 5% per annum, closed
Remaining amortization period	20 years
Asset valuation method	Market value
Actuarial assumptions:	
*Investment rate of return	8.00%
*Projected salary increases	5.00%
Cost of living adjustments	2% every six months or 4.04% per annum

* Includes inflation of 5%

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

NOTE 7. CAPITAL LEASE

The City of Griffin leases certain real and personal property from the Georgia Municipal Association's (GMA) Direct Loan Program. The City of Griffin executed a Master Lease Agreement with GMA on January 5, 2002.

Under the terms of the program, the City may enter into Lease Supplements with respect to the lease of particular property, subject to the approval of the Servicer of the lease and to all of the other terms of the Master Lease. Each lease supplement can only be entered into for the following properties:

Property Taxes	Maximum Leasing Periods
Police Cars	36 months
Staff Trucks	48 months
Pickup Trucks	48 months
School Buses	48 months
Fire Trucks	120 months
Bulldozers	60 months
Motor Graders	60 months
Ambulances	60 months
Paving Equipment	60 months
Dump Trucks	60 months
Garbage Trucks	60 months
Street Sweepers	60 months
Modular Buildings	60 months
Street Lighting and Traffic Control Equipment	60 months
Telecommunications Systems	36 months
911 Systems, Voice or Voice Data Systems	36 months
Computer Systems (software & other soft costs not to exceed 20%)	36 months

The City of Griffin's obligation to pay such lease payments is conditioned in the annual appropriation of funds to make those payments by the City Commission. The City currently has Lease Supplements in the Solid Waste Fund, Stormwater Utility Fund and the General Fixed Assets Group of Accounts for the General Fund.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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Amounts drawn under the Supplemental Lease Agreements bear interest based on interest rates at the time the lease supplement is serviced and is payable quarterly. The GMA lease program expires in January 2031. The following is a schedule of future minimum lease payments under such capital lease and the present value of the net minimum lease payments as June 30, 2002.

	2003	\$1,007,616
	2004	593,670
	2005	236,741
	2006	79,787
Total Minimum Lease payments		1,917,814
Less:		
Amount representing interest		(114,955)
		<u>\$1,802,859</u>

NOTE. 8 LONG TERM DEBT

Long term bonded debt of the City is as follows:

Enterprise Funds	Balance July 1, 2001	Additions	Reductions	Balance June 30, 2002
3.1% to 5.5% Revenue Refunding and Improvement Bonds, Series 1993A.				
Callable on or after January 1, 2004 at Par plus accrued interest to date of Redemption plus a premium of 1% to 2% of par	\$9,505,000	\$ 0	\$ 0	\$9,505,000
3.1 % to 5.5% Revenue Refunding and Improvement Bonds, Series 1993B.	580,000	0	580,000	0
4.4% to 5.4% Combined Public Utility Revenue Bonds, Series 1996.				
Callable on or after January 1, 2006 at par plus accrued interest to date of redemption plus a premium of 1% to 2% of par	5,960,000	0	260,000	5,700,000
4.35% to 5.125% Combined Public Utility Revenue Bonds, Series 1997.				
Callable on or after January 1, 2006 at par plus accrued interest to date of redemption plus a premium of 1% to 2% of par.	5,720,000	0	245,000	5,475,000
Total Bonded Debt	\$21,765,000	\$ 0	\$1,085,000	\$20,680,000

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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Revenue Bonds. The government issues bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at year end are as follows:

Purpose	Interest Rates	Amount
Revenue Improvement Series 1993A	3.1-5.5%	\$9,505,000

Revenue bond debt service requirements to maturity, including \$3,599,243 of interest, are as follows:

Year Ending June 30	Amount
2003	\$ 1,090,818
2004	1,094,418
2005	1,091,068
2006	1,095,610
Thereafter	<u>8,732,329</u>
Total	\$13,104,243

Purpose	Interest Rates	Amount
Combined Utility Bonds Series 1996	4.4-5.4%	\$5,700,000

Revenue bond debt service requirements to maturity, including \$2,807,765 of interest, are as follows:

Year Ending June 30	Amount
2003	\$ 575,150
2004	578,000
2005	579,890
2006	580,790
Thereafter	<u>6,453,935</u>
Total	\$8,767,765

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NOTES TO FINANCIAL STATEMENTS
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Purpose	Interest Rates	Amount
Combined Utility Bonds Series 1997	4.35-5.125%	\$5,475,000

Revenue bond debt service requirements to maturity, including \$2,482,286 of interest, are as follows:

Year Ending June 30	Amount
2003	\$ 528,900
2004	532,552
2005	530,268
2006	532,248
Thereafter	<u>5,833,318</u>
Total	\$7,957,286

The City is subject to a statutory limitation by the State of Georgia for bonded indebtedness, payable principally from property taxes to an amount not greater than 10% of the assessed values of all taxable property within the municipality. At June 30, 2002 the limit for the City was \$45,762,146.

The City of Griffin has entered into a contract for two loans with Georgia Environmental Facilities Authority for an aggregate loan balance of \$2,512,291. Payments for these loans are repaid quarterly.

<u>Loan Amount</u>	<u>Payment Period</u>
\$ 352,542	July 1, 1990 to April 1, 2010
2,159,750	September 1, 2002 to December 12, 2022

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

The requirements to amortize the Georgia Environmental Facilities Loans debt outstanding as of June 30, 2002 are as follows:

Fiscal Year Ending June 30	Loan # 87-002-WQ		Loan # 98-007-NP		Total All Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2003	\$35,712	\$19,680	\$37,480	\$122,110	\$73,192	\$141,790
2004	37,829	17,563	81,137	78,453	118,966	96,016
2005	40,071	15,320	84,223	75,368	124,294	90,688
2006	42,447	12,946	87,427	72,164	129,874	85,110
2007	44,963	10,430	90,751	68,839	135,714	79,269
2008	47,628	7,765	94,202	65,388	141,830	73,153
2009	50,451	4,942	97,784	61,804	148,235	66,746
2010	53,441	1,951	101,503	58,086	154,944	60,037
2011			105,364	54,227	105,364	54,227
2012			109,371	50,219	109,371	50,219
2013			113,531	46,060	113,531	46,060
2014			117,848	41,742	117,848	41,742
2015			122,330	37,261	122,330	37,261
2016			126,982	32,608	126,982	32,608
2017			131,812	27,779	131,812	27,779
2018			136,824	22,766	136,824	22,766
2019			142,029	17,563	142,029	17,563
2020			147,430	12,162	147,430	12,162
2021			153,036	6,554	153,036	6,554
2022			78,687	1,109	78,687	1,109
Totals	\$352,542	\$90,597	\$2,159,750	\$952,263	\$2,512,291	1,042,856

Changes in General Long-term Liabilities. During the year ended June 30, 2002, the following changes occurred in the liabilities reported in the general long-term debt account group:

	Balance Jul. 1, 2001	Additions	Reductions	Balance Jun. 30, 2002
Compensated absences	\$1,372,984	\$85,869	\$ 0	\$1,458,853
Capital leases	1,661,632	0	1,416,400	245,206
	<u>\$3,034,616</u>	<u>\$85,869</u>	<u>\$1,416,400</u>	<u>\$1,704,059</u>

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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NOTE 9. RESERVES

The City records two general types of reserves. One type is to indicate that a portion of the fund equity is legally segregated for a specific future use. The second type of reserve is to indicate that a portion of fund equity is not appropriated for expenditure.

Reserve for Renewal and Extension – These reserves were established in conjunction with the issuance of revenue bonds and are funded by transfers from the revenue accounts of the appropriate Enterprise Funds. The use of monies in the renewal and replacement fund is restricted to funding the cost of extensions, enlargements, additions to, or replacement of capital assets.

Reserve for Debt Service – This reserve was established in conjunction with the issuance of revenue bonds and is funded by transfers from the revenue account of the appropriate Enterprise Funds. The use of this money is restricted to the payment of bond service requirements.

Reserve for Emergency – This reserve was established in conjunction with the issuance of revenue bonds and is funded by transfers from the revenue account of the appropriate Enterprise Funds. The use of this money is restricted to funding the cost of emergency repair of capital assets.

Reserve for Revenue Bond Construction – This reserve was established in conjunction with the issuance of bonds and is funded by the proceeds of the Combine Utility/Revenue Bonds Series 1996 and 1997. The money can only be used for the construction projects for which the bonds were issued.

Reserve for Sewer Capacity Recovery – An account used to segregate fund equity for future sewer line construction and is funded from a fee charged to a property owner when the owner attaches to the sewer system.

**CITY OF GRIFFIN, GEORGIA
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Reserve for Electrical Deregulation – An account used to segregate fund equity for the account established by Municipal Competitive Trust held by the Municipal Electric Authority of Georgia for the City of Griffin. The funds are restricted to pay debt reduction when electric deregulation takes place in Georgia.

Reserve for Energy Rate Fluctuations – An account used to segregate fund equity for an account established by Municipal Competitive Trust held by the Municipal Electric Authority of Georgia for the City of Griffin. The funds are restricted for the use of electrical rate stabilization in the event a drastic wholesale cost increases to the City due to conditions beyond the City's control, such as a major industry closing.

Reserve for Future Operations – An account used to segregate a portion of fund equity for funds established by the Municipal Competitive Trust held by the Municipal Electric Authority of Georgia for the City of Griffin. The monies are used to offset rate adjustments for the cost of power from the Municipal Electric Authority of Georgia (MEAG).

Reserve for Landfill Closure – An account used to segregate a portion of fund equity for fees collected from the Solid Waste Customers to offset the cost of landfill closures.

Reserve for Local Landfill – An account used to segregate a portion of fund equity for fees collected from the Solid Waste Customer for the expansion of a future landfill.

Reserve for Capital Improvements – An account used to segregate a portion of fund equity for capital improvement at the airport.

Reserve for Encumbrances – An account used to segregate a portion of fund balance for expenditure upon vendor performance.

**CITY OF GRIFFIN, GEORGIA
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Reserve for Firestation – An account used to segregate a portion of fund equity for capital construction of a fire station.

Reserve for Clubhouse – An account used to segregate a portion of fund equity for expansion, remodel, or repair of the clubhouse located at the Municipal Golf Course.

Reserve for Prepaids – An account used to segregate a portion of fund balance to indicate that prepaid expenses do not represent available, spendable resources even though they are a component of assets.

Reserve for Cemetery – An account used to segregate funds for expenditures on maintaining the cemetery lots.

Reserve for Stonewall Cemetery – An account used to segregate a portion of fund equity for funds received by public donation to maintain the Confederate Cemetery.

Reserve for Veterans Cemetery – An account used to segregate a portion of fund equity for funds received by public donation to maintain the Veterans Cemetery.

Reserve for Mausoleum – An account used to segregate a portion of fund equity for expenditures on maintaining the mausoleum.

Reserve for Employee Retirement System – An account used to segregate a portion of fund equity for funds to be used only in the payment of retirement benefits for vested employees who have retired from active service with the City of Griffin.

NOTE 10. DESIGNATIONS

Designations of retained earnings and fund balance are not legally required segregation but are segregated for an intended purpose. The following designation of fund balance is used by the City:

Designated for Property Tax Relief – An account used to segregate a portion of fund balance equal to the collection of sales taxes during the current fiscal year for the relief of property taxes on the following year's tax levy.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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NOTE 11. CONTRIBUTED CAPITAL

Contributed capital is an equity account in a Proprietary Fund which shows the amount of permanent fund capital contributed by various sources. The book value of contributed capital as of June 30, 2001 does not distinguish the source of funding. The balance at June 30, 2002 is \$3,601,320. A schedule of contributions by various sources as of June 30, 2002 is presented as follows:

	Contributed Capital Prior 6/30/01	General Fund	Special Purpose Sales Tax	Combined Utility Fund	Water & Wastewater Fund
<u>ENTERPRISE FUNDS</u>					
<i>Water & Wastewater Fund</i>					
July 1, 2001	\$ 3,693,320	\$ 0	\$ 0	\$ 0	\$ 0
Additions	0	0	0	17,481,662	0
June 30, 2002	\$ 3,693,320	\$ 0	\$ 0	\$ 17,481,662	\$ 0
<i>Electric Fund</i>					
July 1, 2001	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Additions	0	0	0	24,355,517	0
June 30, 2002	\$ 0	\$ 0	\$ 0	\$ 24,355,517	\$ 0
<i>Welcome Center Fund</i>					
July 1, 2001	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Additions	0	0	0	0	0
June 30, 2002	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<i>Stormwater Fund</i>					
July 1, 2001	\$ 0	\$ 0	\$ 56,414	\$ 0	\$ 0
Additions	0	0	20,057	0	0
June 30, 2002	\$ 0	\$ 0	\$ 76,471	\$ 0	\$ 0
<i>Golf Fund</i>					
July 1, 2001	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Additions	0	0	0	0	0
June 30, 2002	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>INTERNAL SERVICE FUNDS</u>					
<i>Motor Pool Fund</i>					
July 1, 2001	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Additions	0	3,209	0	0	510,517
June 30, 2002	\$ 0	\$ 3,209	\$ 0	\$ 0	\$ 510,517
TOTAL ALL FUNDS	\$ 3,693,320	\$ 3,209	\$ 76,471	\$ 41,837,179	\$ 510,517

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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<u>Electric Fund</u>	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Stormwater Fund</u>	<u>General Fixed Asset Account Group</u>	<u>Total Fund</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,693,320
0	0	0	0	0	17,481,662
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 21,174,982</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	24,355,517
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 24,355,517</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	2,369,125	2,369,125
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,369,125</u>	<u>\$ 2,369,125</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 56,414
0	0	0	0	0	20,057
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 76,471</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	1,858,474	1,858,474
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,858,474</u>	<u>\$ 1,858,474</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
501,770	468,801	8,190	420,554	0	1,913,041
<u>\$ 501,770</u>	<u>\$ 468,801</u>	<u>\$ 8,190</u>	<u>\$ 420,554</u>	<u>\$ 0</u>	<u>\$ 1,913,041</u>
<u>\$ 501,770</u>	<u>\$ 468,801</u>	<u>\$ 8,190</u>	<u>\$ 420,554</u>	<u>\$ 4,227,599</u>	<u>\$ 51,747,610</u>

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

NOTE 12. SEGMENT INFORMATION

The City's Enterprise Funds provide an airport, basic utility services to the citizens of Griffin, Georgia, as well as sanitation services and stormwater management services for residential and commercial buildings. Operations accounted for in the Enterprise Funds are financed and operated in a manner similar to private enterprise. It is generally intended that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The table below reflects in a summarized format the more significant financial data relating to the Enterprise Funds of the City for the year ended June 30, 2002:

	Gas Utility	Combined Utilities	Water & Wastewater (a)	Electric
Operating revenues	\$ 0	\$ 0	\$ 9,639,250	\$ 28,048,125
Operating expenses:				
Depreciation	0	0	1,535,181	580,873
Other	0	0	6,753,285	25,260,228
Operating income (deficit)	0	0	1,350,784	2,207,024
Net non-operating revenue	0	0	(396,279)	2,620,749
Operating transfers in	0	0	0	0
Operating transfers out	0	0	(1,931,945)	(5,209,118)
Net income (deficit)	\$ 0	\$ 0	(977,440)	(381,345)
Current assets	\$ 0	\$ 0	\$ 871,249	\$ 11,813,926
Current liabilities	0	0	12,362,465	2,547,337
Net working Capital	\$ 0	\$ 0	\$ (11,491,216)	\$ 9,266,589
Total assets	\$ 0	\$ 0	\$ 59,688,701	\$ 47,171,185
Total liabilities	\$ 0	\$ 0	\$ 33,567,531	\$ 4,593,126
Fund equity	\$ 0	\$ 0	\$ 26,121,170	\$ 42,578,059
Assets restricted	\$ 0	\$ 0	\$ 12,598,010	\$ 24,568,257
Current liabilities (payable from restricted assets)	\$ 0	\$ 0	\$ 1,140,000	\$ 1,724,749
Long term debt	\$ 0	\$ 0	\$ 20,065,066	\$ 321,040
Current capital:				
Contributions	\$ 0	\$ 0	\$ 21,174,982	\$ 24,355,517
Property, plant, and equipment:				
Additions	\$ 0	\$ 0	\$ 6,315,156	\$ 1,536,799
Deletions	0	0	(4,313,426)	(1,658,458)

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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<u>Solid Waste</u>	<u>Airport</u>	<u>Welcome Center</u>	<u>Stormwater</u>	<u>Golf</u>	<u>Total</u>
\$ 4,231,317	\$ 468,710	\$ 15,779	\$ 1,326,759	\$ 412,979	\$ 44,142,919
178,203	122,815	41,536	133,366	20,578	2,612,552
<u>4,311,942</u>	<u>632,566</u>	<u>154,881</u>	<u>1,008,956</u>	<u>829,109</u>	<u>38,950,967</u>
(258,828)	(286,671)	(180,638)	184,437	(436,708)	816,098
121,874	258,268	0	177,070	33,275	2,814,957
0	227,296	180,958	0	440,153	848,407
<u>(359,493)</u>	<u>(198,893)</u>	<u>(320)</u>	<u>(361,507)</u>	<u>(4,000)</u>	<u>(8,065,276)</u>
<u>(496,447)</u>	<u>0</u>	<u>\$ 0</u>	<u>0</u>	<u>32,720</u>	<u>(1,059,012)</u>
\$ 775,856	\$ 111,466	\$ 15,779	\$ 220,067	\$ 208,387	\$ 14,016,730
<u>1,033,953</u>	<u>251,829</u>	<u>10,694</u>	<u>2,297,880</u>	<u>45,576</u>	<u>18,549,734</u>
\$ (258,097)	\$ (140,363)	\$ 5,085	\$ (2,077,813)	\$ 162,811	\$ (4,533,004)
<u>\$ 1,623,903</u>	<u>\$ 3,389,169</u>	<u>\$ 2,380,869</u>	<u>\$ 5,960,143</u>	<u>\$ 2,073,286</u>	<u>\$ 122,287,256</u>
<u>\$ 2,609,014</u>	<u>\$ 262,176</u>	<u>\$ 11,744</u>	<u>\$ 4,435,358</u>	<u>\$ 112,148</u>	<u>\$ 45,591,097</u>
<u>\$ (985,111)</u>	<u>\$ 3,126,993</u>	<u>\$ 2,369,125</u>	<u>\$ 1,524,785</u>	<u>\$ 1,961,138</u>	<u>\$ 76,696,159</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 37,166,267</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,050</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,865,799</u>
<u>\$ 1,575,061</u>	<u>\$ 10,374</u>	<u>\$ 0</u>	<u>\$ 2,137,478</u>	<u>\$ 66,572</u>	<u>\$ 24,175,564</u>
<u>\$ 265,301</u>	<u>\$ 0</u>	<u>\$ 2,369,125</u>	<u>\$ 76,471</u>	<u>\$ 1,858,474</u>	<u>\$ 50,099,870</u>
\$ 1,278,048	\$ 177,799	\$ 2,406,626	\$ 2,675,541	\$ 1,958,391	\$ 0
(4,616,574)	(9,126)	0	(1,142,561)	0	0

**CITY OF GRIFFIN, GEORGIA
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(a) The Water & Wastewater Fund is a single entity. The assets of the fund are jointly owned and the combined revenues of the Water & Wastewater and Electric utilities are pledged to all outstanding debt of the Water & Wastewater fund. Following is a summary of information relating to the Water & Wastewater utilities, standing alone.

	Water Utility	Wastewater Utility	Total
Operating revenues	\$6,679,396	\$2,959,854	\$9,639,250
Depreciation expense	620,392	914,789	1,535,181
Property, plant and equipment	24,451,576	35,559,841	60,011,417
Property, plant and equipment additions (deletions), net	(821,534)	(282,407)	(1,103,941)

NOTE 13. CLOSURE AND POST CLOSURE CARE COST

The City of Griffin closed its landfill in 1997. State and federal laws require the City of Griffin to cover a landfill site and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The \$1,329,172 reported as landfill closure care liability at June 30, 2002 represents the estimated total amount necessary to perform all future closure and post closure functions. The cumulative amount reported is based on the use of 100 percent of the capacity of the landfill. The amount reported is based on what it would cost to perform all closure and post closure care in 2002. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

NOTE 14. CONTINGENT LIABILITIES

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

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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NOTE 15. COMMITMENTS

Agreements with Municipal Electric Authority of Georgia

During 1976, the City, along with 45 other cities and one county, all political subdivisions of the State of Georgia, entered into a Power Sales Contract with the Municipal Electric Authority of Georgia, a public corporation and instrumentality of the State of Georgia.

Under the terms of the agreement, the Authority agrees to provide, and the Cities are obligated to purchase, all of the cities' bulk power supply requirements for a period not to exceed 50 years. The cities have agreed to purchase all their future power and energy requirements in excess of that received by the cities through Southeastern Power Administration at prices intended to cover the operating costs of the systems and to retire any debt incurred by the Authority. In the event that revenues are insufficient to cover all costs and retire the outstanding debt, each City has guaranteed a portion of the unpaid debt based on their individual entitlement shares of the output and services of generating units acquired or constructed by the Authority. In addition, in the event of discontinued service to a participant in default, the City would be obligated to purchase additional power subject to contractual limitations.

At June 30, 2002, the outstanding debt of the Authority was approximately \$2.54 billion. The City's guarantee varies by individual projects undertaken by the Authority and totals approximately \$114,015,990 at June 30, 2002.

On April 1, 1999, the City approved a resolution adopting the provisions of the Municipal Competitive Trust (the "Trust"), which was created by MEAG for the mutual benefit of MEAG and its wholesale customers, which have elected to become beneficiaries. The Trust was established to provide MEAG and the trust's beneficiaries a means to mitigate the expected differential between market rates for power and the costs of power generated by MEAG facilities, after deregulation of the electric industry.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

The Trust created two types of funds, which are held by MEAG in the name of the City. The first type represents amounts that are available to the City for withdrawal without restriction. The second type represents amounts that are available to the City in the form of a loan or as an off-set to billings from MEAG for power usage if certain criteria related to the difference between the cost of power generated by MEAG facilities and the market rates for power are met.

At June 30, 2002, \$22,648,730 has been placed into the Trust for the benefit of the City and is subject to restrictions. Due to the restricted nature of the \$22,648,730, the amount is reported as Reservation of Retained Earnings at June 30, 2002.

NOTE 16. FUND BALANCE DEFICITS

The following funds had deficits at June 30, 2002:

The General Capital Projects Fund had a deficit fund balance of \$97,457. This is due to the intergovernmental revenues not being received within 31 days of year end.

The Solid Waste Fund had a deficit retained earnings of \$1,250,412 due to the recognition of the landfill closure and the contribution of \$468,800 of equipment to the Motor Pool Fund. To address this deficit, the City in July 2001 raised the Sanitation rates twelve dollars per annum per residential customer and ten percent increase for the commercial customer. The review of all residential and commercial customers to verify billing will be completed in FY 2003. A planned expansion of the residential customer collection based is also scheduled for FY 2003. It is anticipated it will take five years to recover the prior year losses with these planned changes.

NOTE 17. INTERFUND TRANSACTIONS

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources to provide services. The Internal Service Funds record charges for services to all City departments and funds as operating revenue. Both Governmental and Proprietary Funds record these payments to the Internal Service Funds as operating expenses/expenditures. The remaining transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as operating transfers and are reported as other financial sources (uses) in the Governmental Funds are operating transfers section in the Proprietary Funds.

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

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Operating transfers between fund types during the year ended June 30, 2002 were:

	Transfer In								
	General			Welcome		Insurance	Health	General	
	General	Capital Projects	Airport	Center	Golf	Risk	Ins Stab	Facility Rep/Ren	General Equip Rep
General Fund	\$0	\$366,600	\$227,296	\$180,958	\$440,153	\$23,620	\$23,620	\$23,620	\$23,620
Water & Wastewater Fund	1,910,505	0	0	0	0	5,360	5,360	5,360	5,360
Electric Fund	5,196,958	0	0	0	0	3,040	3,040	3,040	3,040
Solid Waste Fund	339,733	0	0	0	0	4,940	4,940	4,940	4,940
Airport Fund	196,813	0	0	0	0	520	520	520	520
Welcome Center Fund	0	0	0	0	0	80	80	80	80
Stormwater Fund	357,347	0	0	0	0	1,040	1,040	1,040	1,040
Golf Fund	0	0	0	0	0	1,000	1,000	1,000	1,000
Motor Pool Fund	0	0	0	0	0	400	400	400	400
Cemetery Fund	37,437	0	0	0	0	0	0	0	0
	<u>\$8,038,793</u>	<u>\$366,600</u>	<u>\$227,296</u>	<u>\$180,958</u>	<u>\$440,153</u>	<u>\$40,000</u>	<u>\$40,000</u>	<u>\$40,000</u>	<u>\$1,930,271</u>

NOTE 18. JOINT VENTURES

The City, in conjunction with cities and counties in the (5) county South Georgia area are members of the McIntosh Trail Regional Development Center (RDC). Membership in an RDC is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RDCs. Each county and municipality in the state is required by law to pay minimum annual dues to the RDC. The City paid annual dues in the amount of \$23,451 to the RDC for the fiscal year ended June 30, 2002. The RDC Board membership includes the Chief elected official of each county and each city. The County Board members and Municipal Board members from the same county elect one member of the Board to serve as the non-public Board member from the County. This individual may not be an elected or appointed official currently, nor be an employee of the County or Municipality.

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines an RDC as "public agencies and instrumentality's of their members". Georgia laws also provide that the member governments are liable for any debts or obligations of an RDC beyond its resources (O.C.G.A. 50-8-39.1).

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE 19. RISK MANAGEMENT

The City of Griffin is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is a member of the Georgia Interlocal Risk Management Agency.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia Municipalities to form interlocal risk management agencies. The Georgia Interlock Risk Management Agency (GIRMA) is a municipal interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member municipalities – GIRMA establishes and administers one or more group self insurance funds and risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss.

The City of Griffin must participate at all times in at least one fund, which is established by GIRMA. Other responsibilities of the City are as follows:

- a. To pay all contributions, assessments or other sums due to GIRMA at such times and in such amounts as shall be established by GIRMA.
- b. To select a person to serve as a Member representative.
- c. To allow GIRMA and its agents reasonable access to all facilities of the City and all records, including but not limited to financial records, which relate to the purposes of GIRMA,
- d. To allow attorneys appointed by GIRMA to represent the City in investigation, settlement discussions and all levels of litigations arising out of any claim made against the City within the scope of loss protection furnished by the Fund or Funds established by GIRMA.
- e. To assist and cooperate in the defense and settlement of claims against the City.
- f. To furnish full cooperation to GIRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of GIRMA relating to the purposes of GIRMA.
- g. To follow all loss reduction and prevention procedures established by GIRMA.
- h. To furnish to GIRMA such budget, operating and underwriting information as may be requested.
- i. To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in GIRMA or any Fund established by GIRMA being required to pay claim for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of a Fund or Funds in which the City participates.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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The City of Griffin retains the first \$5,000 of each risk loss in the form of a deductible. The City files all claims with GIRMA. GIRMA bills the City for any risk of loss up to the \$5,000 deductible.

The basis for estimating the liabilities for unpaid claims (IBNR) is established by an actuary.

Pursuant to the Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City of Griffin became a member of the Georgia Municipal Association Workers' Compensation Self Insurance Fund. The liability of the fund to the employees of any employer (City of Griffin) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability.

The Fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings allegations or demands be wholly groundless, false or fraudulent. The Fund is to pay all costs taxed against members in any legal proceeding defended by the member, all interest accruing after entry of judgment and all expenses incurred for investigation, negotiation or defense.

No reduction in insurance coverage has occurred since the previous year, and no settlements in excess of coverage have been paid in the past three years.

NOTE 20. PRIOR PERIOD ADJUSTMENTS

Certain adjustments have been made to the July 1, 2000 balances of retained earnings as follows:

ENTERPRISE FUNDS

	<u>Combined Utilities</u>
Retained Earnings, July 1, 2000 as previously reported	\$ 57,277,781
Cash (a)	<u>4,238,000</u>
Retained Earnings, July 1, 2000 as restated	<u>\$ 61,515,781</u>

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

- (a) Operating and Maintenance equipment had been overstated in depreciation.

	<u>Solid Waste Fund</u>
Retained Earnings, July 1, 2000 as previously reported	\$ (457,192)
Cash (a)	41,469
Retained Earnings, July 1, 2000 as restated	<u>\$ (415,723)</u>

- (b) A bank account with Wachovia Bank, NA for a GMA Lease Escrow Account was not recorded in Fiscal Year 2000.

	<u>Airport Fund</u>
Retained Earnings, July 1, 2000 as previously reported	\$ 3,136,774
Depreciation Adjustment (a)	(82,064)
Retained Earnings, July 1, 2000 as restated	<u>\$ 3,054,710</u>

- (a) A reallocation of fixed assets and correction in the lives resulted in a correction of depreciation for those assets. The adjustment is for depreciation that related to years prior to 2000.

	<u>Stormwater Fund</u>
Retained Earnings, July 1, 2000 as previously reported	\$ 1,535,902
Depreciation Adjustment (a)	217,298
Fixed Asset Adjustment (b)	86,102
Retained Earnings, July 1, 2000 as restated	<u>\$ 1,839,302</u>

- (a) A reallocation of fixed assets and correction in the lives resulted in a correction of depreciation for those assets.

- (b) \$86,102 of fixed assets were found not to have been recorded prior to July 2001.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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NOTE 21. RESTATEMENTS

ENTERPRISE FUNDS

Combined Utilities

The Combined Utilities Fund financial statements for fiscal year ended July 30, 2001 have been restated to correct errors in recording assets, net income and fund equity. The Depreciation was overstated and the accounts payable was understated. The restatement increased the Combined Utility Fund total assets, retained earnings, and the net income by \$86,489.

Airport Fund

The Airport Fund financial statements for fiscal year ended June 30, 2001 have been restated to correct errors in recording net income and retained earnings. Depreciation was understated. This restatement decreased the Airport Fund total assets, retained earnings, and the net income by \$82,064.

Stormwater Fund

The Stormwater Fund financial statements for fiscal year ended June 30, 2001 have been restated to correct errors in recording of assets, net income, and fund equity. An error was made in FY 2001 with the recognition of Special Purpose Local Option Sales Taxes contribution to the Stormwater Fund as a non-operating revenue instead as contributed capital. In the reallocation of fixed assets and accumulated depreciation to the Motor Pool Fund, it was found that fixed assets had been understated and the depreciation was overstated. These restatements decreased net income by \$52,986, increased total assets and decreased the fund equity by \$3,428.

FIDUCIARY FUNDS

Non-Expendable Trust Fund

Cemetery Trust Fund

Cemetery Trust Fund financial statements for fiscal year ended June 30, 2001 have been restated to correct errors in recording of assets. The money that had been previously listed as investment should have been classified as cash. The restatement had no effect on net income or fund equity.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE 22. ACCOUNTING CHANGES

FUNDS CLOSED

Natural Gas Utility Fund

The Natural Gas Utility Fund was closed in fiscal year 2001 as a result of the City of Griffin no longer offering Natural Gas Utility Services.

Combined Utility Fund

The Combined Utility Fund was closed to create the Water and Wastewater Fund and the Electric Fund. This was done to have a better accounting of the three utilities.

Golf Course Expendable Trust Fund

The Golf Course Expendable Trust Fund was closed and all assets were transferred to the Golf Fund.

Expendable Trust Fund

The Expendable Trust Fund was closed and all assets were transferred to the General Fund.

FUNDS OPENED

CDBG Fund

The CDBG Fund was created in fiscal year 2002 to account for a Community Development Block Grant awarded to the City of Griffin in 1994.

General Facilities Replacement and Major Renovations Fund

The General Facilities Replacement and Major Renovations Fund was created in fiscal year 2002 to reserve at a level rate funding for future facilities replacement and major facilities' renovation.

**CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

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Capital Equipment Replacement Fund

The Capital Equipment Replacement Fund was created in fiscal year 2002 in order to reserve at a level rate of funding for the future replacement of computer systems.

Welcome Center Fund

The Welcome Center Fund was created in order to account for the revenues and expenses directly related to the operations of the Welcome Center, which opened in the fiscal year 2002.

Golf Course Fund

The Golf Course Fund was created to account for the revenues and expenses directly related to the operations of the golf course owned by the City of Griffin.

Motor Pool Fund

The Motor Pool Fund was created in fiscal year 2002 to centralize the operations of maintaining the fleet of the City of Griffin. A prorate cost of the fund's expenses are charged to the departments using the equipment of the Motor Pool.

Insurance Risk Fund

The Insurance Risk Fund was created in fiscal year 2002 to reserve monies to accumulate a reserve for future claims and to lower our insurance premium costs.

Health Insurance Stabilization Fund

The Health Insurance Stabilization Fund was created in fiscal year 2002 to build a reserve to offset the increasing cost of health insurance premiums to the employees of the City of Griffin.

NOTE 22. RECLASSIFICATION AND COMPARATIVE DATA FOR 2001

Amounts for 2001 have been restated to conform with the presentation of similar amounts for 2002. The amounts shown for 2001 in accompanying financial statements are included to provide a basis for comparison with 2002 and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.



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**CITY OF GRIFFIN, GEORGIA
GENERAL FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ 1,974,692	\$ 1,811,327
Receivables (net where applicable of uncollectibles):		
Taxes	938,476	503,481
Accounts	4,940	-
Accrued Interest	4,119	-
Due from other governments and agencies	-	640,197
Due from other funds	15,897,658	2,541,078
Prepaid Expenditures	-	130,998
Total Assets	<u>\$ 18,819,885</u>	<u>\$ 5,627,081</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 391,077	\$ 275,918
Wages payable	182,816	-
Contracts payable	-	162,136
Accrued Interest	10,938	-
Due to:		
Other funds	2,096,598	742,073
Other governments and agencies	690	3,164
Deferred revenue	500,112	806,460
Deposits	12,422	-
Tax anticipation notes	7,000,000	-
Total Liabilities	<u>10,194,653</u>	<u>1,989,751</u>
Fund Balance (deficits):		
Reserve for encumbrances	787,912	4,098
Reserve for fire station	265,000	265,000
Reserve for clubhouse	110,587	110,587
Reserve for prepaids	-	130,998
Reserve for deposits	12,422	-
Unreserved:		
Designated for property tax relief	3,190,446	3,113,301
Undesignated (deficits)	4,258,865	13,346
Total fund balance	<u>8,625,232</u>	<u>3,637,330</u>
Total liabilities and fund balance	<u>\$ 18,819,885</u>	<u>\$ 5,627,081</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002						FY 2001
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:							
Taxes	\$ 10,650,121	\$ -	\$ 10,650,121	\$ 10,425,000	\$ 225,121	\$ 10,333,449	
License and permits	311,351	-	311,351	200,000	111,351	264,997	
Intergovernmental revenues	35,339	-	35,339	51,504	(16,165)	13,625	
Charges for services	252,969	-	252,969	168,500	84,469	1,783,200	
Fines and forfeitures	44,707	-	44,707	-	44,707	59,200	
Investment income	84,658	-	84,658	150,000	(65,342)	125,685	
Contributions and donations	10,578	-	10,578	-	10,578	5,673	
Miscellaneous revenue	61,191	-	61,191	45,000	16,191	41,595	
TOTAL REVENUES	11,450,914	-	11,450,914	11,040,004	410,910	12,627,424	
Expenditures:							
Current:							
General government	3,486,679	-	3,486,679	3,958,833	472,154	2,194,891	
Judicial	26,605	-	26,605	28,200	1,595	26,791	
Public safety	9,734,607	-	9,734,607	8,996,642	(737,965)	7,239,272	
Public works	2,667,797	-	2,667,797	2,580,931	(86,866)	2,338,129	
Culture/recreation	315,851	-	315,851	390,806	74,955	830,948	
Housing and development	904,778	-	904,778	968,493	63,715	710,661	
Non departmental	-	-	-	-	-	1,404,530	
Debt service	293,975	-	293,975	172,858	(121,117)	538,902	
Capital Outlay	293,678	783,814	1,077,492	981,500	(95,992)	2,704,545	
TOTAL EXPENDITURES	17,723,970	783,814	18,507,784	18,078,263	(429,521)	17,988,669	
REVENUES OVER (UNDER) EXPENDITURES	(6,273,056)	(783,814)	(7,056,870)	(7,038,259)	(18,611)	(5,361,245)	
Other financing sources (uses):							
Operating transfers in	8,038,793	-	8,038,793	8,081,929	(43,136)	5,077,999	
Capital lease proceeds	-	-	-	-	-	995,756	
Operating transfers out	(1,309,486)	-	(1,309,486)	(1,040,681)	(268,805)	(475,168)	
TOTAL OTHER SOURCES (USES)	6,729,307	-	6,729,307	7,041,248	(311,941)	5,598,587	
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	456,251	(783,814)	(327,563)	2,989	(330,552)	237,342	
Fund Balance beginning of year	3,637,331	783,814	4,421,145	3,637,331	783,814	3,400,058	
Prior period adjustments	-	-	-	-	-	(69)	
Fund Balance beginning of year as restated	3,637,331	783,814	4,421,145	3,637,331	783,814	3,399,989	
Residual equity transfer from Expendable Trust	4,531,650	-	4,531,650	-	-	-	
FUND BALANCE END OF YEAR	\$ 8,625,232	\$ -	\$ 8,625,232	\$ 3,640,320	\$ 453,262	\$ 3,637,331	

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
GENERAL FUNDSCHEDULE OF EXPENDITURES—INCLUDING COMPARISONS OF
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002							
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		FY 2001
CURRENT OPERATIONS:							
GENERAL GOVERNMENT:							
Legislative:							
Commission:							
Personal services and employee benefits	\$ 115,857	\$ -	\$ 115,857	\$ 111,428	\$ (4,429)	\$	112,581
Purchased/contracted services	158,893	-	158,893	99,529	(59,364)		46,822
Supplies	18,941	-	18,941	12,376	(6,565)		10,734
Other Costs	48,100	-	48,100	289,876	241,776		-
	341,791	-	341,791	513,209	171,418		170,135
Executive:							
City manager:							
Personal services and employee benefits	257,417	-	257,417	267,633	10,216		200,596
Purchased/contracted services	27,011	-	27,011	33,627	6,616		68,303
Supplies	14,445	-	14,445	4,324	(10,121)		13,076
Other Costs	9,291	-	9,291	50,000	40,709		-
	308,164	-	308,164	355,584	47,420		281,975
Elections:							
Municipal Elections:							
Other Costs	3,394	-	3,394	8,000	4,606		-
	3,394	-	3,394	8,000	4,606		-
General Administration:							
Department of Finance and Administrative Services:							
Director of Administrative Services:							
Personal services and employee benefits	113,485	-	113,485	114,040	555		-
Purchased/contracted services	44,298	-	44,298	50,307	6,009		-
Supplies	22,865	-	22,865	23,568	703		-
	180,648	-	180,648	187,915	7,267		-
Financial administration:							
Accounting:							
Personal services and employee benefits	202,489	-	202,489	207,011	4,522		147,936
Purchased/contracted services	114,774	-	114,774	102,950	(11,824)		104,720
Supplies	29,590	-	29,590	20,327	(9,263)		22,372
Other Costs	35	-	35	-	(35)		-
	346,888	-	346,888	330,288	(16,600)		275,028
Budgeting:							
Personal services and employee benefits	59,807	-	59,807	95,213	35,406		-
Purchased/contracted services	12,941	-	12,941	10,560	(2,381)		-
Supplies	19,778	-	19,778	15,350	(4,428)		-
	92,526	-	92,526	121,123	28,597		-
Licensing:							
Personal services and employee benefits	89,914	-	89,914	48,215	(41,699)		49,174
Purchased/contracted services	12,745	-	12,745	10,740	(2,005)		20,928
Supplies	3,565	-	3,565	2,900	(665)		1,226
Other costs	102,295	-	102,295	75	(102,220)		105,290
	208,519	-	208,519	61,930	(146,589)		176,618
Purchasing:							
Personal services and employee benefits	62,143	-	62,143	77,723	15,580		109,824
Purchased/contracted services	27,847	-	27,847	23,173	(4,674)		8,230
Supplies	13,418	-	13,418	8,952	(4,466)		970
	103,408	-	103,408	109,848	6,440		119,024
Information technology:							
Personal services and employee benefits	315,979	-	315,979	322,787	6,808		69,826
Purchased/contracted services	180,385	-	180,385	133,679	(46,706)		711,561
Supplies	65,128	-	65,128	59,778	(5,350)		7,976
	561,492	-	561,492	516,244	(45,248)		789,363
Personnel management:							
Personal services and employee benefits	99,296	-	99,296	134,575	35,279		172,339
Purchased/contracted services	38,747	-	38,747	98,310	59,563		116,187
Supplies	15,350	-	15,350	26,528	11,178		11,943
	153,393	-	153,393	259,413	106,020		300,469
Risk Management:							
Personal services and employee benefits	41,505	-	41,505	31,781	(9,724)		-
Purchased/contracted services	377,067	-	377,067	582,826	205,759		-
Supplies	995	-	995	905	(90)		-
	419,567	-	419,567	615,512	195,945		-

Continued

CITY OF GRIFFIN, GEORGIA
GENERAL FUNDSCHEDULE OF EXPENDITURES—INCLUDING COMPARISONS OF
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002							
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001	
Department of Finance and Administrative Services (continued):							
Facilities Maintenance:							
Personal services and employee benefits	\$ 47,418	\$ -	\$ 47,418	\$ 79,466	\$ 32,048	\$ -	
Purchased/contracted services	24,183	-	24,183	42,200	18,017	-	
Supplies	27,080	-	27,080	93,541	66,461	-	
	98,681	-	98,681	215,207	116,528	-	
Customer Service:							
Personal services and employee benefits	328,902	-	328,902	296,451	(32,451)	-	
Purchased/contracted services	201,137	-	201,137	215,025	13,888	-	
Supplies	44,781	-	44,781	44,084	(697)	-	
	574,820	-	574,820	555,560	(19,260)	-	
Total Department of Finance and Administrative Services	2,739,942	-	2,739,942	2,973,040	233,098	1,660,502	
Law:							
City attorney:							
Purchased/contracted services	92,087	-	92,087	109,000	16,913	82,234	
Supplies	1,301	-	1,301	-	(1,301)	45	
	93,388	-	93,388	109,000	15,612	82,279	
TOTAL GENERAL GOVERNMENT	3,486,679	-	3,486,679	3,958,833	472,154	2,194,891	
JUDICIAL:							
Municipal court:							
Purchased/contracted services	26,605	-	26,605	28,200	1,595	26,791	
TOTAL JUDICIAL	26,605	-	26,605	28,200	1,595	26,791	
PUBLIC SAFETY:							
Police:							
Office of chief:							
Personal services and employee benefits	193,056	-	193,056	169,822	(23,234)	139,860	
Purchased/contracted services	43,568	-	43,568	19,113	(24,455)	6,925	
Supplies	7,257	-	7,257	9,480	2,223	5,436	
	243,881	-	243,881	198,415	(45,466)	152,221	
Support services:							
Personal services and employee benefits	404,424	-	404,424	360,636	(43,788)	362,325	
Purchased/contracted services	52,954	-	52,954	41,114	(11,840)	37,238	
Supplies	42,255	-	42,255	31,200	(11,055)	29,936	
	499,633	-	499,633	432,952	(66,681)	429,499	
Community services:							
Personal services and employee benefits	2,982,153	-	2,982,153	2,746,640	(235,513)	2,184,947	
Purchased/contracted services	580,586	-	580,586	333,143	(247,443)	99,410	
Supplies	117,243	-	117,243	116,473	(770)	151,449	
Other costs	74,442	-	74,442	100,000	25,558	6,658	
	3,754,424	-	3,754,424	3,296,256	(458,168)	2,442,464	
Investigative services:							
Personal services and employee benefits	1,269,858	-	1,269,858	1,273,682	3,824	1,077,909	
Purchased/contracted services	196,363	-	196,363	143,937	(52,426)	30,436	
Supplies	25,385	-	25,385	22,880	(2,505)	34,014	
	1,491,606	-	1,491,606	1,440,499	(51,107)	1,142,359	
Detention services:							
Purchased/contracted services	-	-	-	-	-	-	
Supplies	-	-	-	-	-	184	
Other costs	-	-	-	-	-	216,971	
	-	-	-	-	-	217,155	
Total Police Department	5,989,544	-	5,989,544	5,368,122	(621,422)	4,383,698	
Fire:							
Office of chief:							
Personal services and employee benefits	252,371	-	252,371	245,581	(6,790)	203,074	
Purchased/contracted services	27,151	-	27,151	16,148	(11,003)	7,550	
Supplies	58,193	-	58,193	67,200	9,007	51,990	
	337,715	-	337,715	328,929	(8,786)	262,614	
Fire prevention:							
Personal services and employee benefits	110,906	-	110,906	109,607	(1,299)	93,175	
Purchased/contracted services	24,762	-	24,762	23,397	(1,365)	1,862	
Supplies	11,644	-	11,644	12,650	1,006	12,053	
	147,312	-	147,312	145,654	(1,658)	107,090	

Continued

CITY OF GRIFFIN, GEORGIA
GENERAL FUNDSCHEDULE OF EXPENDITURES—INCLUDING COMPARISONS OF
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002								
	GAAP ACTUAL		DIFFERENCE BETWEEN BUDGET BASIS AND GAAP		ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Fire (continued):								
Fire suppression:								
Personal services and employee benefits	\$ 2,918,249	\$	-	\$	2,918,249	\$ 2,824,996	\$ (93,253)	\$ 2,393,812
Purchased/contracted services	159,422		-		159,422	108,575	(50,847)	20,483
Supplies	67,192		-		67,192	93,850	26,658	71,575
	3,144,863		-		3,144,863	3,027,421	(117,442)	2,485,870
Total Fire Department	3,629,890		-		3,629,890	3,502,004	(127,886)	2,855,574
Animal Control:								
Personal services and employee benefits	96,370		-		96,370	99,686	3,316	-
Purchased/contracted services	3,531		-		3,531	20,330	16,799	-
Supplies	2,325		-		2,325	6,500	4,175	-
Other Costs	12,947		-		12,947	-	(12,947)	-
	115,173		-		115,173	126,516	11,343	-
TOTAL PUBLIC SAFETY	9,734,607		-		9,734,607	8,996,642	(737,965)	7,239,272
PUBLIC WORKS:								
Office of director:								
Personal services and employee benefits	198,825		-		198,825	285,396	86,571	161,732
Purchased/contracted services	59,960		-		59,960	40,830	(19,130)	16,614
Supplies	14,715		-		14,715	20,000	5,285	12,445
	273,500		-		273,500	346,226	72,726	190,791
Streets and roads:								
Personal services and employee benefits	938,986		-		938,986	865,121	(73,865)	754,643
Purchased/contracted services	255,098		-		255,098	167,500	(87,598)	500,728
Supplies	555,559		-		555,559	598,354	42,795	171,636
	1,749,643		-		1,749,643	1,630,975	(118,668)	1,427,007
Sign shop:								
Personal services and employee benefits	89,940		-		89,940	69,901	(20,039)	94,004
Purchased/contracted services	8,532		-		8,532	39,323	30,791	2,112
Supplies	34,868		-		34,868	36,798	1,930	23,592
	133,340		-		133,340	146,022	12,682	119,708
Garage:								
Personal services and employee benefits	-		-		-	-	-	159,858
Purchased/contracted services	420		-		420	-	(420)	7,603
Supplies	702		-		702	-	(702)	56,385
Other costs	-		-		-	-	-	8,281
	1,122		-		1,122	-	(1,122)	232,127
Cemetery:								
Personal services and employee benefits	396,435		-		396,435	360,894	(35,541)	315,736
Purchased/contracted services	80,128		-		80,128	53,874	(26,254)	27,002
Supplies	33,629		-		33,629	42,940	9,311	25,758
	510,192		-		510,192	457,708	(52,484)	368,496
TOTAL PUBLIC WORKS	2,667,797		-		2,667,797	2,580,931	(86,866)	2,338,129
CULTURE AND RECREATION:								
Participant recreation:								
City pool:								
Personal services and employee benefits	22,731		-		22,731	25,683	2,952	16,204
Purchased/contracted services	4,624		-		4,624	8,500	3,876	266
Supplies	12,854		-		12,854	99,686	86,832	6,628
	40,209		-		40,209	133,869	93,660	23,098
Golf course:								
Personal services and employee benefits	-		-		-	-	-	375,197
Purchased/contracted services	-		-		-	-	-	106,100
Supplies	-		-		-	-	-	147,399
	-		-		-	-	-	628,696
Parks:								
City park:								
Personal services and employee benefits	146,287		-		146,287	156,862	10,575	120,850
Purchased/contracted services	112,202		-		112,202	80,641	(31,561)	44,512
Supplies	17,153		-		17,153	19,434	2,281	13,792
	275,642		-		275,642	256,937	(18,705)	179,154
TOTAL CULTURE AND RECREATION	315,851		-		315,851	390,806	74,955	830,948

Continued

CITY OF GRIFFIN, GEORGIA
GENERAL FUNDSCHEDULE OF EXPENDITURES--INCLUDING COMPARISONS OF
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002						
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
HOUSING AND DEVELOPMENT:						
Protective inspection:						
Building safety:						
Personal services and employee benefits	\$ 333,822	\$ -	\$ 333,822	\$ 331,807	\$ (2,015)	\$ 280,533
Purchased/contracted services	152,884	-	152,884	185,522	32,638	96,606
Supplies	19,379	-	19,379	9,320	(10,059)	16,679
	506,085	-	506,085	526,649	20,564	393,818
Planning and zoning:						
Planning and zoning:						
Personal services and employee benefits	145,943	-	145,943	191,472	45,529	130,514
Purchased/contracted services	127,949	-	127,949	101,325	(26,624)	67,180
Supplies	14,161	-	14,161	19,950	5,789	4,346
	288,053	-	288,053	312,747	24,694	202,020
Code enforcement:						
Personal services and employee benefits	76,741	-	76,741	88,408	11,667	98,386
Purchased/contracted services	25,853	-	25,853	24,439	(1,414)	6,452
Supplies	4,287	-	4,287	7,250	2,963	8,896
	106,881	-	106,881	120,097	13,216	113,734
Total Planning and Zoning	394,934	-	394,934	432,844	37,910	315,754
Urban redevelopment and housing:						
Community development:						
Purchased/contracted services	3,759	-	3,759	9,000	5,241	1,089
	3,759	-	3,759	9,000	5,241	1,089
TOTAL HOUSING AND DEVELOPMENT	904,778	-	904,778	968,493	63,715	710,661
NON-DEPARTMENTAL:						
Personal services and employee benefits	-	-	-	-	-	1,005,215
Purchased/contracted services	-	-	-	-	-	203,278
Supplies	-	-	-	-	-	2,083
Other costs	-	-	-	-	-	193,954
TOTAL NON-DEPARTMENTAL	-	-	-	-	-	1,404,530
TOTAL CURRENT OPERATING EXPENDITURES	17,136,317	-	17,136,317	16,923,905	(212,412)	14,745,222
DEBT SERVICE:						
Principal	237,660	-	237,660	162,487	(75,173)	512,554
Interest	27,040	-	27,040	10,371	(16,669)	26,348
Bond issuance cost	29,275	-	29,275	-	(29,275)	-
TOTAL DEBT SERVICE	293,975	-	293,975	172,858	(121,117)	538,902
CAPITAL OUTLAY:						
General government:						
Legislative	3,425	-	3,425	-	(3,425)	500
Executive	3,425	-	3,425	-	(3,425)	4,402
General administration	240,612	783,814	1,024,426	966,500	(57,926)	32,197
Public safety:						
Police	32,280	-	32,280	-	(32,280)	722,267
Fire	1,991	-	1,991	10,000	8,009	77,109
Public works	11,945	-	11,945	5,000	(6,945)	185,859
Culture and recreation	-	-	-	-	-	142,486
Housing and development	-	-	-	-	-	1,527,232
Non-departmental	-	-	-	-	-	12,493
TOTAL CAPITAL OUTLAY	293,678	783,814	1,077,492	981,500	(95,992)	2,704,545
TOTAL EXPENDITURES	\$ 17,723,970	\$ 783,814	\$ 18,507,784	\$ 18,078,263	\$ (429,521)	\$ 17,988,669

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
SPECIAL REVENUE FUNDS**

COMBINING BALANCE SHEET

June 30, 2002

With Comparative Totals for June 30, 2001

	GRANT FUND	CDBG FUND	TOTALS	
			FY 2002	FY 2001
<u>ASSETS</u>				
Cash	\$ 56,204	\$ 3,372	\$ 59,576	\$ 99,451
Due from other governments	-	23,149	23,149	-
Total Assets	<u>\$ 56,204</u>	<u>\$ 26,521</u>	<u>\$ 82,725</u>	<u>\$ 99,451</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Due to:				
Other funds	\$ 6,548	\$ 23,149	\$ 29,697	\$ 2,000
Total Liabilities	<u>6,548</u>	<u>23,149</u>	<u>29,697</u>	<u>2,000</u>
Fund balances:				
Unreserved-undesignated	49,656	3,372	53,028	97,451
Total fund balances	<u>49,656</u>	<u>3,372</u>	<u>53,028</u>	<u>97,451</u>
Total liabilities and fund balances	<u>\$ 56,204</u>	<u>\$ 26,521</u>	<u>\$ 82,725</u>	<u>\$ 99,451</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
SPECIAL REVENUE FUNDS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	GRANT FUND	CDBG FUNDS	TOTALS	
			FY 2002	FY 2001
Revenues:				
Intergovernmental revenues	\$ 92,914	\$ -	\$ 92,914	\$ 48,743
Investment income	682	-	682	2,109
Miscellaneous income	-	-	-	499
TOTAL REVENUES	93,596	-	93,596	51,351
Expenditures:				
Current:				
General government	-	93	93	-
Public safety	75,024	-	75,024	38,239
Capital outlay	62,902	-	62,902	19,646
TOTAL EXPENDITURES	137,926	93	138,019	57,885
REVENUES OVER (UNDER) EXPENDITURES	(44,330)	(93)	(44,423)	(6,534)
Other financing sources (uses):				
Operating transfers in	-	-	-	5,416
	-	-	-	5,416
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(44,330)	(93)	(44,423)	(1,118)
Fund balance beginning of year	97,451	-	97,451	98,569
Residual equity transfer to CDBG Fund	(3,465)	-	(3,465)	-
Residual equity transfer from Grant Fund	-	3,465	-	-
FUND BALANCE END OF YEAR	\$ 49,656	\$ 3,372	\$ 49,563	\$ 97,451

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GRANT FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ 56,204	\$ 99,451
Total Assets	<u>\$ 56,204</u>	<u>\$ 99,451</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Due to:		
Other Funds	\$ 6,548	\$ 2,000
Total Liabilities	<u>6,548</u>	<u>2,000</u>
Fund Balance:		
Unreserved:		
Unreserved undesignated	49,656	97,451
Total fund balance	<u>49,656</u>	<u>97,451</u>
Total liabilities and fund balance	<u>\$ 56,204</u>	<u>\$ 99,451</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GRANTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002						FY 2001
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:							
Intergovernmental revenues	\$ 92,914	\$ -	\$ 92,914	\$ -	\$ 92,914	\$	48,743
Investment income	682	-	682	-	682		2,109
Miscellaneous revenues	-	-	-	-	-		499
TOTAL REVENUES	93,596	-	93,596	-	93,596		51,351
Expenditures:							
Current:							
Public safety	75,024	-	75,024	-	(75,024)		38,239
Capital Outlay	62,902	-	62,902	-	(62,902)		19,646
TOTAL EXPENDITURES	137,926	-	137,926	-	(137,926)		57,885
REVENUES OVER (UNDER) EXPENDITURES	(44,330)	-	(44,330)	-	(44,330)		(6,534)
Other financing sources (uses):							
Operating transfers in	-	-	-	-	-		5,416
	-	-	-	-	-		5,416
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES	(44,330)	-	(44,330)	-	(44,330)		(1,118)
Fund Balance beginning of year	97,451	-	97,451	97,451	-		98,569
Residual equity transfer to CDBG Fund	(3,465)	-	(3,465)	-	(3,465)		-
FUND BALANCE END OF YEAR	\$ 49,656	\$ -	\$ 49,656	\$ 97,451	\$ (47,795)	\$	97,451

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
CDBG FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ 3,372	\$ -
Receivables	23,149	-
Total Assets	<u>\$ 26,521</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Due to:		
Other Funds	\$ 23,149	\$ -
Total Liabilities	<u>23,149</u>	<u>-</u>
Fund Balance:		
Unreserved:		
Unreserved undesignated	<u>3,372</u>	-
Total fund balance	<u>3,372</u>	-
Total liabilities and fund balance	<u>\$ 26,521</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
CDBG FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002					FY 2001	
		GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:								
	TOTAL REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:								
Current:								
	General Government	93	-	93	-	93	-	-
	TOTAL EXPENDITURES	93	-	93	-	93	-	-
	REVENUES OVER (UNDER)							
	EXPENDITURES	(93)	-	(93)	-	(93)	-	-
Fund Balance beginning of year		-	-	-	-	-	-	-
Residual equity transfer from Grant Fund		3,465	-	3,465	-	3,465	-	-
	FUND BALANCE END OF YEAR	\$ 3,372	\$ -	\$ 3,372	\$ -	\$ 3,372	\$ -	\$ -

The accompanying notes are an integral part of these statements.



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**CITY OF GRIFFIN, GEORGIA
CAPITAL PROJECTS FUND**

COMBINING BALANCE SHEET

June 30, 2002

With Comparative Totals for June 30, 2001

	SPECIAL PURPOSE LOCAL OPTION SALES TAX	GENERAL CAPITAL PROJECTS	GENERAL FACILITIES REPLACEMENT AND MAJOR RENOVATIONS	GENERAL EQUIPMENT REPLACEMENT
<u>ASSETS</u>				
Cash	\$ 1,110,234	\$ 495,540	\$ -	\$ -
Due from other funds	-	-	40,000	40,000
Due from other governments	-	97,457	-	-
Total Assets	<u>\$ 1,110,234</u>	<u>\$ 592,997</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 52,526	\$ 173,793	\$ -	\$ -
Due to:				
Other funds	297,733	419,204	-	-
Deferred revenue	-	97,457	-	-
Total Liabilities	<u>350,259</u>	<u>690,454</u>	<u>-</u>	<u>-</u>
Fund balances:				
Reserved for encumbrances	-	265,000	-	-
Unreserved-undesignated	759,975	(362,457)	40,000	40,000
Total fund balances	<u>759,975</u>	<u>(97,457)</u>	<u>40,000</u>	<u>40,000</u>
Total liabilities and fund balances	<u>\$ 1,110,234</u>	<u>\$ 592,997</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>

The accompanying notes are an integral part of these statements.

TOTALS	
FY 2002	FY 2001
\$ 1,605,774	\$ 2,196,089
80,000	-
97,457	-
<u>\$ 1,783,231</u>	<u>\$ 2,196,089</u>

\$ 226,319	\$ -
716,937	200,910
97,457	-
<u>1,040,713</u>	<u>200,910</u>

265,000	
477,518	1,995,179
742,518	1,995,179
<u>\$ 1,783,231</u>	<u>\$ 2,196,089</u>

**CITY OF GRIFFIN, GEORGIA
CAPITAL PROJECTS FUND**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	SPECIAL PURPOSE LOCAL OPTION SALES TAX	GENERAL CAPITAL PROJECTS	GENERAL FACILITIES REPLACEMENT AND MAJOR RENOVATIONS
Revenues:			
Taxes	\$ 241,365	\$ -	\$ -
Intergovernmental	-	3,500	-
Investment income	33,090	4,277	-
TOTAL REVENUES	274,455	7,777	-
Expenditures:			
Current:			
Public works	147,353	3,004	-
Capital outlay	1,362,306	468,830	-
TOTAL EXPENDITURES	1,509,659	471,834	-
REVENUES OVER (UNDER) EXPENDITURES	(1,235,204)	(464,057)	-
Other financing sources (uses):			
Operating transfers in	-	366,600	40,000
Operating transfers out	-	-	-
	-	366,600	40,000
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,235,204)	(97,457)	40,000
Fund balance beginning of year	1,995,179	-	-
FUND BALANCE END OF YEAR	\$ 759,975	\$ (97,457)	\$ 40,000

The accompanying notes are an integral part of these statements.

GENERAL EQUIPMENT REPLACEMENT	TOTALS	
	FY 2002	FY 2001
\$ -	\$ 241,365	\$ 815,682
-	3,500	496,500
-	37,367	75,472
-	282,232	1,387,654
-	150,357	-
-	1,831,136	1,211,014
-	1,981,493	1,211,014
-	(1,699,261)	176,640
40,000	446,600	288,368
-	-	(83,970)
40,000	446,600	204,398
40,000	(1,252,661)	381,038
-	1,995,179	1,614,141
\$ 40,000	\$ 742,518	\$ 1,995,179

**CITY OF GRIFFIN, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	<u>\$ 1,110,234</u>	<u>\$ 1,995,179</u>
Total Assets	<u>\$ 1,110,234</u>	<u>\$ 1,995,179</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 52,526	\$ -
Due to the General Fund	<u>297,733</u>	<u>-</u>
Total Liabilities	<u>350,259</u>	<u>-</u>
Fund Balance:		
Unreserved:		
Undesignated	<u>759,975</u>	<u>1,995,179</u>
Total fund balance	<u>759,975</u>	<u>1,995,179</u>
Total liabilities and fund balance	<u>\$ 1,110,234</u>	<u>\$ 1,995,179</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002						FY 2001
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:							
Taxes	\$ 241,365	\$ -	\$ 241,365	\$ 418,244	\$ (176,879)	\$	815,682
Investment income	33,090	-	33,090	-	33,090		74,562
TOTAL REVENUES	274,455	-	274,455	418,244	(143,789)		890,244
Expenditures:							
Current:							
Public works:							
Purchased services	147,004	-	147,004	-	(147,004)		-
Supplies	349	-	349	-	(349)		-
	<u>147,353</u>	<u>-</u>	<u>147,353</u>	<u>-</u>	<u>(147,353)</u>		<u>-</u>
Capital Outlay:							425,236
Transportation	1,342,250	-	1,342,250	2,499,037	1,156,787		-
Stormwater	20,056	-	20,056	250,000	229,944		-
	<u>1,362,306</u>	<u>-</u>	<u>1,362,306</u>	<u>2,749,037</u>	<u>1,386,731</u>		<u>-</u>
TOTAL EXPENDITURES	1,509,659	-	1,509,659	2,749,037	1,239,378		425,236
REVENUES OVER (UNDER) EXPENDITURES	(1,235,204)	-	(1,235,204)	(2,330,793)	1,095,589		465,008
Other financing uses:							
Operating transfers out	-	-	-	-	-		(83,970)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>(83,970)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,235,204)	-	(1,235,204)	(2,330,793)	1,095,589		381,038
Fund Balance beginning of year	1,995,179	-	1,995,179	1,995,179	-		1,614,141
FUND BALANCE END OF YEAR	\$ 759,975	\$ -	\$ 759,975	\$ (335,614)	\$ 1,095,589	\$	1,995,179

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GENERAL CAPITAL PROJECTS FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ 495,540	\$ 200,910
Due from other governments	97,457	-
Total Assets	<u>\$ 592,997</u>	<u>\$ 200,910</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 173,793	\$ -
Due to:		
Other funds	419,204	200,910
Deferred revenue	97,457	-
Total Liabilities	<u>690,454</u>	<u>200,910</u>
Fund Balance:		
Reserved for encumbrances	265,000	-
Unreserved:		
Undesignated	(362,457)	-
Total fund balance	<u>(97,457)</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 592,997</u>	<u>\$ 200,910</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GENERAL CAPITAL PROJECTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002						FY 2001
	GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:							
Intergovernmental	\$ 3,500	\$ -	\$ 3,500	\$ 1,994,400	\$ (1,990,900)	\$	496,500
Investment income	4,277	-	4,277	-	4,277		910
TOTAL REVENUES	7,777	-	7,777	1,994,400	(1,986,623)		497,410
Expenditures:							
Current:							
Public works	3,004	-	3,004	-	(3,004)		-
Capital Outlay:							
Buildings	43,950	265,000	308,950	310,000	1,050		-
Infrastructure	424,880	-	424,880	2,051,000	1,626,120		785,778
TOTAL EXPENDITURES	471,834	265,000	736,834	2,361,000	1,624,166		785,778
REVENUES OVER (UNDER) EXPENDITURES	(464,057)	(265,000)	(729,057)	(366,600)	(362,457)		(288,368)
Other financing uses:							
Operating transfers in	366,600	-	366,600	366,600	-		288,368
	366,600	-	366,600	366,600	-		288,368
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(97,457)	(265,000)	(362,457)	-	(362,457)		-
Fund Balance beginning of year	-	265,000	265,000	-	265,000		-
FUND BALANCE END OF YEAR	\$ (97,457)	\$ -	\$ (97,457)	\$ -	\$ (97,457)	\$	-

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
CAPITAL FACILITIES AND REPLACEMENT FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Due from other funds	\$ 40,000	\$ -
Total Assets	<u>\$ 40,000</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balance:		
Reseved for capital facilities and replacement	40,000	-
Unreserved:		
Undesignated	-	-
Total fund balance	<u>40,000</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 40,000</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
CAPITAL FACILITIES AND MAJOR REPLACEMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002					FY 2001	
		GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:								
	TOTAL REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:								
	TOTAL EXPENDITURES	-	-	-	-	-	-	-
	REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-	-
Other financing uses:								
	Operating transfers in	40,000	-	40,000	40,000	-	-	-
		40,000	-	40,000	40,000	-	-	-
	REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	40,000	-	40,000	40,000	-	-	-
Fund Balance beginning of year		-	-	-	-	-	-	-
	FUND BALANCE END OF YEAR	\$ 40,000	\$ -	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
CAPITAL EQUIPMENT REPLACEMENT FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Due from other funds	\$ 40,000	\$ -
Total Assets	<u>\$ 40,000</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balance:		
Reserved for capital facilities and replacement	40,000	-
Unreserved:		
Undesignated	<u>-</u>	<u>-</u>
Total fund balance	<u>40,000</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 40,000</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
CAPITAL EQUIPMENT REPLACEMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002					FY 2001	
		GAAP ACTUAL	DIFFERENCE BETWEEN BUDGET BASIS AND GAAP	ACTUAL ON BUDGETARY BASIS	BUDGET AS AMENDED	VARIANCE FAVORABLE (UNFAVORABLE)		
Revenues:								
	TOTAL REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:								
	TOTAL EXPENDITURES	-	-	-	-	-	-	-
	REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-	-
Other financing uses:								
	Operating transfers in	40,000	-	40,000	40,000	-	-	-
		40,000	-	40,000	40,000	-	-	-
	REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	40,000	-	40,000	40,000	-	-	-
Fund Balance beginning of year		-	-	-	-	-	-	-
FUND BALANCE END OF YEAR		\$ 40,000	\$ -	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these statements.



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**CITY OF GRIFFIN, GEORGIA
ENTERPRISE FUNDS**

COMBINING BALANCE SHEET

June 30, 2002 and 2001

	GAS UTILITY FUND	COMBINED UTILITY FUND	WATER & WASTEWATER UTILITY FUND
<u>ASSETS</u>			
Current assets:			
Cash	\$ -	\$ -	\$ -
Investments at fair market value	-	-	-
Receivables (net where applicable of allowance for uncollectibles):			
Accounts	-	-	729,105
Due from other funds	-	-	-
Due from other governments and agencies	-	-	550
Inventories at cost	-	-	141,594
Prepaid expenses	-	-	-
Total current assets	-	-	871,249
Non-current assets:			
Due from other governments and agencies	-	-	36,290
Total non-current assets	-	-	36,290
Restricted assets:			
Cash	-	-	9,705,905
Investments	-	-	2,239,353
Deferred charges	-	-	652,752
Total restricted assets	-	-	12,598,010
Property, plant and equipment:			
Land	-	-	5,090,392
Land Improvement	-	-	-
Infrastructure	-	-	37,100,325
Buildings and structures	-	-	14,359,466
Machinery and equipment	-	-	3,461,233
Construction in progress	-	-	3,205,672
	-	-	63,217,088
Less accumulated depreciation	-	-	(17,033,936)
Net property, plant and equipment	-	-	46,183,152
Total Assets	\$ -	\$ -	\$ 59,688,701

Continued

ELECTRIC UTILITY FUND	SOLID WASTE FUND	AIRPORT FUND	WELCOME CENTER FUND	STORMWATER FUND	GOLF FUND	TOTALS	
						FY 2002	FY 2001 (As restated)
\$ 436,077	\$ 296,657	\$ 64,475	\$ -	\$ 49,243	\$ 103,252	\$ 949,704	\$ 2,436,121
1,400,000	-	-	-	-	-	1,400,000	3,400,000
6,987,785	479,199	958	-	170,824	3,224	8,371,095	6,656,009
1,818,907	-	-	15,779	-	101,911	1,936,597	1,047,481
10,243	-	37,779	-	-	-	48,572	1,571
1,160,914	-	8,254	-	-	-	1,310,762	1,435,056
-	-	-	-	-	-	-	235,612
11,813,926	775,856	111,466	15,779	220,067	208,387	14,016,730	15,211,850
-	-	-	-	-	-	36,290	37,952
-	-	-	-	-	-	36,290	37,952
1,919,527	-	-	-	-	-	11,625,432	5,528,634
22,648,730	-	-	-	-	-	24,888,083	23,164,008
-	-	-	-	-	-	652,762	706,019
24,568,257	-	-	-	-	-	37,166,267	29,398,661
381,242	-	75,000	365,500	163,911	1,500,000	7,576,045	931,503
-	27,819	2,732,540	-	-	75,000	2,835,359	2,476,109
4,897,691	-	-	-	3,514,120	-	45,512,136	29,056,016
3,255,813	564,144	508,669	2,032,934	-	383,391	21,104,417	94,648
10,018,786	1,530,740	584,491	8,192	120,177	-	15,723,619	57,811,394
972,225	61,478	177,773	-	2,242,255	-	6,659,403	4,333,094
19,525,757	2,184,181	4,078,473	2,406,626	6,040,463	1,958,391	99,410,979	94,702,764
(8,736,755)	(1,336,134)	(800,770)	(41,536)	(300,387)	(93,492)	(28,343,010)	(33,859,705)
10,789,002	848,047	3,277,703	2,365,090	5,740,076	1,864,899	71,067,969	60,843,059
\$ 47,171,185	\$ 1,623,903	\$ 3,389,169	\$ 2,380,869	\$ 5,960,143	\$ 2,073,286	\$ 122,287,256	\$ 105,491,522

**CITY OF GRIFFIN, GEORGIA
ENTERPRISE FUNDS**

COMBINING BALANCE SHEET

June 30, 2002 and 2001

	GAS UTILITY FUND	COMBINED UTILITY FUND	WATER & WASTEWATER UTILITY FUND
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Current liabilities payable from current assets:			
Accounts payable	\$ -	\$ -	\$ 273,065
Salaries payable	-	-	36,815
Contracts payable	-	-	15,000
Accrued interest	-	-	-
Due to other funds	-	-	11,845,221
Due to other governments and agencies (current portion)	-	-	192,364
Capital leases current portion	-	-	-
Post closure care costs	-	-	-
Total current liabilities payable from current assets	-	-	12,362,465
Current liabilities payable from restricted assets:			
Accrued revenue bonds interest	-	-	-
Deposits	-	-	-
Current portion of revenue bonds	-	-	1,140,000
Total current liabilities payable from restricted assets	-	-	1,140,000
Long-term liabilities:			
Compensated absences	-	-	218,236
Capital leases (net of current portion)	-	-	-
Revenue bonds (net of current portion)	-	-	19,530,000
Due to other governments and agencies (net of current portion)	-	-	316,830
Post closure care costs (net of current portion)	-	-	-
Total long-term liabilities	-	-	20,065,066
Total Liabilities	-	-	33,567,531
Fund equity:			
Contributed capital:			
Contributed capital	-	-	3,693,320
Contributed capital from Special Purpose Local Option Sales Tax	-	-	-
Contributed capital from Combined Utility Fund	-	-	17,481,662
Capital grants	-	-	-
Total contributed capital	-	-	21,174,982
Retained earnings:			
Reserve for renewal and extension	-	-	1,180,072
Reserve for debt service	-	-	2,194,868
Reserve for emergency	-	-	1,000,000
Reserve for revenue bond construction	-	-	1,536,373
Reserve for sewer capacity recovery	-	-	1,041,128
Reserve for electrical deregulation	-	-	-
Reserve for energy rate fluctuations	-	-	-
Reserve for future operations	-	-	-
Reserve for landfill closure	-	-	-
Reserve for local landfill	-	-	-
Reserve for capital improvements	-	-	-
Unreserved	-	-	(2,006,253)
Total retained earnings	-	-	4,946,188
Total fund equity	-	-	26,121,170
Total liabilities and fund equity	\$ -	\$ -	\$ 59,688,701

The accompanying notes are an integral part of these statements.

ELECTRIC UTILITY FUND	SOLID WASTE FUND	AIRPORT FUND	WELCOME CENTER FUND	STORMWATER FUND	GOLF FUND	TOTALS	
						FY 2002	FY 2001 (As restated)
\$ 2,379,192	\$ 86,382	\$ 24,784	\$ 10,694	\$ 599,599	\$ 16,760	\$ 3,390,476	\$ 1,984,658
26,822	28,493	4,022	-	6,636	6,931	109,719	-
1,352	-	-	-	-	-	16,352	45,657
-	970	-	-	47,041	104	48,115	8,813
-	756,357	223,023	-	1,569,914	-	14,394,515	2,126,282
139,971	6,421	-	-	57,481	8,091	404,328	202,086
-	104,446	-	-	17,209	13,690	135,345	359,984
-	45,630	-	-	-	-	45,630	45,630
2,547,337	1,028,699	251,829	10,694	2,297,880	45,576	18,544,480	4,773,110
-	-	-	-	-	-	-	553,022
1,724,749	-	-	1,050	-	-	1,725,799	1,410,555
-	-	-	-	-	-	1,140,000	1,095,000
1,724,749	-	-	1,050	-	-	2,865,799	3,058,577
321,040	251,649	10,347	-	35,209	63,510	899,991	775,872
-	45,124	-	-	-	3,062	48,186	764,344
-	-	-	-	-	-	19,530,000	20,670,000
-	-	-	-	2,102,269	-	2,419,099	2,645,584
-	1,283,542	-	-	-	-	1,283,542	1,323,270
321,040	1,580,315	10,347	-	2,137,478	66,572	24,180,818	26,179,070
4,593,126	2,609,014	262,176	11,744	4,435,358	112,148	45,591,097	32,247,455
-	265,301	-	2,369,125	-	1,858,474	8,186,220	-
-	-	-	-	76,471	-	76,471	-
24,355,517	-	-	-	-	-	41,837,179	-
-	-	-	-	-	-	-	3,601,320
24,355,517	265,301	-	2,369,125	76,471	1,858,474	50,099,870	3,601,320
-	-	-	-	-	-	1,180,072	794,677
-	-	-	-	-	-	2,194,868	2,580,263
-	-	-	-	-	-	1,000,000	1,000,000
-	-	-	-	-	-	1,536,373	2,147,289
-	-	-	-	-	-	1,041,128	522,832
12,044,139	-	-	-	-	-	12,044,139	11,290,424
5,873,305	-	-	-	-	-	5,873,305	5,549,184
4,731,286	-	-	-	-	-	4,731,286	3,614,376
-	352,857	-	-	-	-	352,857	308,145
-	126,677	-	-	-	-	126,677	77,578
-	-	180,793	-	-	102,664	283,457	188,983
(4,426,188)	(1,729,946)	2,946,200	-	1,448,314	-	(3,485,969)	44,502,836
18,222,542	(1,250,412)	3,126,993	-	1,448,314	102,664	26,596,289	72,576,587
42,578,059	(985,111)	3,126,993	2,369,125	1,524,785	1,961,138	76,696,159	76,177,907
\$ 47,171,185	\$ 1,623,903	\$ 3,389,169	\$ 2,380,869	\$ 5,960,143	\$ 2,073,286	\$ 122,287,256	\$ 105,491,522

**CITY OF GRIFFIN, GEORGIA
ENTERPRISE FUNDS**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICITS)

**For Year Ended June 30, 2002
With Comparative Totals for the Year Ended June 30, 2001**

	GAS UTILITY FUND	COMBINED UTILITY FUND	WATER & WASTEWATER FUND	ELECTRIC UTILITY FUND
Operating Revenues:				
Charges for services	\$ -	\$ -	\$ 9,639,250	\$ 28,048,125
TOTAL OPERATING REVENUES	-	-	9,639,250	28,048,125
Operating Expenses:				
Personal services and employee benefits	-	-	2,544,216	1,924,440
Purchased/contracted services	-	-	775,244	1,077,573
Supplies	-	-	1,483,445	22,248,215
Interfund	-	-	-	-
Depreciation	-	-	1,535,181	580,873
Other charges	-	-	1,950,380	10,000
TOTAL OPERATING EXPENSES	-	-	8,288,466	25,841,101
OPERATING INCOME (LOSS)	-	-	1,350,784	2,207,024
Non-operating revenue (expenses):				
Sales tax commissions	-	-	-	-
Golf course escrow fees	-	-	-	-
Delinquent penalties	-	-	-	805,632
Fiberoptic communications	-	-	-	792,741
Web access	-	-	-	10,974
Sewer capacity recovery fees	-	-	518,296	-
Local landfill surcharge	-	-	-	-
Landfill closure surcharge	-	-	-	-
Miscellaneous revenues	-	-	60,529	16,770
Interest income	-	-	189,595	78,726
Dividends	-	-	-	1,075,866
Net increase in the fair value of investments	-	-	-	1,118,880
Intergovernmental revenues	-	-	-	-
Miscellaneous expense	-	-	(3,562)	(394)
Bad debt expense	-	-	-	(1,278,446)
Interest expense	-	-	(1,103,071)	-
Bond issuance costs	-	-	(53,266)	-
Fiscal charges	-	-	(4,800)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	-	-	(396,279)	2,620,749
INCOME BEFORE OPERATING TRANSFERS	-	-	954,505	4,827,773
Operating transfers:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	(1,931,945)	(5,209,118)
NET OPERATING TRANSFERS	-	-	(1,931,945)	(5,209,118)
NET INCOME (LOSS)	-	-	(977,440)	(381,345)
Retained earnings (deficit) beginning of year	-	69,339,099	-	-
Prior period adjustment	-	-	-	-
Retained earnings (deficit) beginning of year, as restated	-	67,575,797	-	-
Residual equity transfer in from the Natural Gas Utility Fund	-	-	-	-
Residual equity transfer from the Combined Utilities Fund	-	-	6,434,145	19,105,657
Residual equity transfer to the Motor Pool Fund	-	-	(510,517)	(501,770)
Residual equity transfer from Golf Course Escrow Fund	-	-	-	-
Residual equity transfer to the Solid Waste Fund	-	(2,876)	-	-
Residual equity transfer to the Electric Fund	-	(43,046,199)	-	-
Residual equity transfer to the Water & Wastewater Fund	-	(24,526,722)	-	-
RETAINED EARNINGS END OF YEAR	\$ -	\$ -	\$ 4,946,188	\$ 18,222,542

The accompanying notes are an integral part of these statements.

SOLID WASTE FUND	AIRPORT FUND	WELCOME CENTER FUND	STORMWATER MANAGEMENT UTILITY FUND	GOLF FUND	TOTALS	
					FY 2002	FY 2001 (As restated)
\$ 4,231,317	\$ 468,710	\$ 15,779	\$ 1,326,759	\$ 412,979	\$ 44,142,919	\$ 47,436,126
4,231,317	468,710	15,779	1,326,759	412,979	44,142,919	47,436,126
1,917,535	219,428	56,029	481,338	521,872	7,664,858	7,261,770
2,195,447	86,937	5,083	388,517	129,585	4,658,386	3,037,267
114,866	326,201	93,769	106,037	177,652	24,550,185	26,223,888
-	-	-	-	-	-	1,285,159
178,203	122,815	41,536	133,366	20,578	2,612,552	3,030,421
84,094	-	-	33,064	-	2,077,538	773,088
4,490,145	755,381	196,417	1,142,322	849,687	41,563,519	41,611,593
(258,828)	(286,671)	(180,638)	184,437	(436,708)	2,579,400	5,824,533
-	-	-	-	-	-	55,166
-	-	-	-	32,720	32,720	-
-	-	-	-	-	805,632	845,495
-	-	-	-	-	792,741	837
-	-	-	-	-	10,974	4,600
-	-	-	-	-	518,296	249,814
44,712	-	-	-	-	44,712	55,466
49,099	-	-	-	-	49,099	14,664
91	-	-	447	545	78,382	203,289
4,222	285	-	23	801	273,652	608,284
-	-	-	-	-	1,075,866	1,157,207
-	-	-	-	-	1,118,880	667,998
34,141	259,420	-	230,545	-	524,106	321,797
-	(1,437)	-	-	-	(5,393)	(93,686)
-	-	-	-	-	(1,278,446)	-
(10,391)	-	-	(53,945)	(791)	(1,168,198)	(1,307,516)
-	-	-	-	-	(53,266)	(58,396)
-	-	-	-	-	(4,800)	(3,292)
121,874	258,268	-	177,070	33,275	2,814,957	2,721,727
(136,954)	(28,403)	(180,638)	361,507	(403,433)	5,394,357	8,546,260
-	227,296	180,958	-	440,153	848,407	1,930,271
(359,493)	(198,893)	(320)	(361,507)	(4,000)	(8,065,276)	(4,738,717)
(359,493)	28,403	180,638	(361,507)	436,153	(7,216,869)	(2,808,446)
(496,447)	-	-	-	32,720	(1,822,512)	5,737,814
(285,165)	3,135,183	-	1,868,868	-	72,294,683	62,056,064
-	-	-	-	-	-	4,500,805
(285,165)	3,135,183	-	1,868,868	-	72,294,683	66,556,869
-	-	-	-	-	-	-
-	-	-	-	-	25,539,802	-
(468,800)	(8,190)	-	(420,554)	-	(1,909,831)	-
-	-	-	-	69,944	69,944	-
-	-	-	-	-	(2,876)	-
-	-	-	-	-	(43,046,199)	-
-	-	-	-	-	(24,526,722)	-
\$ (1,250,412)	\$ 3,126,993	\$ -	\$ 1,448,314	\$ 102,664	\$ 26,596,289	\$ 72,294,683

CITY OF GRIFFIN, GEORGIA
ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002

With Comparative Amounts for the Year ended June 30, 2001

	GAS UTILITY FUND	COMBINED UTILITY FUND	WATER & WASTEWATER UTILITIES FUND	ELECTRIC UTILITIES FUND	SOLID WASTE FUND
(DECREASE) INCREASE IN CASH					
Cash flows from operating activities:					
Cash received from customers	\$ -	\$ -	\$ 8,903,890	\$ 19,055,870	\$ 3,873,917
Due to other funds	-	-	4,874,496	-	-
Cash payments to suppliers for goods and services	-	-	(3,646,059)	(21,479,827)	(1,931,246)
Cash payments to employees for services	-	-	(2,507,401)	(1,897,618)	(1,917,141)
New customer utility deposits	-	-	-	1,919,527	-
Non-operating miscellaneous income	-	-	60,529	16,770	-
Net cash provided by operating activities	-	-	7,685,455	(2,385,278)	25,530
Cash flows from noncapital financing activities:					
Operating transfers in from other funds	-	-	-	-	-
Operating transfers out to other funds	-	-	(1,931,945)	(5,209,118)	-
Residual equity transfers in	-	-	1,627,870	7,128,869	-
Residual equity transfers out	-	(7,179,785)	-	-	-
Golf escrow fees	-	-	-	-	-
Operating grants received	-	-	-	-	34,141
Spalding County Intergovernmental revenues	-	-	-	-	-
Sales tax commissions	-	-	-	-	-
Delinquent penalties	-	-	-	805,632	-
Fiber optic communications	-	-	-	782,741	-
Web access	-	-	-	10,974	-
Sewer capacity recovery fees	-	-	518,296	-	-
Georgia landfill surcharges	-	-	-	-	13,142
Local landfill surcharges	-	-	-	-	44,712
Landfill closure surcharges	-	-	-	-	49,099
Georgia disposal fees	-	-	-	-	(116,034)
Post closure costs	-	-	-	-	(39,728)
Miscellaneous expense	-	-	(3,562)	(394)	-
Net cash (used in) provided by noncapital financing activities	-	(7,179,785)	210,459	3,528,704	(14,668)
Cash flows from capital and related financing activities:					
Special Purpose Local Option Sales Taxes	-	-	-	-	-
Grant from the Georgia Department of Natural Resources	-	-	-	-	-
Georgia Environmental Facilities Authority Loan	-	-	-	-	-
Capital from GMA lease	-	-	-	-	-
Capital from Georgia Department of Transportation	-	-	-	-	-
Principal payments Georgia Environmental Facilities Authority loan	-	-	-	-	-
Deposits to the sinking fund	-	-	3,368,112	-	-
Disbursements from the sinking fund	-	-	(2,730,052)	-	-
GMA lease payments	-	-	-	-	(253,476)
Due to other funds	-	-	6,970,725	-	-
Principal paid on revenue bond maturities	-	-	(1,095,000)	-	-
Acquisition and construction of capital assets	-	-	-	(1,061,294)	(142,408)
Interest expense Georgia Environmental Facilities Authority loan	-	-	-	-	-
Interest expense Georgia Municipal Association lease	-	-	(3,785,518)	-	(17,776)
Interest expense paid on debt	-	-	(1,103,071)	-	-
Fiscal charges on revenue bonds	-	-	(4,800)	-	-
Net cash provided by (used in) capital and related financing activities	-	-	1,620,396	(1,061,294)	(413,660)
Cash flows from investing activities:					
Purchase of investment securities	-	-	-	-	-
Dividends	-	-	-	1,075,866	-
Proceeds from sale and maturities of investment securities	-	-	-	1,118,880	-
Interest on Investments	-	-	189,595	78,726	-
Interest on cash deposits	-	-	-	-	4,222
Net cash (used in) provided by investing activities	-	-	189,595	2,273,472	4,222
Net (decrease) increase in cash	-	(7,179,785)	9,705,905	2,355,604	(398,576)
Cash at beginning of year	-	7,179,785	-	-	695,233
Cash at end of year	\$ -	\$ -	\$ 9,705,905	\$ 2,355,604	\$ 296,657

Continued

TOTALS					
AIRPORT FUND	WELCOME CENTER FUND	STORMWATER MANAGEMENT UTILITY FUND	GOLF FUND	FY 2002	FY 2001 (As Restated)
\$ 467,752	\$ 15,779	\$ 1,721,554	\$ 409,755	\$ 34,448,517	\$ 45,859,126
-	-	-	-	4,874,496	-
(280,238)	(102,887)	841,096	(320,787)	(26,919,948)	(30,281,703)
(218,529)	(56,029)	(481,153)	(514,941)	(7,582,812)	(7,226,113)
-	-	-	-	1,919,527	292,148
(1,437)	-	447	545	76,854	203,289
(32,452)	(143,137)	2,081,944	(425,428)	6,806,634	8,846,747
227,296	180,958	-	440,153	848,407	1,930,271
(198,893)	(320)	(361,507)	(4,000)	(7,705,783)	(4,738,717)
-	-	-	69,944	8,826,483	-
-	-	-	-	(7,179,785)	-
-	-	-	32,720	32,720	-
-	-	70,000	-	104,141	98,988
113,337	-	-	-	113,337	181,384
-	-	-	-	-	55,166
-	-	-	-	805,632	845,495
-	-	-	-	792,741	837
-	-	-	-	10,974	4,600
-	-	-	-	518,296	249,814
-	-	-	-	13,142	4,883
-	-	-	-	44,712	55,466
-	-	-	-	49,099	14,664
-	-	-	-	(116,034)	-
-	-	-	-	(39,728)	-
-	-	-	-	(3,956)	(93,686)
141,740	180,638	(291,507)	538,817	(2,885,602)	(1,390,835)
-	-	20,057	-	20,057	56,414
-	-	160,545	-	160,545	-
-	-	-	-	-	108,010
-	-	-	(10,250)	(10,250)	471,875
108,304	-	-	-	108,304	41,425
-	-	(142,028)	-	(142,028)	-
-	-	-	-	3,368,112	(2,257,200)
-	-	-	-	(2,730,052)	1,628,286
-	-	(22,754)	-	(276,230)	(314,327)
-	-	-	-	6,970,725	-
-	-	-	-	(1,095,000)	(1,460,298)
(176,863)	(37,501)	(1,857,456)	-	(3,275,522)	(5,531,041)
-	-	(7,362)	-	(7,362)	(147,047)
-	-	-	(688)	(3,803,982)	-
-	-	-	-	(1,103,071)	(1,151,656)
-	-	-	-	(4,800)	(3,292)
(68,559)	(37,501)	(1,848,998)	(10,938)	(1,820,554)	(8,558,851)
-	-	-	-	-	(2,322,735)
-	-	-	-	1,075,866	-
-	-	-	-	1,118,880	580,122
-	-	-	-	268,321	1,754,028
285	-	23	801	5,331	11,463
285	-	23	801	2,468,398	22,878
41,014	-	(58,538)	103,252	4,568,876	(1,080,061)
23,461	-	107,781	-	8,006,260	9,172,774
\$ 64,475	\$ -	\$ 49,243	\$ 103,252	\$ 12,575,136	\$ 8,092,713

CITY OF GRIFFIN, GEORGIA
ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001

	GAS UTILITY FUND	COMBINED UTILITY FUND	WATER & WASTEWATER UTILITIES FUND	ELECTRIC UTILITIES FUND	SOLID WASTE FUND
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating Income	\$ -	\$ -	\$ 1,350,784	\$ 443,722	\$ (258,828)
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	-	-	1,535,181	580,873	178,203
Allowance for uncollectibles	-	-	6255	2,004,470	-
Non-operating miscellaneous income	-	-	60,529	16,770	-
Non-operating miscellaneous expense	-	-	-	-	-
New customer utility deposits	-	-	-	1,918,527	-
Decrease (increase) in accounts receivable	-	-	(735,360)	(8,992,255)	(357,400)
Decrease (increase) in due from other funds	-	-	-	(1,818,907)	398,787
Decrease (increase) in due from other governments and agencies	-	-	(550)	(10,243)	-
Decrease (increase) in inventories	-	-	(141,594)	(1,160,914)	-
(Increase) decrease in prepaid	-	-	-	-	17,817
Increase (decrease) in accounts payable	-	-	273,299	2,379,192	47,960
Increase (decrease) contracts payable	-	-	15,000	1,352	-
Increase (decrease) in deposits	-	-	-	-	-
Increase (decrease) due to other governments and agencies	-	-	192,364	139,971	-
(Decrease) increase in compensated absences	-	-	218,236	321,040	16,251
Increase (decrease) in due to other funds	-	-	4,874,496	-	(15,654)
Increase (decrease) in salaries payable	-	-	36,815	26,822	394
Net cash provided by operating activities	\$ -	\$ -	\$ 7,685,455	\$ (4,148,580)	\$ 25,530

The accompanying notes are an integral part of these statements.

TOTALS					
AIRPORT FUND	WELCOME CENTER FUND	STORMWATER MANAGEMENT UTILITY FUND	GOLF FUND	FY 2002	FY 2001 (As Restated)
\$ (286,671)	\$ (180,638)	\$ 184,437	\$ (436,163)	\$ 816,643	\$ 5,853,686
122,815	41,536	133,366	20,578	2,612,552	2,914,782
-	-	33,064	-	2,043,789	728,024
-	-	447	-	77,746	203,289
(1,437)	-	-	-	(1,437)	-
-	-	-	-	1,919,527	292,148
(958)	-	394,795	(3,224)	(9,694,402)	(1,514,153)
-	(15,779)	-	(101,911)	(1,539,810)	(1,042,128)
-	-	-	-	(10,793)	1,486
-	-	-	-	(1,302,508)	(156,218)
-	-	16,698	-	34,515	(5)
13,150	10,694	591,992	16,760	3,333,047	1,754,148
-	-	-	-	16,352	45,657
-	1,050	-	-	1,050	-
-	-	-	8,091	340,426	541,009
3,087	-	8,170	63,510	630,294	(199,616)
116,663	-	718,790	-	5,694,295	(659,853)
899	-	185	6,931	72,046	-
\$ (32,452)	\$ (143,137)	\$ 2,081,944	\$ (425,428)	\$ 5,043,332	\$ 8,846,747

CITY OF GRIFFIN, GEORGIA
NATURAL GAS UTILITY FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ -	\$ -
Total Assets	\$ -	\$ -
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Due to:		
Other Funds	\$ -	\$ -
Total Liabilities	-	-
Fund equity:		
Retained earnings:		
Unreserved	-	-
Total fund balance	-	-
Total liabilities and fund balance	\$ -	\$ -

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
NATURAL GAS UTILITY FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			FY 2001
	BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)		
Operating Revenues:					
Charges for services	\$ -	\$ -	\$ -	\$ -	134,236
TOTAL OPERATING REVENUES	-	-	-	-	134,236
Operating Expenses:					
Purchased/contracted services	-	-	-	-	750
Supplies	-	-	-	-	414,381
TOTAL OPERATING EXPENSES	-	-	-	-	415,131
NET INCOME (LOSS)	-	-	-	-	(280,895)
Retained earnings (deficit) beginning of year				-	562,799
Residual equity transfer to Combined Utility Fund	-	-	-	-	(281,904)
RETAINED EARNINGS END OF YEAR	\$ -	\$ -	\$ -	\$ -	-

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
NATURAL GAS UTILITY FUND

STATEMENT OF CASH FLOWS

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002	FY 2001
<u>INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ -	\$ 134,236
Cash payment to suppliers for goods and services	-	(549,367)
Net cash provided by operating activities	\$ -	\$ (415,131)
Cash flows from non-capital financing activities:		
Residual equity transfers out	-	(281,904)
Net cash used by non-capital financing activities	-	(281,904)
Net (decrease) Increase in cash	-	(697,035)
Cash at beginning of year	-	697,035
Cash at end of year	\$ -	\$ -
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating Income	\$ -	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities	-	-
Change in assets and liabilities:		
Total adjustments	-	-
Net cash provided by operating activities	\$ -	\$ -

The accompanying notes are an integral part of these statements.



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CITY OF GRIFFIN, GEORGIA
COMBINED UTILITY FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Cash	\$ -	\$ 1,651,115
Investments at fair market value	-	3,400,000
Receivables:		
Accounts (net where applicable of allowance for uncollectibles):	-	5,968,591
Due from other funds	-	650,694
Due from other governments and agencies	-	1,571
Inventories at cost	-	1,428,802
Prepaid expenses	-	201,097
Total current assets	-	13,299,870
Non-current assets:		
Due from other governments and agencies	-	37,952
Total non-current assets	-	37,952
Restricted assets:		
Deposit accounts:		
Cash	-	1,716,428
Municipal competitive trust		
Investments	-	20,453,985
Construction accounts:		
Cash	-	2,147,289
Bond accounts:		
Cash	-	1,664,953
Investments with fiscal agent	-	2,710,023
Deferred charges	-	706,019
Total restricted assets	-	29,398,697
Property, plant and equipment:		
Land	-	342,979
Infrastructure	-	24,787,278
Machinery and equipment	-	52,074,902
Construction in progress	-	3,557,615
	-	80,762,774
Less accumulated depreciation	-	(25,214,647)
Net property, plant and equipment	-	55,548,127
Total Assets	\$ -	\$ 98,284,646

**CITY OF GRIFFIN, GEORGIA
COMBINED UTILITY FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001 (As Restated)
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ -	\$ 1,889,324
Contracts payable	-	45,657
Due to other funds	-	396,787
Due to other governments and agencies (current portion)	-	197,203
Total current liabilities payable from current assets	-	2,528,971
Current liabilities payable from restricted assets:		
Accrued revenue bonds interest	-	553,022
Deposits	-	1,410,555
Current portion of revenue bonds	-	1,095,000
Total current liabilities payable from restricted assets	-	3,058,577
Long-term liabilities:		
Compensated absences	-	506,175
Revenue bonds (net of current portion)	-	20,670,000
Due to other governments and agencies (net of current portion)	-	343,806
Total long-term liabilities	-	21,519,981
Total Liabilities	-	27,107,529
Fund equity:		
Contributed capital:		
Capital grants	-	3,601,320
Total contributed capital	-	3,601,320
Retained earnings:		
Reserve for renewal and extension	-	794,677
Reserve for debt service	-	2,580,263
Reserve for emergency	-	1,000,000
Reserve for revenue bond construction	-	2,147,289
Reserve for sewer capacity recovery	-	522,832
Reserve for electrical deregulation	-	11,290,424
Reserve for energy rate fluctuations	-	5,549,184
Reserve for future operations	-	3,614,376
Unreserved	-	40,076,752
Total retained earnings	-	67,575,797
Total fund equity	-	71,177,117
Total liabilities and fund equity	\$ -	\$ 98,284,646

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
COMBINED UTILITY FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002			FY 2001 (As Restated)
	BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Operating Revenues:				
Charges for services	\$ -	\$ -	\$ -	\$ 41,370,808
TOTAL OPERATING REVENUES	-	-	-	41,370,808
Operating Expenses:				
Personal services and employee benefits	-	-	-	4,502,792
Purchased/contracted services	-	-	-	1,438,899
Supplies	-	-	-	24,992,177
Interfund	-	-	-	946,400
Depreciation	-	-	-	2,380,460
Other charges	-	-	-	710,241
TOTAL OPERATING EXPENSES	-	-	-	34,970,969
OPERATING INCOME (LOSS)	-	-	-	6,399,839
Non-operating revenue (expenses):				
Sales tax commissions	-	-	-	55,166
Delinquent penalties	-	-	-	845,495
Fiberoptic communications	-	-	-	837
Web access	-	-	-	4,600
Sewer capacity recovery fees	-	-	-	249,814
Miscellaneous revenues	-	-	-	181,165
Interest income	-	-	-	596,821
Dividends	-	-	-	1,157,207
Net increase in the fair value of investments	-	-	-	667,998
Miscellaneous expense	-	-	-	(93,686)
Interest expense	-	-	-	(1,151,656)
Bond issuance costs	-	-	-	(58,396)
Fiscal charges	-	-	-	(3,292)
TOTAL NON-OPERATING REVENUES (EXPENSES)	-	-	-	2,452,073
INCOME BEFORE OPERATING TRANSFERS	-	-	-	8,851,912
Operating transfers:				
Operating transfers in	-	-	-	1,664,917
Operating transfers out	-	-	-	(4,738,717)
NET OPERATING TRANSFERS	-	-	-	(3,073,800)
NET INCOME (LOSS)	-	-	-	5,778,112
Retained earnings beginning of year	67,575,797	67,575,797	-	57,277,781
Prior period adjustment	-	-	-	4,238,000
Retained earnings beginning of year, after restatement	67,575,797	67,575,797	-	61,515,781
Residual equity transfer in from the Natural Gas Utility Fund	-	-	-	281,904
Residual equity transfer out to Electric Fund	-	(43,046,199)	(43,046,199)	-
Residual equity transfer out to Water & Wastewater Fund	-	(24,526,722)	(24,526,722)	-
Residual equity transfer out to Solid Waste Fund	-	(2,876)	(2,876)	-
RETAINED EARNINGS END OF YEAR	\$ 67,575,797	\$ -	\$ (67,575,797)	\$ 67,575,797

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
COMBINED UTILITY FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002

With Comparative Amounts for the Year Ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ -	\$ 40,294,239
Cash payments to suppliers for goods and services	-	(27,870,435)
Cash payments to employees for services	-	(4,499,746)
New customer utility deposits	-	292,148
Non-operating miscellaneous income	-	181,165
Net cash provided by operating activities	\$ -	\$ 8,397,371
Cash flows from noncapital financing activities:		
Operating transfers in from other funds	-	1,664,917
Operating transfers out to other funds	-	(4,738,717)
Residual equity transfers in	-	281,904
Residual equity transfers out	(7,179,785)	-
Sales tax commissions	-	55,166
Delinquent penalties	-	845,495
Fiber optic communications	-	837
Web access	-	4,600
Sewer capacity recovery fees	-	249,814
Miscellaneous expense	-	(93,686)
Net cash (used in) provided by noncapital financing activities	(7,179,785)	(1,729,670)
Cash flows from capital and related financing activities:		
Deposits to the sinking fund	-	(2,257,200)
Disbursements from the sinking fund	-	1,628,286
Principal paid on revenue bond maturities	-	(1,460,298)
Acquisition and construction of capital assets	-	(4,049,116)
Interest expense paid on debt	-	(1,151,656)
Fiscal charges on revenue bonds	-	(3,292)
Net cash provided by (used in) capital and related financing activities	-	(7,293,276)
Cash flows from investing activities:		
Purchase of investment securities	-	(2,322,735)
Proceeds from sale and maturities of investment securities	-	580,122
Interest on investments	-	1,754,028
Net cash (used in) provided by investing activities	-	11,415
Net (decrease) increase in cash	(7,179,785)	(614,160)
Cash at beginning of year	7,179,785	7,793,945
Cash at end of year	\$ -	\$ 7,179,785

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$ -	\$ 6,399,839
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	-	2,380,460
Allowance for uncollectibles	-	663,177
Non-operating miscellaneous income	-	181,165
New customer utility deposits	-	292,148
Change in assets and liabilities:		
Decrease (increase) in accounts receivable	-	(1,076,569)
Decrease (increase) in due from other funds	-	(650,694)
Decrease (increase) in due from other governments and agencies	-	1,486
Decrease (increase) in inventories	-	(156,216)
(Increase) decrease in prepaids	-	(5)
Increase (decrease) in accounts payable	-	1,745,579
Increase (decrease) contracts payable	-	45,657
Increase (decrease) due to other governments and agencies	-	541,009
(Decrease) increase in compensated absences	-	(145,536)
Increase (decrease) in due to other funds	-	(1,824,129)
Total adjustments	-	(1,519,418)
Net cash provided by operating activities	\$ -	\$ 8,397,371

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
COMBINED UTILITIES FUND

SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002		VARIANCE	
		BUDGET	ACTUAL	FAVORABLE	FY
				(UNFAVORABLE)	2001
Electric department:					
Office of director:					
Personal services and employee benefits	\$	-	\$	-	\$ 165,690
Purchased/contracted services		-	-	-	12,312
Supplies		-	-	-	18,941
		-	-	-	196,943
Marketing:					
Personal services and employee benefits		-	-	-	496
Purchased/contracted services		-	-	-	122,021
Supplies		-	-	-	7,669
		-	-	-	130,186
Technical:					
Personal services and employee benefits		-	-	-	702,007
Purchased/contracted services		-	-	-	170,053
Supplies		-	-	-	21,398,827
Other Charges		-	-	-	47,064
		-	-	-	22,317,951
Line construction:					
Personal services and employee benefits		-	-	-	701,251
Purchased/contracted services		-	-	-	234,262
Supplies		-	-	-	92,337
		-	-	-	1,027,850
Utility customer service:					
Personal services and employee benefits		-	-	-	428,790
Purchased/contracted services		-	-	-	190,367
Supplies		-	-	-	22,628
		-	-	-	641,785
Utility conversion:					
Personal services and employee benefits		-	-	-	2,311
		-	-	-	2,311
Electric non-departmental:					
Personal services and employee benefits		-	-	-	259,998
Purchased/contracted services		-	-	-	205,680
Interfund/interdepartmental charges		-	-	-	509,925
Other charges		-	-	-	349,821
Depreciation		-	-	-	658,703
		-	-	-	1,984,127
TOTAL ELECTRIC DEPARTMENT		-	-	-	26,301,153

Continued

CITY OF GRIFFIN, GEORGIA
COMBINED UTILITIES FUND

SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002				
	BUDGET	ACTUAL	VARIANCE	FY 2001
			FAVORABLE (UNFAVORABLE)	
Water and wastewater department:				
Office of director:				
Personal services and employee benefits	\$ -	\$ -	- \$	137,472
Purchased/contracted services	-	-	-	27,623
Supplies	-	-	-	3,595
	-	-	-	168,690
Water production:				
Personal services and employee benefits	-	-	-	414,186
Purchased/contracted services	-	-	-	38,739
Supplies	-	-	-	664,103
	-	-	-	1,117,028
Water distribution:				
Personal services and employee benefits	-	-	-	665,667
Purchased/contracted services	-	-	-	174,020
Supplies	-	-	-	2,433,956
	-	-	-	3,273,643
Wastewater collection:				
Personal services and employee benefits	-	-	-	82
Purchased/contracted services	-	-	-	127,344
Supplies	-	-	-	29,396
	-	-	-	156,822
Wastewater treatment:				
Personal services and employee benefits	-	-	-	475,309
Purchased/contracted services	-	-	-	41,159
Supplies	-	-	-	311,525
	-	-	-	827,993
Meter reading:				
Personal services and employee benefits	-	-	-	301,005
Purchased/contracted services	-	-	-	11,490
Supplies	-	-	-	9,200
	-	-	-	321,695
Water and wastewater non-departmental:				
Personal services and employee benefits	-	-	-	248,528
Purchased/contracted services	-	-	-	83,829
Interfund/interdepartmental charges	-	-	-	436,475
Other Costs	-	-	-	313,356
Depreciation	-	-	-	1,721,757
	-	-	-	2,803,945
TOTAL WATER AND WASTEWATER				
	-	-	-	8,669,816
TOTAL OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ 34,970,969

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
WATER AND WASTEWATER FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Receivables:		
Accounts (net where applicable of allowance for uncollectibles):	\$ 729,105	\$ -
Due from other governments and agencies	550	-
Inventories at cost	141,594	-
Total current assets	871,249	-
Non-current assets:		
Due from other governments and agencies	36,290	-
Total non-current assets	36,290	-
Restricted assets:		
Deposit accounts:		
Cash	1,745,850	-
Construction accounts:		
Cash	7,960,019	-
Bond accounts:		
Cash	36	-
Investments with fiscal agent	2,239,353	-
Deferred charges	652,752	-
Total restricted assets	12,598,010	-
Property, plant and equipment:		
Land	5,090,392	-
Buildings	14,359,466	-
Infrastructure	37,100,325	-
Machinery and equipment	3,461,233	-
Construction in progress	3,205,672	-
	63,217,088	-
Less accumulated depreciation	(17,033,936)	-
Net property, plant and equipment	46,183,152	-
Total Assets	\$ 59,688,701	\$ -

**CITY OF GRIFFIN, GEORGIA
WATER AND WASTEWATER FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 273,065	\$ -
Wages payable	36,815	-
Contracts payable	15,000	-
Due to other funds	11,845,221	-
Due to other governments and agencies (current portion)	192,364	-
Total current liabilities payable from current assets	<u>12,362,465</u>	<u>-</u>
Current liabilities payable from restricted assets:		
Current portion of revenue bonds	1,140,000	-
Total current liabilities payable from restricted assets	<u>1,140,000</u>	<u>-</u>
Long-term liabilities:		
Compensated absences	218,236	-
Revenue bonds (net of current portion)	19,530,000	-
Due to other governments and agencies (net of current portion)	316,830	-
Total long-term liabilities	<u>20,065,066</u>	<u>-</u>
Total Liabilities	<u>33,567,531</u>	<u>-</u>
Fund equity:		
Contributed capital:	3,693,320	-
Contributed capital from Combined Utility Fund	17,481,662	-
Total contributed capital	<u>21,174,982</u>	<u>-</u>
Retained earnings:		
Reserve for renewal and extension	1,180,072	-
Reserve for debt service	2,194,868	-
Reserve for emergency	1,000,000	-
Reserve for revenue bond construction	1,536,373	-
Reserve for sewer capacity recovery	1,041,128	-
Unreserved	(2,006,253)	-
Total retained earnings	<u>4,946,188</u>	<u>-</u>
Total fund equity	<u>26,121,170</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 59,688,701</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
WATER AND WASTEWATER FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Operating Revenues:					
Charges for services		\$ 9,038,619	\$ 9,639,250	\$ 600,631	\$ -
TOTAL OPERATING REVENUES		9,038,619	9,639,250	600,631	-
Operating Expenses:					
Personal services and employee benefits		3,118,574	2,544,216	574,358	-
Purchased/contracted services		775,150	775,244	(94)	-
Supplies		1,422,900	1,483,445	(60,545)	-
Depreciation		520,000	1,535,181	(1,015,181)	-
Other charges		2,010,000	1,950,380	59,620	-
TOTAL OPERATING EXPENSES		7,846,624	8,288,466	(441,842)	-
OPERATING INCOME (LOSS)		1,191,995	1,350,784	158,789	-
Non-operating revenue (expenses):					
Sewer capacity recovery fees		-	518,296	518,296	-
Miscellaneous revenues		19,000	60,529	41,529	-
Interest income		200,000	189,595	(10,405)	-
Miscellaneous expense		-	(3,562)	(3,562)	-
Interest expense		(1,577,235)	(1,103,071)	474,164	-
Bond issuance costs		(100,000)	(53,266)	46,734	-
Fiscal charges		(25,000)	(4,800)	20,200	-
TOTAL NON-OPERATING REVENUES (EXPENSES)		(1,483,235)	(396,279)	1,086,956	-
INCOME BEFORE OPERATING TRANSFERS		(291,240)	954,505	1,245,745	-
Operating transfers:					
Operating transfers out		(1,931,945)	(1,931,945)	-	-
NET OPERATING TRANSFERS		(1,931,945)	(1,931,945)	-	-
NET INCOME (LOSS)		(2,223,185)	(977,440)	1,245,745	-
Retained earnings beginning of year					
Residual Equity Transfer to Motor Pool Fund		-	(510,517)	(510,517)	-
Residual Equity Transfer from Combined Utility Fund		-	6,434,145	6,434,145	-
RETAINED EARNINGS END OF YEAR		\$ (2,223,185)	\$ 4,946,188	\$ 7,169,373	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
WATER AND WASTEWATER FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year Ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 8,903,890	\$ -
Due to other funds	4,874,496	-
Cash payments to suppliers for goods and services	(3,646,059)	-
Cash payments to employees for services	(2,507,401)	-
Non-operating miscellaneous income	60,529	-
Net cash provided by operating activities	\$ 7,685,455	\$ -
Cash flows from noncapital financing activities:		
Operating transfers out to other funds	(1,931,945)	-
Sewer capacity recovery fees	518,296	-
Miscellaneous expense	(3,562)	-
Contributed Capital from Combined Utility Fund	1,627,670	-
Net cash (used in) provided by noncapital financing activities	210,459	-
Cash flows from capital and related financing activities:		
Deposits to the sinking fund	3,368,112	-
Disbursements from the sinking fund	(2,730,052)	-
Due to other funds	6,970,725	-
Principal paid on revenue bond maturities	(1,095,000)	-
Acquisition and construction of capital assets	(3,785,518)	-
Interest expense paid on debt	(1,103,071)	-
Fiscal charges on revenue bonds	(4,800)	-
Net cash provided by (used in) capital and related financing activities	1,620,396	-
Cash flows from investing activities:		
Purchase of investment securities	-	-
Proceeds from sale and maturities of investment securities	-	-
Interest on investments	189,595	-
Net cash (used in) provided by investing activities	189,595	-
Net (decrease) Increase in cash	9,705,905	-
Cash at beginning of year	-	-
Cash at end of year	\$ 9,705,905	\$ -
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating Income	\$ 1,350,784	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	1,535,181	-
Allowance for uncollectibles	6,255	-
Non-operating miscellaneous Income	60,529	-
Change in assets and liabilities:		
Decrease (Increase) in accounts receivable	\$ (735,360)	\$ -
Decrease (Increase) in due from other governments and agencies	(550)	-
Decrease (Increase) in inventories	(141,594)	-
Increase (decrease) in accounts payable	273,299	-
Increase (decrease) contracts payable	15,000	-
Increase (decrease) due to other governments and agencies	192,364	-
(Decrease) Increase in compensated absences	218,236	-
Increase (decrease) in due to other funds	4,874,496	-
Increase (decrease) in salaries payable	36,815	-
Total adjustments	4,732,706	-
Net cash provided by operating activities	\$ 7,685,455	\$ -
<u>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>		
Contributions of fixed assets from government		
Contributed capital from the Combined Utility Fund	\$ 17,481,662	\$ -
Contributed capital	3,693,320	-

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
WATER AND WASTEWATER FUND**

**SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002			2001
	BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Water and wastewater department:				
Office of director:				
Personal services and employee benefits	\$ 551,593	\$ 220,287	\$ 331,306	\$ -
Purchased/contracted services	82,805	18,421	64,384	-
Supplies	8,650	6,770	1,880	-
Depreciation	-	289,018	(289,018)	-
	<u>643,048</u>	<u>534,496</u>	<u>108,552</u>	<u>-</u>
Water production:				
Personal services and employee benefits	531,186	529,434	1,752	-
Purchased/contracted services	82,305	151,844	(69,539)	-
Supplies	886,600	862,290	24,310	-
Depreciation	20,000	18,246	1,754	-
	<u>1,520,091</u>	<u>1,561,814</u>	<u>(41,723)</u>	<u>-</u>
Water distribution:				
Personal services and employee benefits	793,789	807,192	(13,403)	-
Purchased/contracted services	262,210	330,298	(68,088)	-
Supplies	122,100	252,771	(130,671)	-
Depreciation	295,000	433,018	(138,018)	-
Other charges	2,000,000	1,941,703	58,297	-
	<u>3,473,099</u>	<u>3,764,982</u>	<u>(291,883)</u>	<u>-</u>
Wastewater collection:				
Personal services and employee benefits	283,896	-	283,896	-
Purchased/contracted services	200,099	157,108	42,991	-
Supplies	50,000	36,210	13,790	-
Depreciation	201,000	767,816	(566,816)	-
	<u>734,995</u>	<u>961,134</u>	<u>(226,139)</u>	<u>-</u>
Wastewater treatment:				
Personal services and employee benefits	620,106	622,583	(2,477)	-
Purchased/contracted services	102,741	116,346	(13,605)	-
Supplies	348,000	316,451	31,549	-
Depreciation	4,000	3,679	321	-
Other charges	10,000	8,677	1,323	-
	<u>1,084,847</u>	<u>1,067,736</u>	<u>17,111</u>	<u>-</u>
Meter reading:				
Personal services and employee benefits	338,004	364,720	(26,716)	-
Purchased/contracted services	44,990	1,227	43,763	-
Supplies	7,550	8,953	(1,403)	-
Depreciation	-	23,404	(23,404)	-
	<u>390,544</u>	<u>398,304</u>	<u>(7,760)</u>	<u>-</u>
TOTAL OPERATING EXPENSES	\$ 7,846,624	\$ 8,288,466	\$ (441,842)	\$ -

The accompanying notes are an integral part of these statements.



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**CITY OF GRIFFIN, GEORGIA
ELECTRIC UTILITY FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Cash	\$ 436,077	\$ -
Investments at fair market value	1,400,000	-
Receivables:		
Accounts (net where applicable of allowance for uncollectibles):	6,987,785	-
Due from other funds	1,818,907	-
Due from other governments and agencies	10,243	-
Inventories at cost	1,160,914	-
Total current assets	<u>11,813,926</u>	<u>-</u>
Restricted assets:		
Deposit accounts:		
Cash	1,919,527	-
Municipal competitive trust		
Investments	<u>22,648,730</u>	<u>-</u>
Total restricted assets	<u>24,568,257</u>	<u>-</u>
Property, plant and equipment:		
Land	381,242	-
Buildings	3,255,813	-
Infrastructure	4,897,691	-
Machinery and equipment	10,018,786	-
Construction in progress	<u>972,225</u>	<u>-</u>
	19,525,757	-
Less accumulated depreciation	<u>(8,736,755)</u>	<u>-</u>
Net property, plant and equipment	<u>10,789,002</u>	<u>-</u>
Total Assets	<u>\$ 47,171,185</u>	<u>\$ -</u>

Continued

CITY OF GRIFFIN, GEORGIA
ELECTRIC UTILITY FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 2,379,192	\$ -
Wages payable	26,822	-
Contracts payable	1,352	-
Due to other governments and agencies (current portion)	139,971	-
Total current liabilities payable from current assets	<u>2,547,337</u>	<u>-</u>
Current liabilities payable from restricted assets:		
Deposits	1,724,749	-
Total current liabilities payable from restricted assets	<u>1,724,749</u>	<u>-</u>
Long-term liabilities:		
Compensated absences	321,040	-
Due to other governments and agencies (net of current portion)	-	-
Total long-term liabilities	<u>321,040</u>	<u>-</u>
Total Liabilities	<u>4,593,126</u>	<u>-</u>
Fund equity:		
Contributed capital:		
Contributed capital from government	24,355,517	-
Total contributed capital	<u>24,355,517</u>	<u>-</u>
Retained earnings:		
Reserve for electrical deregulation	12,044,139	-
Reserve for energy rate fluctuations	5,873,305	-
Reserve for future operations	4,731,286	-
Unreserved	(4,426,188)	-
Total retained earnings	<u>18,222,542</u>	<u>-</u>
Total fund equity	<u>42,578,059</u>	<u>-</u>
Total Liabilities and Fund Equity	<u>\$ 47,171,185</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
ELECTRIC UTILITY FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Operating Revenues:					
Charges for services		\$ 31,046,163	\$ 28,048,125	\$ (2,998,038)	\$ -
	TOTAL OPERATING REVENUES	31,046,163	28,048,125	(2,998,038)	-
Operating Expenses:					
Personal services and employee benefits		1,817,172	1,924,440	(107,268)	-
Purchased/contracted services		1,067,182	1,077,573	(10,391)	-
Supplies		21,639,004	22,248,215	(609,211)	-
Depreciation		575,000	580,873	(5,873)	-
Other charges		-	10,000	(10,000)	-
	TOTAL OPERATING EXPENSES	25,098,358	25,841,101	(742,743)	-
	OPERATING INCOME (LOSS)	5,947,805	2,207,024	(3,740,781)	-
Non-operating revenue (expenses):					
Delinquent penalties		472,355	805,632	333,277	-
Fiberoptic communications		-	792,741	792,741	-
Web access		-	10,974	10,974	-
Miscellaneous revenues		31,119	16,770	(14,349)	-
Interest income		481,450	78,726	(402,724)	-
Dividends		-	1,075,866	1,075,866	-
Net increase in the fair value of investments		-	1,118,880	1,118,880	-
Miscellaneous expense		-	(394)	(394)	-
Bad debt expense		-	(1,278,446)	(1,278,446)	-
	TOTAL NON-OPERATING REVENUES (EXPENSES)	984,924	2,620,749	1,635,825	-
	INCOME BEFORE OPERATING TRANSFERS	6,932,729	4,827,773	(2,104,956)	-
Operating transfers:					
Operating transfers in		-	-	-	-
Operating transfers out		(5,209,118)	(5,209,118)	-	-
	NET OPERATING TRANSFERS	(5,209,118)	(5,209,118)	-	-
	NET INCOME (LOSS)	1,723,611	(381,345)	(2,104,956)	-
Retained earnings beginning of year		-	-	-	-
Residual equity transfer to the Motor Pool Fund		-	(501,770)	(501,770)	-
Residual equity transfer in from the Combined Utility Fund		-	19,105,657	19,105,657	-
	RETAINED EARNINGS END OF YEAR	\$ 1,723,611	\$ 18,222,542	\$ 16,498,931	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
ELECTRIC UTILITY FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year Ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 19,055,870	\$ -
Cash payments to suppliers for goods and services	(21,479,827)	-
Cash payments to employees for services	(1,897,618)	-
New customer utility deposits	1,919,527	-
Non-operating miscellaneous income	16,770	-
Net cash provided by operating activities	\$ (2,385,278)	\$ -
Cash flows from noncapital financing activities:		
Operating transfers out to other funds	(5,209,118)	-
Delinquent penalties	805,632	-
Fiber optic communications	792,741	-
Web access	10,974	-
Miscellaneous expense	(394)	-
Contributed Capital from Combined Utility Fund	7,128,869	-
Net cash (used in) provided by noncapital financing activities	3,528,704	-
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(1,061,294)	-
Net cash provided by (used in) capital and related financing activities	(1,061,294)	-
Cash flows from investing activities:		
Purchase of investment securities	-	-
Dividends from investments	1,075,866	-
Proceeds from sale and maturities of investment securities	1,118,880	-
Interest on investments	78,726	-
Net cash (used in) provided by investing activities	2,273,472	-
Net (decrease) increase in cash	2,355,604	-
Cash at beginning of year	-	-
Cash at end of year	<u>\$ 2,355,604</u>	<u>\$ -</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating Income	\$ 2,207,024	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	580,873	-
Allowance for uncollectibles	2,004,470	-
Non-operating miscellaneous income	16,770	-
New customer utility deposits	1,919,527	-
Change in assets and liabilities:		
Decrease (increase) in accounts receivable	\$ (8,992,255)	\$ -
Decrease (increase) in due from other funds	(1,818,907)	-
Decrease (increase) in due from other governments and agencies	(10,243)	-
Decrease (increase) in inventories	(1,160,914)	-
Increase (decrease) in accounts payable	2,379,192	-
Increase (decrease) in wages payable	26,822	-
Increase (decrease) contracts payable	1,352	-
Increase (decrease) due to other governments and agencies	139,971	-
(Decrease) increase in compensated absences	321,040	-
Increase (decrease) in due to other funds	-	-
Total adjustments	(9,113,942)	-
Net cash provided by operating activities	<u>\$ (2,385,278)</u>	<u>\$ -</u>
<u>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>		
Contributions of fixed assets from government:		
Contribution from Combined Utilities Fund	\$ 15,170,646	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
ELECTRIC UTILITY FUND

SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002		VARIANCE		
		BUDGET	ACTUAL	FAVORABLE		2001
				(UNFAVORABLE)		
Electric department:						
Office of director:						
Personal services and employee benefits	\$	282,855	\$ 145,919	\$	136,936	\$ -
Purchased/contracted services		192,790	25,700		167,090	-
Supplies		24,704	21,666		3,038	-
Depreciation		-	7,083		(7,083)	-
		500,349	200,368		307,084	-
Marketing:						
Personal services and employee benefits		55,495	189,549		(134,054)	-
Purchased/contracted services		169,000	76,646		92,354	-
Supplies		2,000	2,993		(993)	-
Depreciation		-	3,897		(3,897)	-
Other charges		-	10,000		(10,000)	-
		226,495	283,085		(56,590)	-
Technical:						
Personal services and employee benefits		592,285	735,375		(143,090)	-
Purchased/contracted services		207,689	357,843		(150,154)	-
Supplies		21,539,000	22,087,582		(548,582)	-
Depreciation		165,000	161,217		3,783	-
		22,503,974	23,342,017		(838,043)	-
Line construction:						
Personal services and employee benefits		886,537	853,597		32,940	-
Purchased/contracted services		388,631	608,931		(220,300)	-
Supplies		73,300	132,779		(59,479)	-
Depreciation		410,000	408,676		1,324	-
		1,758,468	2,003,983		(246,839)	-
Meter reading:						
Purchased/contracted services		109,072	8,453		100,619	-
Supplies		-	3,195		(3,195)	-
		109,072	11,648		97,424	-
TOTAL OPERATING EXPENSES		\$ 25,098,358	\$ 25,841,101	\$	(736,984)	\$ -

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
SOLID WASTE FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001 (As Restated)
<u>ASSETS</u>		
Current assets:		
Cash	\$ 296,657	\$ 695,233
Receivables (net where applicable of allowance for uncollectibles):		
Accounts	479,199	121,799
Due from other funds	-	396,787
Prepaid expenses	-	17,817
Total current assets	<u>775,856</u>	<u>1,231,636</u>
Property, plant and equipment:		
Land Improvement	27,819	
Infrastructure	-	830,699
Buildings and structures	564,144	23,364
Machinery and equipment	1,530,740	4,647,653
Construction in progress	61,478	20,990
	<u>2,184,181</u>	<u>5,522,706</u>
Less accumulated depreciation	<u>(1,336,134)</u>	<u>(3,539,264)</u>
Net property, plant and equipment	<u>848,047</u>	<u>1,983,442</u>
Total Assets	<u>\$ 1,623,903</u>	<u>\$ 3,215,078</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 86,382	\$ 38,422
Wages payable	28,493	28,099
Accrued interest	970	8,355
Due to other funds	756,357	772,011
Due to other governments and agencies (current portion)	6,421	4,883
Capital leases (current portion)	104,446	320,021
Post closure care costs	45,630	45,630
Total current liabilities payable from current assets	<u>1,028,699</u>	<u>1,217,421</u>
Long-term liabilities:		
Compensated absences	251,649	235,398
Capital leases (net of current portion)	45,124	724,154
Post closure care costs (net of current portion)	1,283,542	1,323,270
Total long-term liabilities	<u>1,580,315</u>	<u>2,282,822</u>
Total Liabilities	<u>2,609,014</u>	<u>3,500,243</u>
Fund equity:		
Contributed capital:		
Contributions from government	<u>265,301</u>	<u>-</u>
Retained earnings:		
Reserve for landfill closure	352,857	308,145
Reserve for local landfill	126,677	77,578
Unreserved	(1,729,946)	(670,888)
Total retained earnings	<u>(1,250,412)</u>	<u>(285,165)</u>
Total fund equity	<u>(985,111)</u>	<u>(285,165)</u>
Total liabilities and fund equity	<u>\$ 1,623,903</u>	<u>\$ 3,215,078</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
SOLID WASTE FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001 (As Restated)
Operating Revenues:					
Charges for services		\$ 4,747,697	\$ 4,231,317	\$ (516,380)	\$ 4,242,591
TOTAL OPERATING REVENUES		4,747,697	4,231,317	(516,380)	4,242,591
Operating Expenses:					
Personal services and employee benefits		2,213,392	1,917,535	295,857	2,057,920
Purchased/contracted services		1,925,719	2,195,447	(269,728)	1,273,426
Supplies		203,759	114,866	88,893	403,562
Interfund		6,766	-	6,766	86,667
Depreciation		18,500	178,203	(159,703)	363,281
Other costs		-	84,094	(84,094)	-
TOTAL OPERATING EXPENSES		4,368,136	4,490,145	(122,009)	4,184,856
OPERATING INCOME (LOSS)		379,561	(258,828)	(638,389)	57,735
Non-operating revenue (expenses):					
Interest income		1,741	4,222	2,481	10,669
Local landfill surcharge		-	44,712	44,712	55,466
Landfill closure surcharge		-	49,099	49,099	14,664
Intergovernmental revenues		48,000	34,141	(13,859)	34,929
Miscellaneous income		1,304	91	(1,213)	-
Interest expense		(10,097)	(10,391)	(294)	(42,905)
TOTAL NON-OPERATING REVENUES (EXPENSES)		40,948	121,874	80,926	72,823
INCOME BEFORE OPERATING TRANSFERS		420,509	(136,954)	(557,463)	130,558
Operating transfers:					
Operating Transfers out		(307,255)	(359,493)	(52,238)	-
NET INCOME (LOSS)		113,254	(496,447)	(609,701)	130,558
Retained earnings (deficit) beginning of year		(285,165)	(285,165)	-	(457,192)
Prior period adjustment		-	-	-	41,469
Retained earnings (deficit) beginning of year, as restated		(285,165)	(285,165)	-	(415,723)
Residual equity transfer to Motor Pool Fund		-	(468,800)	(468,800)	-
RETAINED EARNINGS END OF YEAR		\$ (171,911)	\$ (1,250,412)	\$ (1,078,501)	\$ (285,165)

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
SOLID WASTE FUND**

STATEMENT OF CASH FLOWS

**For the Year ended June 30, 2002
With Comparative Data for the Fiscal Year ended June 30, 2001**

	FY 2002	FY 2001 (As Restated)
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 3,873,917	\$ 4,120,792
Cash payments to suppliers for goods and services	(1,931,246)	(1,469,012)
Cash payments to employees for services	(1,917,141)	(2,029,820)
Net cash provided by operating activities	\$ 25,530	\$ 621,960
Cash flows from noncapital financing activities:		
Local landfill surcharges	44,712	55,466
Landfill closure surcharges	49,099	14,664
Georgia landfill surcharge	13,142	4,883
Operating grants received	34,141	34,929
Georgia disposal fees	(116,034)	-
Post closure costs	(39,728)	-
Net cash (used in) provided by noncapital financing activities	(14,668)	109,942
Cash flows from capital and related financing activities:		
Capital from GMA lease	-	471,875
Principal payments GMA lease	(253,476)	(267,374)
Acquisition and construction of capital assets	(142,408)	(593,695)
Interest expense Georgia Municipal Association lease	(17,776)	(34,550)
Net cash (used in) provided by capital and related financing activities	(413,660)	(423,744)
Cash flows from investing activities:		
Interest on cash deposits	4,222	10,669
Net cash (used in) provided by investing activities	4,222	10,669
Net (decrease) increase in cash	(398,576)	318,827
Cash at beginning of year	695,233	376,406
Cash at end of year	<u>\$ 296,657</u>	<u>\$ 695,233</u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ (258,828)	\$ 57,738
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	178,203	363,281
Change in assets and liabilities:		
Decrease (increase) in accounts receivable	\$ (357,400)	\$ (121,799)
Decrease (increase) in prepaids	17,817	-
Decrease (increase) in due from other funds	396,787	(391,434)
Increase (decrease) in accounts payable	47,960	(5,837)
Increase (Decrease) in wages payable	394	1,570
(Decrease) increase in compensated absences	16,251	(53,570)
Increase (decrease) in due to other funds	(15,654)	772,011
Total adjustments	106,155	200,941
Net cash provided by operating activities	<u>\$ 25,530</u>	<u>\$ 621,960</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Contributions of fixed assets from government		
Contributions from General Fixed Asset Group of Accounts	\$ 1,499,660	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
SOLID WASTE FUND

SCHEDULE OF OPERATING EXPENSES--INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

FY 2002				
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Solid Waste Department				
Office of director:				
Personal services and employee benefits	\$ 448,008	\$ 260,676	\$ 187,332	\$ 235,261
Purchased/contracted services	59,592	54,718	4,874	14,596
Supplies	55,409	27,997	27,412	33,567
Interfund/interdepartmental charges	961	-	961	-
Depreciation	-	9,048	(9,048)	14,968
	563,970	352,439	211,531	298,392
Commercial collection:				
Personal services and employee benefits	234,851	216,133	18,718	178,115
Purchased/contracted services	616,901	782,471	(165,570)	386,506
Supplies	48,650	31,194	17,456	70,282
Interfund/interdepartmental charges	961	-	961	-
Depreciation	-	66,296	(66,296)	72,292
Other costs	-	46,084	(46,084)	-
	901,363	1,142,178	(240,815)	707,195
Residential collection:				
Personal services and employee benefits	626,890	600,080	26,810	489,418
Purchased/contracted services	478,450	590,463	(112,013)	171,736
Supplies	33,450	9,533	23,917	74,364
Interfund/interdepartmental charges	3,203	-	3,203	-
Depreciation	15,000	74,891	(59,891)	156,738
Other costs	-	38,010	(38,010)	-
	1,156,993	1,312,977	(155,984)	892,256
Maintenance shop:				
Personal services and employee benefits	-	-	-	155,300
Purchased/contracted services	-	-	-	9,459
Supplies	-	-	-	12,403
Depreciation	-	-	-	12,174
	-	-	-	189,336
Closed landfill:				
Purchased/contracted services	-	-	-	32,535
	-	-	-	32,535
C & D landfill:				
Personal services and employee benefits	176,434	179,715	(3,281)	113,714
Purchased/contracted services	153,926	112,069	41,857	63,411
Supplies	21,250	22,037	(787)	62,831
Interfund/interdepartmental charges	800	-	800	-
Depreciation	-	593	(593)	38,138
	352,410	314,414	37,996	278,094
Transfer station:				
Personal services and employee benefits	197,643	158,866	38,757	140,938
Purchased/contracted services	543,235	536,868	6,367	507,888
Supplies	24,400	13,323	11,077	71,741
Interfund/interdepartmental charges	841	-	841	-
Depreciation	3,500	21,089	(17,589)	28,926
	769,619	730,166	39,453	749,493
Yard waste:				
Personal services and employee benefits	529,566	502,045	27,521	424,031
Purchased/contracted services	73,615	118,858	(45,243)	33,029
Supplies	20,600	10,782	9,818	64,256
Depreciation	-	6,286	(6,286)	36,645
	623,781	637,971	(14,190)	557,961

Continued

**CITY OF GRIFFIN, GEORGIA
SOLID WASTE FUND**

**SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002			FY 2001
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Animal control:				
Personal services and employee benefits	\$ -	\$ -	-	\$ 100,815
Purchased/contracted services	-	-	-	30,743
Supplies	-	-	-	14,118
Depreciation	-	-	-	3,400
	-	-	-	149,076
Non-departmental:				
Personal services and employee benefits	-	-	-	220,328
Purchased/contracted services	-	-	-	23,523
Interfund/interdepartmental charges	-	-	-	86,667
	-	-	-	330,518
TOTAL OPERATING EXPENSES	\$ 4,388,136	\$ 4,490,145	\$ (122,009)	\$ 4,184,856

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
AIRPORT FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001 (As Restated)
<u>ASSETS</u>		
Current assets:		
Cash	\$ 64,475	\$ 23,461
Receivables, (net where applicable of allowances for uncollectibles):		
Accounts	958	-
Due from other governments	37,779	-
Inventories at cost	8,254	8,254
Total current assets	<u>111,466</u>	<u>31,715</u>
Property, plant and equipment:		
Land	75,000	512,385
Land Improvement	2,732,540	2,476,109
Buildings and structures	508,669	71,284
Machinery and equipment	584,491	605,234
Construction in progress	177,773	244,788
	<u>4,078,473</u>	<u>3,909,800</u>
Less accumulated depreciation	<u>(800,770)</u>	<u>(677,955)</u>
Net property, plant and equipment	<u>3,277,703</u>	<u>3,231,845</u>
Total Assets	<u>\$ 3,389,169</u>	<u>\$ 3,263,560</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 24,784	\$ 11,634
Wages payable	4,022	3,123
Due to other funds	223,023	106,360
Total current liabilities payable from current assets	<u>251,829</u>	<u>121,117</u>
Long-term liabilities:		
Compensated absences	10,347	7,260
Total long-term liabilities	<u>10,347</u>	<u>7,260</u>
Total Liabilities	<u>262,176</u>	<u>128,377</u>
Fund equity:		
Retained earnings:		
Reserved for capital improvements	180,793	188,983
Unreserved	2,946,200	2,946,200
Total retained earnings	<u>3,126,993</u>	<u>3,135,183</u>
Total fund equity	<u>3,126,993</u>	<u>3,135,183</u>
Total liabilities and fund equity	<u>\$ 3,389,169</u>	<u>\$ 3,263,560</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
AIRPORT FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002			
	BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001 (As Restated)
Operating Revenues:				
Charges for services	\$ 353,684	\$ 468,710	\$ 115,026	\$ 399,440
TOTAL OPERATING REVENUES	353,684	468,710	115,026	399,440
Operating Expenses:				
Personal services and employee benefits	225,928	219,428	6,500	239,442
Purchased/contracted services	102,696	86,937	15,759	94,317
Supplies	270,311	326,201	(55,890)	277,543
Depreciation	75,000	122,815	(47,815)	119,067
TOTAL OPERATING EXPENSES	673,935	755,381	(81,446)	730,369
OPERATING INCOME (LOSS)	(320,251)	(286,671)	33,580	(330,929)
Non-operating revenue (expenses):				
Interest income	1,800	285	(1,515)	753
Intergovernmental revenues	359,380	259,420	(99,960)	222,809
Miscellaneous income	-	-	-	6,456
Miscellaneous expense	-	(1,437)	(1,437)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	361,180	258,268	(102,912)	230,018
INCOME BEFORE OPERATING TRANSFERS	40,929	(28,403)	(69,332)	(100,911)
Operating transfers:				
Operating transfers in	227,296	227,296	-	181,384
Operating transfers out	(268,225)	(198,893)	69,332	-
NET OPERATING TRANSFERS	(40,929)	28,403	69,332	181,384
NET INCOME (LOSS)	-	-	-	80,473
Retained earnings beginning of year	3,135,183	3,135,183	-	3,136,774
Prior period adjustment	-	-	-	(82,064)
Retained earnings beginning of year, as restated	3,135,183	3,135,183	-	3,054,710
Residual equity transfer to Motor Pool	-	(8,190)	(8,190)	-
RETAINED EARNINGS END OF YEAR	\$ 3,135,183	\$ 3,126,993	\$ (8,190)	\$ 3,135,183

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
AIRPORT FUND**

STATEMENT OF CASH FLOWS

**For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001**

	FY 2002	FY 2001 (As restated)
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 467,752	\$ 399,440
Cash payments to suppliers for goods and services	(280,238)	(182,757)
Cash payments to employees for services	(218,529)	(239,306)
Non-operating miscellaneous income	-	6,456
Non-operating miscellaneous expense	(1,437)	-
Net cash provided by operating activities	\$ (32,452)	\$ (16,167)
Cash flows from noncapital financing activities:		
Operating transfers in from other funds	227,296	181,384
Operating transfer out to other funds	(198,893)	-
Spalding County intergovernmental revenues	113,337	181,384
Net cash (used in) provided by noncapital financing activities	141,740	362,768
Cash flows from capital and related financing activities:		
Capital from Georgia Department of Transportation	108,304	41,425
Acquisition and construction of capital assets	(176,863)	(408,627)
Net cash provided by (used in) capital and related financing activities	(68,559)	(367,202)
Cash flows from investing activities:		
Interest on cash deposits	285	753
Net cash (used in) provided by investing activities	285	753
Net (decrease) increase in cash	41,014	(19,848)
Cash at beginning of year	23,461	43,309
Cash at end of year	<u>\$ 64,475</u>	<u>\$ 23,461</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating income	\$ (286,671)	\$ (211,862)
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	122,815	119,067
Non-operating miscellaneous income	-	6,456
Non-operating miscellaneous expense	(1,437)	-
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	\$ (958)	\$ -
Increase (decrease) in accounts payable	13,150	9,070
Increase (decrease) in wages payable	899	-
(Decrease) increase in compensated absences	3,087	(610)
Increase (decrease) in due to other funds	116,663	61,712
Total adjustments	132,841	70,172
Net cash provided by operating activities	<u>\$ (32,452)</u>	<u>\$ (16,167)</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
AIRPORT FUND

SCHEDULE OF OPERATING EXPENSES---INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002			
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Airport department:				
Airport operations:				
Personal services and employee benefits	\$ 225,928	\$ 219,428	\$ 6,500	\$ 213,561
Purchased/contracted services	102,696	86,937	15,759	84,464
Supplies	270,311	326,201	(55,890)	277,543
Depreciation	75,000	122,815	(47,815)	-
	<u>673,935</u>	<u>755,381</u>	<u>(81,446)</u>	<u>575,568</u>
Non-departmental:				
Personal services and employee benefits	-	-	-	25,881
Purchased/contracted services	-	-	-	9,853
	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,734</u>
TOTAL OPERATING EXPENSES	\$ 673,935	\$ 755,381	\$ (81,446)	\$ 611,302

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
WELCOME CENTER FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Due from other funds	\$ 15,779	\$ -
Total current assets	<u>15,779</u>	<u>-</u>
Property, plant and equipment:		
Land	365,500	-
Buildings and structures	2,032,934	-
Machinery and equipment	8,192	-
	<u>2,406,626</u>	<u>-</u>
Less accumulated depreciation	(41,536)	-
Net property, plant and equipment	<u>2,365,090</u>	<u>-</u>
Total Assets	<u>\$ 2,380,869</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 10,694	\$ -
Deposits	1,050	-
Total current liabilities payable from current assets	<u>11,744</u>	<u>-</u>
Total Liabilities	<u>11,744</u>	<u>-</u>
Fund equity:		
Contributed capital	2,369,125	-
Retained earnings:		
Unreserved	-	-
Total retained earnings	<u>-</u>	<u>-</u>
Total fund equity	<u>2,369,125</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 2,380,869</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
WELCOME CENTER FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Operating Revenues:					
Charges for services		\$ 31,500	\$ 15,779	\$ (15,721)	\$ -
TOTAL OPERATING REVENUES		31,500	15,779	(15,721)	-
Operating Expenses:					
Personal services and employee benefits		57,476	56,029	1,447	-
Purchased/contracted services		5,160	5,083	77	-
Supplies		95,100	93,769	1,331	-
Depreciation		5,000	41,536	(36,536)	-
TOTAL OPERATING EXPENSES		162,736	196,417	(33,681)	-
OPERATING INCOME (LOSS)		(131,236)	(180,638)	(49,402)	-
Operating transfers:					
Operating transfers in		131,396	180,958	49,562	-
Operating transfers out		(160)	(320)	(160)	-
NET OPERATING TRANSFERS		131,236	180,638	49,402	-
NET INCOME (LOSS)		-	-	-	-
Retained earnings beginning of year					
RETAINED EARNINGS END OF YEAR		\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
WELCOME CENTER FUND**

STATEMENT OF CASH FLOWS

**For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001**

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 15,779	\$ -
Cash payments to suppliers for goods and services	(102,887)	-
Cash payments to employees for services	(56,029)	-
Non-operating miscellaneous income	-	-
Net cash provided by operating activities	<u>\$ (143,137)</u>	<u>\$ -</u>
Cash flows from noncapital financing activities:		
Operating transfers in from other funds	180,958	-
Operating transfers out to other funds	(320)	-
Net cash provided by (used in) noncapital financing activities	<u>180,638</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(37,501)	-
Net cash provided by (used in) capital and related financing activities	<u>(37,501)</u>	<u>-</u>
Cash flows from investing activities:		
Net cash (used in) provided by investing activities	-	-
Net (decrease) increase in cash	<u>-</u>	<u>-</u>
Cash at beginning of year	-	-
Cash at end of year	<u>\$ -</u>	<u>\$ -</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating loss	\$ (180,638)	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	41,536	-
Change in assets and liabilities:		
(Increase) decrease in due from other funds	\$ (15,779)	\$ -
Increase (decrease) in accounts payable	10,694	-
Increase (decrease) in deposits	1,050	-
(Decrease) increase in compensated absences	-	-
Increase (decrease) in due to other funds	-	-
Total adjustments	<u>(4,035)</u>	<u>-</u>
Net cash provided by operating activities	<u><u>\$ (143,137)</u></u>	<u><u>\$ -</u></u>
<u>NONCASH INVESTMENTS, CAPITAL AND FINANCING ACTIVITIES</u>		
Contributions of fixed assets from government		
Contribution from the General Fixed Asset Group of Accounts	<u>\$ 2,369,125</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
STORMWATER FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001 (As Restated)
<u>ASSETS</u>		
Current assets:		
Cash	\$ 49,243	\$ 107,781
Receivables:		
Accounts (net of allowance for uncollectibles)	170,824	565,619
Prepaid expenses	-	16,698
Total current assets	<u>220,067</u>	<u>690,098</u>
Property, plant and equipment:		
Land	163,911	76,139
Infrastructure	3,514,120	3,438,039
Machinery and equipment	120,177	483,604
Construction in progress	<u>2,242,255</u>	<u>760,117</u>
	6,040,463	4,757,899
Less accumulated depreciation	<u>(300,387)</u>	<u>(248,105)</u>
Net property, plant and equipment	<u>5,740,076</u>	<u>4,509,794</u>
Total Assets	<u>\$ 5,960,143</u>	<u>\$ 5,199,892</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 599,599	\$ 7,607
Wages payable	6,636	6,451
Accrued interest	47,041	458
Due to other funds	1,569,914	851,124
Due to other governments and agencies	57,481	-
Capital leases (current portion)	<u>17,209</u>	<u>39,963</u>
Total current liabilities payable from current assets	<u>2,297,880</u>	<u>905,603</u>
Long-term liabilities:		
Compensated absences	35,209	27,039
Due to other governments and agencies (net of current portion)	2,102,269	2,301,778
Capital leases (net of current portion)	-	40,190
Total long-term liabilities	<u>2,137,478</u>	<u>2,369,007</u>
Total Liabilities	<u>4,435,358</u>	<u>3,274,610</u>
Fund equity:		
Contributed capital:		
Contribution from Special Purpose Local Option Sales Tax	76,471	56,414
Retained earnings:		
Unreserved	<u>1,448,314</u>	<u>1,868,868</u>
Total retained earnings	<u>1,448,314</u>	<u>1,868,868</u>
Total fund equity	<u>1,524,785</u>	<u>1,925,282</u>
Total liabilities and fund equity	<u>\$ 5,960,143</u>	<u>\$ 5,199,892</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
STORMWATER FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001 (As Restated)
Operating Revenues:					
Charges for services		\$ 1,418,171	\$ 1,326,759	\$ (91,412)	\$ 1,289,051
TOTAL OPERATING REVENUES		1,418,171	1,326,759	(91,412)	1,289,051
Operating Expenses:					
Personal services and employee benefits		491,731	481,338	10,393	461,616
Purchased/contracted services		466,772	388,517	78,255	229,875
Supplies		131,100	106,037	25,063	136,225
Interfund		1,442	-	1,442	252,092
Other charges		-	33,064	(33,064)	62,847
Depreciation		300,000	133,366	166,634	167,613
TOTAL OPERATING EXPENSES		1,391,045	1,142,322	248,723	1,310,268
OPERATING INCOME (LOSS)		27,126	184,437	157,311	(21,217)
Non-operating revenue (expenses):					
Interest income		1,830	23	(1,807)	41
Special purpose local option sales tax		-	-	-	-
Intergovernmental revenues		-	230,545	230,545	64,059
Miscellaneous income		30	447	417	15,668
Interest expense		(2,126)	(53,945)	(51,819)	(112,955)
TOTAL NON-OPERATING REVENUES (EXPENSES)		(266)	177,070	177,336	(33,187)
INCOME BEFORE OPERATING TRANSFERS		26,860	361,507	334,647	(54,404)
Operating transfers:					
Operating transfers in		-	-	-	83,970
Operating transfers out		(698,032)	(361,507)	336,525	-
NET OPERATING TRANSFERS		(698,032)	(361,507)	336,525	83,970
NET INCOME (LOSS)		(671,172)	-	671,172	29,566
Retained earnings beginning of year		1,868,868	1,868,868	-	1,535,902
Prior period adjustment		-	-	-	303,400
Retained earnings beginning of year, as restated		1,868,868	1,868,868	-	1,839,302
Residual equity transfer to Motor Pool		-	(420,554)	(420,554)	-
RETAINED EARNINGS END OF YEAR		\$ 1,197,696	\$ 1,448,314	\$ 250,618	\$ 1,868,868

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
STORMWATER FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002

With Comparative Amounts for the Year ended June 30, 2001

	FY 2002	FY 2001 (As Restated)
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 1,721,554	\$ 910,419
Cash payments to suppliers for goods and services	841,096	(91,065)
Cash payments to employees for services	(481,153)	(457,241)
Non-operating miscellaneous income	447	15,668
Net cash provided by operating activities	\$ 2,081,944	\$ 377,781
Cash flows from noncapital financing activities:		
Operating transfers in (out) to other funds	(361,507)	83,970
Operating grants received	70,000	64,059
Net cash provided by (used in) noncapital financing activities	(291,507)	148,029
Cash flows from capital and related financing activities:		
Special Purpose Local Option Sales Taxes	20,057	56,414
Grant from the Georgia Department of Natural Resources	160,545	
Principal paid on Georgia Environmental Facilities loan	(142,028)	
Georgia Environmental Facilities Authority loan	-	108,010
Principal paid on Georgia Municipal Association lease	(22,754)	(46,953)
Acquisition and construction of capital assets	(1,857,456)	(685,123)
Interest expense Georgia Environmental Facilities Authority loan	(7,362)	(112,497)
Net cash provided by (used in) capital and related financing activities	(1,848,998)	(680,149)
Cash flows from investing activities:		
Interest on cash deposits	23	41
Net cash provide by (used in) investing activities	23	41
Net (decrease) Increase in cash	(58,538)	(154,298)
Cash at beginning of year	107,781	262,079
Cash at end of year	\$ 49,243	\$ 107,781

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$ 184,437	\$ (21,217)
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	133,366	167,613
Allowance for uncollectibles	33,064	62,847
Non-operating miscellaneous income	447	15,668
Change in assets and liabilities:		
Decrease (increase) in accounts receivable	\$ 394,795	\$ (315,785)
Decrease (increase) in prepaids	16,698	-
Increase (decrease) in accounts payable	591,992	(609)
Increase (decrease) in wages payable	185	4,375
(Decrease) increase in compensated absences	8,170	100
Increase (decrease) in due to other funds	718,790	464,789
Total adjustments	1,730,630	152,870
Net cash provided by operating activities	\$ 2,081,944	\$ 377,781

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
STORMWATER FUND**

**SCHEDULE OF OPERATING EXPENSES--INCLUDING
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001 (As Restated)
Stormwater Department					
Administration:					
	Personal services and employee benefits	\$ 159,599	\$ 151,589	\$ 8,010	\$ 145,030
	Purchased/contracted services	337,167	34,852	302,315	28,271
	Supplies	16,750	25,339	(8,589)	11,008
	Interfund/interdepartmental charges	640	-	640	-
	Depreciation	35,000	118,365	(83,365)	5,222
		549,156	330,145	219,011	169,531
Operations:					
	Personal services and employee benefits	332,132	329,749	2,383	262,621
	Purchased/contracted services	129,605	353,665	(224,060)	179,536
	Supplies	114,350	80,698	33,652	125,217
	Interfund/interdepartmental charges	802	-	802	-
	Depreciation	265,000	15,001	249,999	162,391
	Other costs	-	33,064	(33,064)	-
		841,889	812,177	29,712	729,765
Non-departmental:					
	Personal services and employee benefits	-	-	-	53,965
	Purchased/contracted services	-	-	-	22,068
	Interfund/interdepartmental charges	-	-	-	252,092
	Other charges	-	-	-	62,847
		-	-	-	390,972
TOTAL OPERATING EXPENSES		\$ 1,391,045	\$ 1,142,322	\$ 248,723	\$ 1,310,268

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GOLF COURSE FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Cash	\$ 103,252	\$ -
Receivables (net where applicable of allowance for uncollectibles):		
Accounts	3,224	-
Due from other funds	101,911	-
Total current assets	<u>208,387</u>	<u>-</u>
Property, plant and equipment:		
Land	1,500,000	-
Land Improvement	75,000	-
Buildings and structures	383,391	-
	<u>1,958,391</u>	<u>-</u>
Less accumulated depreciation	(93,492)	-
Net property, plant and equipment	<u>1,864,899</u>	<u>-</u>
Total Assets	<u>\$ 2,073,286</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 16,760	\$ -
Accrued wages	6,931	-
Accrued interest	104	-
Due to other governments	8,091	-
Capital leases payable	13,690	-
Total current liabilities payable from current assets	<u>45,576</u>	<u>-</u>
Long-term liabilities:		
Compensated absences	63,510	-
Capital leases payable (net of current portion)	3,062	-
Total long-term liabilities	<u>66,572</u>	<u>-</u>
Total Liabilities	<u>112,148</u>	<u>-</u>
Fund equity:		
Contributed capital		
Government's contribution	1,858,474	-
Retained earnings:		
Reserved for capital improvements	102,664	-
Unreserved	-	-
Total retained earnings	<u>102,664</u>	<u>-</u>
Total fund equity	<u>1,961,138</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 2,073,286</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
GOLF FUNDSTATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Operating Revenues:					
Charges for services		\$ 451,000	\$ 412,979	\$ (38,021)	\$ -
Miscellaneous income		-	545	545	-
TOTAL OPERATING REVENUES		451,000	413,524	(37,476)	-
Operating Expenses:					
Personal services and employee benefits		370,793	521,872	(151,079)	-
Purchased/contracted services		102,884	129,585	(26,701)	-
Supplies		151,400	177,652	(26,252)	-
Depreciation		40,000	20,578	19,422	-
TOTAL OPERATING EXPENSES		665,077	849,687	(184,610)	-
OPERATING INCOME (LOSS)		(214,077)	(436,163)	(222,086)	-
Non-operating revenue (expenses):					
Interest income		-	801	801	-
Golf course escrow fees		-	32,720	32,720	-
Interest expense		-	(791)	(791)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)		-	32,730	32,730	-
INCOME BEFORE OPERATING TRANSFERS		(214,077)	(403,433)	(189,356)	-
Operating transfers:					
Operating transfers in		215,999	440,153	224,154	-
Operating transfers out		(1,922)	(4,000)	(2,078)	-
NET OPERATING TRANSFERS		214,077	436,153	222,076	-
NET INCOME (LOSS)		-	32,720	32,720	-
Retained earnings beginning of year					
Residual equity transfer from the Golf Course Escrow Fund		-	69,944	69,944	-
RETAINED EARNINGS END OF YEAR		\$ -	\$ 102,664	\$ 102,664	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
GOLF FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 409,755	\$ -
Cash payments to suppliers for goods and services	(320,787)	-
Cash payments to employees for services	(514,941)	-
Miscellaneous income	545	-
Net cash provided by operating activities	\$ (425,428)	\$ -
Cash flows from noncapital financing activities:		
Operating transfers in from other funds	440,153	-
Operating transfers to other funds	(4,000)	-
Residual equity from Golf Escrow Fund	69,944	-
Golf escrow fees	32,720	-
Net cash (used in) provided by noncapital financing activities	538,817	-
Cash flows from capital and related financing activities:		
Interest expense GMA lease	(688)	-
Principal paid on GMA leases	(10,250)	-
Acquisition and construction of capital assets	-	-
Net cash provided by (used in) capital and related financing activities	(10,938)	-
Cash flows from investing activities:		
Interest on cash deposits	801	-
Net cash (used in) provided by investing activities	801	-
Net (decrease) increase in cash	103,252	-
Cash at beginning of year	-	-
Cash at end of year	\$ 103,252	\$ -
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating income	\$ (436,163)	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	20,578	-
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	\$ (3,224)	\$ -
(Increase) decrease in due from other funds	(101,911)	-
Increase (decrease) in accounts payable	16,760	-
Increase (decrease) in wages payable	6,931	-
(Decrease) increase in compensated absences	63,510	-
Increase (decrease) in due to other governments	8,091	-
Total adjustments	(9,843)	-
Net cash provided by operating activities	\$ (425,428)	\$ -
<u>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>		
Contributions of fixed assets from government		
Contribution from General Fixed Asset Group of Accounts	\$ 1,885,477	\$ -

The accompanying notes are an integral part of these statements.



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**CITY OF GRIFFIN, GEORGIA
INTERNAL SERVICE FUNDS**

COMBINING BALANCE SHEET

June 30, 2002 and 2001

	MOTOR POOL FUND	INSURANCE RISK FUND
<u>ASSETS</u>		
Current assets:		
Cash	\$ 43,377	\$ -
Receivables (net where applicable of allowance for uncollectibles):		
Accounts	2,533	-
Due from other funds	-	40,000
Inventories at cost	23,720	-
Total current assets	69,630	40,000
Property, plant and equipment:		
Buildings and structures	527,973	-
Machinery and equipment	14,524,240	-
	15,052,213	-
Less accumulated depreciation	(10,846,555)	-
Net property, plant and equipment	4,205,658	-
Total Assets	\$ 4,275,288	\$ 40,000
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 129,948	\$ -
Wages payable	5,813	-
Due to other funds	713,021	-
Interest payable	13,102	-
Capital leases current portion	555,768	-
Total current liabilities payable from current assets	1,417,652	-
Long-term liabilities:		
Compensated absences	23,572	-
Capital leases (net of current portion)	814,506	-
Total long-term liabilities	838,078	-
Total Liabilities	2,255,730	-
Fund equity:		
Contributed capital:		
Government's contribution	2,019,558	-
Total contributed capital	2,019,558	-
Retained earnings:		
Unreserved	-	40,000
Total retained earnings	-	40,000
Total fund equity	2,019,558	40,000
Total liabilities and fund equity	\$ 4,275,288	\$ 40,000

The accompanying notes are an integral part of these statements.

HEALTH INSURANCE STABILIZATION FUND	TOTALS	
	FY 2002	FY 2001
\$ -	\$ 43,377	\$ -
-	2,533	-
40,000	80,000	-
-	23,720	-
40,000	149,630	-
-	527,973	-
-	14,524,240	-
-	15,052,213	-
-	(10,846,555)	-
-	4,205,658	-
\$ 40,000	\$ 4,355,288	\$ -

\$ -	\$ 129,948	\$ -
-	5,813	-
-	713,021	-
-	13,102	-
-	555,768	-
-	1,417,652	-
-	23,572	-
-	814,506	-
-	838,078	-
-	2,255,730	-
-	2,019,558	-
-	2,019,558	-
40,000	80,000	-
40,000	80,000	-
40,000	2,099,558	-
\$ 40,000	\$ 4,355,288	\$ -

**CITY OF GRIFFIN, GEORGIA
INTERNAL SERVICE FUNDS**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICITS)

**For Year Ended June 30, 2002
With Comparative Totals for the Year Ended June 30, 2001**

	MOTOR POOL FUND	INSURANCE RISK FUND	HEALTH INSURANCE STABILIZATION FUND
Operating Revenues:			
Charges for services	\$ 2,680,939	\$ -	\$ -
TOTAL OPERATING REVENUES	2,680,939	-	-
Operating Expenses:			
Personal services and employee benefits	496,560	-	-
Purchased/contracted services	266,116	-	-
Supplies	766,350	-	-
Other costs	9,965	-	-
Depreciation	1,110,182	-	-
TOTAL OPERATING EXPENSES	2,649,173	-	-
OPERATING INCOME (LOSS)	31,766	-	-
Non-operating revenue (expenses):			
Miscellaneous revenues	54,385	-	-
Interest income	227	-	-
Interest expense	(84,777)	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(30,165)	-	-
INCOME BEFORE OPERATING TRANSFERS	1,601	-	-
Operating transfers:			
Operating transfers in	-	40,000	40,000
Operating transfers out	(1,601)	-	-
NET OPERATING TRANSFERS	(1,601)	40,000	40,000
NET INCOME (LOSS)	-	40,000	40,000
Retained earnings (deficit) beginning of year	-	-	-
RETAINED EARNINGS END OF YEAR	\$ -	\$ 40,000	\$ 40,000

The accompanying notes are an integral part of these statements.

TOTALS	
FY 2002	FY 2001
\$ 2,680,939	\$ -
2,680,939	-
496,560	-
266,116	-
766,350	-
9,965	-
1,110,182	-
2,649,173	-
31,766	-
54,385	-
227	-
(84,777)	-
(30,165)	-
1,601	-
80,000	-
(1,601)	-
78,399	-
80,000	-
-	-
\$ 80,000	\$ -

CITY OF GRIFFIN, GEORGIA
INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002

With Comparative Amounts for the Year Ended June 30, 2001

	MOTOR POOL FUND	INSURANCE RISK FUND
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$ 2,878,406	\$ -
Cash payments to suppliers for goods and services	(205,424)	-
Cash payments to employees for services	(490,747)	-
Net cash provided by operating activities	<u>1,982,235</u>	<u>-</u>
Cash flows from noncapital financing activities:		
Operating transfers in from other funds	-	40,000
Due from other funds	-	(40,000)
Operating transfers out to other funds	(1,601)	-
Accident claims/insurance proceeds	54,385	-
Net cash (used in) provided by noncapital financing activities	<u>52,784</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Principal payments Georgia Municipal Association lease	(759,906)	-
Acquisition and construction of capital assets	(1,160,288)	-
Interest expense GMA lease	(71,675)	-
Net cash provided by (used in) capital and related financing activities	<u>(1,991,869)</u>	<u>-</u>
Cash flows from investing activities:		
Interest on cash deposits	227	-
Net cash (used in) provided by investing activities	<u>227</u>	<u>-</u>
Net (decrease) increase in cash	43,377	-
Cash at beginning of year	-	-
Cash at end of year	<u>\$ 43,377</u>	<u>\$ -</u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$ 31,766	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	1,110,182	-
Decrease (increase) in accounts receivable	(2,533)	-
Decrease (increase) in inventories	(23,720)	-
Increase (decrease) in accounts payable	129,947	-
(Decrease) increase in compensated absences	23,572	-
Increase (decrease) in due to other funds	713,021	-
Net cash provided by operating activities	\$ 1,982,235	\$ -

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Contributions of fixed assets from government:		
Contributions from General Fund	\$ 3,209	\$ -
Contributions from Electric Fund	501,770	-
Contributions from Water and Wastewater Fund	510,517	-
Contributions from Solid Waste Fund	468,801	-
Contributions from Airport Fund	8,190	-
Contributions from Storm Water Fund	420,554	-

The accompanying notes are an integral part of these statements.

HEALTH INSURANCE STABILIZATION FUND	TOTALS	
	FY 2002	FY 2001
\$ -	\$ 2,678,406	\$ -
-	(205,424)	-
-	(490,747)	-
-	1,982,235	-

40,000	80,000	-
(40,000)	(80,000)	-
-	(1,601)	-
-	54,385	-
-	52,784	-

-	(759,906)	-
-	(1,160,288)	-
-	(71,675)	-
-	(1,991,869)	-

-	227	-
-	227	-
-	43,377	-
-	-	-
\$ -	\$ 43,377	\$ -

\$ -	\$ 31,766	\$ -
-	1,110,182	-
-	(2,533)	-
-	(23,720)	-
-	129,947	-
-	23,572	-
-	713,021	-
\$ -	\$ 1,982,235	\$ -

\$ -	\$ 3,209	\$ -
-	501,770	-
-	510,517	-
-	468,801	-
-	8,190	-
-	420,554	-

**CITY OF GRIFFIN, GEORGIA
MOTOR POOL FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Cash	\$ 43,377	\$ -
Receivables (net where applicable of allowance for uncollectibles)		
Accounts	2,533	-
Inventories at cost	23,720	-
Total current assets	<u>69,630</u>	<u>-</u>
Property, plant and equipment:		
Buildings and structures	527,973	-
Machinery and equipment	14,524,240	-
	15,052,213	-
Less accumulated depreciation	(10,846,555)	-
Net property, plant and equipment	<u>4,205,658</u>	<u>-</u>
Total Assets	<u>\$ 4,275,288</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Current liabilities payable from current assets:		
Accounts payable	\$ 129,948	\$ -
Wages payable	5,813	-
Due to other funds	713,021	-
Interest payable	13,102	-
Capital leases payable	555,768	-
Total current liabilities payable from current assets	<u>1,417,652</u>	<u>-</u>
Long-term liabilities:		
Compensated absences	23,572	-
Capital leases payable, (net of current portion)	814,506	-
Total long-term liabilities	<u>838,078</u>	<u>-</u>
Total Liabilities	<u>2,255,730</u>	<u>-</u>
Fund equity:		
Contributed capital	2,019,558	-
Retained earnings:		
Unreserved	-	-
Total retained earnings	<u>-</u>	<u>-</u>
Total fund equity	<u>2,019,558</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 4,275,288</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
MOTOR POOL

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	FY 2001
Operating Revenues:					
Charges for services		\$ 1,850,044	\$ 2,680,939	\$ 830,895	\$ -
TOTAL OPERATING REVENUES		1,850,044	2,680,939	830,895	-
Operating Expenses:					
Personal services and employee benefits		423,697	496,560	(72,863)	-
Purchased/contracted services		224,901	266,116	(41,215)	-
Supplies		535,449	766,350	(230,901)	-
Other Costs		-	9,965	(9,965)	-
Depreciation		500,000	1,110,182	(610,182)	-
TOTAL OPERATING EXPENSES		1,684,047	2,649,173	(965,126)	-
OPERATING INCOME (LOSS)		165,997	31,766	(134,231)	-
Non-operating revenue (expenses):					
Interest income			227	227	-
Miscellaneous income			54,385	54,385	-
Interest expense		(164,396)	(84,777)	79,619	-
TOTAL NON-OPERATING REVENUES (EXPENSES)		(164,396)	(30,165)	134,231	-
INCOME BEFORE OPERATING TRANSFERS		1,601	1,601	-	-
Operating transfers:					
Operating transfers out		(1,601)	(1,601)	-	-
NET OPERATING TRANSFERS		(1,601)	(1,601)	-	-
NET INCOME (LOSS)		-	-	-	-
Retained earnings beginning of year					
RETAINED EARNINGS END OF YEAR		\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
MOTOR POOL FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002

With Comparative Amounts for the Year ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from customers	\$2,678,406	\$ -
Cash payments to suppliers for goods and services	(205,424)	-
Cash payments to employees for services	(490,747)	-
Net cash provided by operating activities	\$ 1,982,235	\$ -
Cash flows from noncapital financing activities:		
Operating transfers out to other funds	(1,601)	-
Accident Claims/Insurance proceeds	54,385	-
Net cash (used in) provided by noncapital financing activities	52,784	-
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(1,160,288)	-
Principal payments on GMA lease	(759,906)	-
Interest expense GMA lease	(71,675)	-
Net cash provided by (used in) capital and related financing activities	(1,991,869)	-
Cash flows from investing activities:		
Interest on cash deposits	227	-
Net cash (used in) provided by investing activities	227	-
Net (decrease) increase in cash	43,377	-
Cash at beginning of year	-	-
Cash at end of year	\$ 43,377	\$ -
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating income	\$ 31,766	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	1,110,182	-
Change in assets and liabilities:		
(Increase) in accounts receivable	\$ (2,533)	\$ -
(Increase) in inventory	(23,720)	-
Increase (decrease) in accounts payable	129,947	-
(Decrease) increase in compensated absences	23,572	-
Increase (decrease) in due to other funds	713,021	-
Total adjustments	840,287	-
Net cash provided by operating activities	\$ 1,982,235	\$ -
<u>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>		
Contributions of fixed assets from government:		
Contributions from General Fund	\$ 3,209	\$ -
Contributions from Electric Fund	501,770	-
Contributions from Water and Wastewater Fund	510,517	-
Contributions from Solid Waste Fund	468,801	-
Contributions from Airport Fund	8,190	-
Contributions from Storm Water Fund	420,554	-

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
INSURANCE RISK FUND**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Due from other funds	\$ 40,000	\$ -
Total Assets	<u>\$ 40,000</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Total Liabilities	\$ -	\$ -
Fund equity:		
Retained earnings:		
Unreserved	40,000	-
Total fund equity	<u>40,000</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 40,000</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
INSURANCE RISK FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)**

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			FY 2001
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Operating Revenues:					
	TOTAL OPERATING REVENUES	\$ -	\$ -	\$ -	-
Operating Expenses:					
	TOTAL OPERATING EXPENSES	-	-	-	-
	OPERATING INCOME (LOSS)	-	-	-	-
Operating transfers:					
Operating transfers in		40,000	40,000	-	-
	NET OPERATING TRANSFERS	40,000	40,000	-	-
	NET INCOME (LOSS)	40,000	40,000	-	-
Retained earnings beginning of year		-	-	-	-
	RETAINED EARNINGS END OF YEAR	\$ 40,000	\$ 40,000	\$ -	-

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
INSURANCE RISK FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Net cash provided by operating activities	\$ -	\$ -
Cash flows from noncapital financing activities:		
Operating transfers in	\$ 40,000	\$ -
Due from other funds	<u>(40,000)</u>	<u>-</u>
Net cash (used in) provided by noncapital financing activities	-	-
Cash flows from capital and related financing activities:		
Net cash provided by (used in) capital and related financing activities	-	-
Cash flows from investing activities:		
Net cash (used in) provided by investing activities	<u>-</u>	<u>-</u>
Net (decrease) increase in cash	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u>\$ -</u>	<u>\$ -</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating income:	\$ -	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	-	-
Change in assets and liabilities:		
Total adjustments	<u>-</u>	<u>-</u>
Net cash provided by operating activities	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
HEALTH INSURANCE STABILIZATION FUND

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Current assets:		
Due from other funds	\$ 40,000	\$ -
Total Assets	<u>\$ 40,000</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>
Fund equity:		
Retained earnings:		
Unreserved	40,000	-
Total fund equity	<u>40,000</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 40,000</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
HEALTH INSURANCE STABILIZATION FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
BUDGET TO ACTUAL COMPARISON (GAAP BASIS)

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

		FY 2002			FY 2001
		BUDGET AS AMENDED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Operating Revenues:					
	TOTAL OPERATING REVENUES	\$ -	\$ -	\$ -	-
Operating Expenses:					
	TOTAL OPERATING EXPENSES	-	-	-	-
	OPERATING INCOME (LOSS)	-	-	-	-
Operating transfers:					
Operating transfers in		40,000	40,000	-	-
	NET OPERATING TRANSFERS	40,000	40,000	-	-
	NET INCOME (LOSS)	40,000	40,000	-	-
Retained earnings beginning of year		-	-	-	-
	RETAINED EARNINGS END OF YEAR	\$ 40,000	\$ 40,000	\$ -	-

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
HEALTH INSURANCE STABILIZATION FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Net cash provided by operating activities	\$ -	\$ -
Cash flows from noncapital financing activities:		
Operating transfers in	\$ 40,000	\$ -
Due from other funds	<u>(40,000)</u>	<u>-</u>
Net cash (used in) provided by noncapital financing activities	-	-
Cash flows from capital and related financing activities:		
Net cash provided by (used in) capital and related financing activities	-	-
Cash flows from investing activities:		
Net cash (used in) provided by investing activities	<u>-</u>	<u>-</u>
Net (decrease) increase in cash	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u>\$ -</u>	<u>\$ -</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating income:	\$ -	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	-	-
Change in assets and liabilities:		
Total adjustments	<u>-</u>	<u>-</u>
Net cash provided by operating activities	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.



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CITY OF GRIFFIN, GEORGIA
FIDUCIARY FUNDS

COMBINING BALANCE SHEET

June 30, 2002

With Comparative Totals for June 30, 2001

	NON-EXPENDABLE TRUST FUNDS		EXPENDABLE TRUST FUNDS	
	CEMETERY TRUST	MAUSOLEUM TRUST	EXPENDABLE TRUST	GOLF COURSE TRUST
<u>ASSETS</u>				
Cash	\$ 1,166,826	\$ 264,440	\$ -	\$ -
Investments, at fair value	-	-	-	-
Due from other funds	-	-	-	-
Property, plant and equipment:				
Sites	94,735	-	-	-
Total Assets	<u>\$ 1,261,561</u>	<u>\$ 264,440</u>	<u>\$ -</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ 15,385	\$ -	\$ -	\$ -
Total Liabilities	<u>15,385</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Reserved:				
Reserved for cemetery	1,235,588	-	-	-
Reserved for Stonewall Cemetery	1,235	-	-	-
Reserved for Veterans Cemetery	9,353	-	-	-
Reserved for mausoleum	-	264,440	-	-
Reserved for clubhouse	-	-	-	-
Reserved for benefits	-	-	-	-
Reserved for employee retirement system	-	-	-	-
Total fund balances	<u>1,246,176</u>	<u>264,440</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 1,261,561</u>	<u>\$ 264,440</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.

PENSION TRUST EMPLOYEE AID FUND	TOTALS	
	FY	FY
	2002	2001 (AS RESTATED)
\$ 416,412	\$ 1,847,678	\$ 6,698,270
26,869,517	26,869,517	26,656,774
-	-	3,012
-	94,735	94,735
<u>\$ 27,285,929</u>	<u>\$ 28,811,930</u>	<u>\$ 33,452,791</u>

\$ 28,102	43,487	\$ 520,306
<u>28,102</u>	<u>43,487</u>	<u>520,306</u>

-	1,235,588	1,214,151
-	1,235	1,219
-	9,353	7,127
-	264,440	251,152
-	-	69,944
-	-	4,531,649
<u>27,257,827</u>	<u>27,257,827</u>	<u>26,857,243</u>
<u>27,257,827</u>	<u>28,768,443</u>	<u>32,932,485</u>
<u>\$ 27,285,929</u>	<u>\$ 28,811,930</u>	<u>\$ 33,452,791</u>

CITY OF GRIFFIN, GEORGIA
EXPENDABLE TRUST FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	GOLF FUND EXPENDABLE TRUST	EXPENDABLE TRUST	TOTALS	
			FY 2002	FY 2001 (AS RESTATED)
Revenues:				
Contributions	\$ -	\$ -	\$ -	\$ 27,835
Investment income	-	-	-	288,861
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>316,696</u>
Expenditures:				
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	-	-	-	316,696
Other financing sources (uses):				
Operating transfers out	-	-	-	(1,956,319)
TOTAL OTHER SOURCES AND USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,956,319)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	(1,639,623)
Fund balance beginning of year	69,944	4,531,649	4,601,593	6,249,563
Residual equity in from the Expendable Trust Fund	-	-	-	69,944
Residual equity out to the Golf Fund	(69,944)	-	(69,944)	(69,944)
Residual equity out to the Cemetery Non-expendable Trust Fund	-	-	-	(8,347)
Residual equity out to the General Fund	-	(4,531,649)	(4,531,649)	-
FUND BALANCE END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,601,593</u>

The accompanying notes are an integral parts of these statements.

**CITY OF GRIFFIN, GEORGIA
NON EXPENDABLE TRUST FUNDS**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES

Year Ended June 30, 2002

With Comparative Actual Amounts for Year Ended June 30, 2001

	CEMETERY NON EXPENDABLE	MAUSOLEUM NON EXPENDABLE	TOTALS	
			FY 2002	FY 2001 (As Restated)
Revenues:				
Interest	\$ 42,621	\$ 13,268	\$ 55,889	\$ 62,536
Contributions	21,438	20	21,458	160
TOTAL REVENUES	64,059	13,288	77,347	62,696
Expenditures:				
Current:				
Purchased services	5,337	-	5,337	-
Supplies	1,456	-	1,456	5,168
TOTAL EXPENDITURES	6,793	-	6,793	5,168
REVENUES OVER (UNDER) EXPENDITURES	57,266	13,288	70,554	57,528
Non-operating revenues:				
Rental incomes	3,850	-	3,850	4,550
INCOME BEFORE OPERATING TRANSFERS	61,116	13,288	74,404	62,078
Other financing sources (uses):				
Operating transfers out	(37,437)	-	(37,437)	(47,880)
	(37,437)	-	(37,437)	(47,880)
NET INCOME	23,679	13,288	36,967	14,198
Fund balance beginning of year	1,222,497	251,152	1,473,649	1,451,104
Residual equity in from the Expendable Trust Fund	-	-	-	8,347
FUND BALANCE END OF YEAR	\$ 1,246,176	\$ 264,440	\$ 1,510,616	\$ 1,473,649

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
NON-EXPENDABLE TRUST FUNDS

COMBINING STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Amounts for the Year Ended June 30, 2001

	CEMETERY NON EXPENDABLE TRUST	MAUSOLEUM NON EXPENDABLE TRUST	TOTALS	
			FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>				
Cash flows from operating activities:				
Cash received from investments	\$ 42,621	\$ 13,268	\$ 55,889	\$ 62,536
Cash received from contributions	21,438	20	21,458	160
Cash payments to suppliers for goods and services	(6,793)	-	(6,793)	(5,168)
Net cash provided by operating activities	57,266	13,288	70,554	57,528
Cash flows from noncapital financing activities:				
Operating transfers out to other funds	(22,055)	-	(22,055)	(47,880)
Residual equity transfers in	-	-	-	1,099,144
Rental income	3,850	-	3,850	4,550
Net cash (used in) provided by noncapital financing activities	(18,205)	-	(18,205)	1,055,814
Cash flows from capital and related financing activities:				
Net cash provided by (used in) capital and related financing activities	-	-	-	-
Cash flows from investing activities:				
Proceeds from sale and maturities of investment securities	-	-	-	7,664
Net cash (used in) provided by investing activities	-	-	-	7,664
Net (decrease) increase in cash	39,061	13,288	52,349	1,121,006
Cash at beginning of year	1,127,765	251,162	1,378,917	257,911
Cash at end of year	\$1,166,826	\$264,440	\$1,431,266	\$1,378,917
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>				
Operating Income	\$57,266	\$ 13,288	\$ 70,554	\$ 57,528
Adjustments to reconcile operating income to net cash provided by operating activities	-	-	-	-
Net cash provided by operating activities	\$57,266	\$13,288	\$70,554	\$57,528

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
EMPLOYEE AID FUND**

COMPARATIVE BALANCE SHEETS

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ 416,412	\$ 197,457
Investments, at fair value:		
Fixed income	16,671,075	15,974,651
US equities	10,198,442	7,999,329
International equities	-	2,682,794
Total Investments	26,869,517	26,656,774
Due from other funds	-	3,012
Total Assets	<u>\$ 27,285,929</u>	<u>\$ 26,857,243</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Due to other funds	\$ 28,102	\$ -
Total Liabilities	<u>28,102</u>	<u>-</u>
Fund balance:		
Reserved:		
Reserved for employee retirement system	27,257,827	26,857,243
Total Fund Balance	27,257,827	26,857,243
Total Liabilities and Fund Balance	<u>\$ 27,285,929</u>	<u>\$ 26,857,243</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
EMPLOYEE AID FUND**

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 2002 and 2001

	FY 2002	FY 2001
Operating revenues:		
Contributions	\$ 2,323,241	\$ 1,653,052
Investment Income:		
Net appreciation (depreciation) in fair market value of investments	\$ (1,307,229)	\$ 454,465
Interest	4,486	7,636
Dividends	1,019,908	1,560,285
TOTAL OPERATING REVENUES	<u>2,040,406</u>	<u>3,675,438</u>
Operating expenses:		
Administration	73,048	94,972
Benefits	1,566,774	1,398,606
TOTAL OPERATING EXPENSES	<u>1,639,822</u>	<u>1,493,578</u>
NET INCOME	400,584	2,181,860
Fund balance beginning of year	26,857,243	24,675,383
FUND BALANCE END OF YEAR	<u>\$27,257,827</u>	<u>\$ 26,857,243</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
EMPLOYEE AID FUND**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

**For the Year Ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001**

	FY 2002 ACTUAL	FY 2001 ACTUAL
Additions		
Contributions:		
Employer	<u>\$ 2,323,241</u>	<u>\$ 1,653,052</u>
Investment earnings		
Interest	4,486	7,636
Dividends	1,019,908	1,560,285
Net increase (decrease) in the fair value of investments	<u>(1,307,229)</u>	<u>454,465</u>
Total investment earnings (loss)	<u>(282,835)</u>	<u>2,022,386</u>
Less investment expense	<u>-</u>	<u>-</u>
Net investment earnings	<u>(282,835)</u>	<u>2,022,386</u>
Total additions	<u>2,040,406</u>	<u>3,675,438</u>
Deductions		
Benefits	1,566,774	1,398,606
Administrative expenses	73,048	94,972
Due to other funds	<u>28,102</u>	<u>-</u>
Total deductions	<u>1,667,924</u>	<u>1,493,578</u>
Changes in net assets	<u>372,482</u>	<u>2,181,860</u>
Net assets-- beginning	<u>26,857,243</u>	<u>24,675,383</u>
Net assets-- ending	<u><u>\$ 27,229,725</u></u>	<u><u>\$ 26,857,243</u></u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
GOLF COURSE EXPENDABLE TRUST FUND**

COMPARATIVE BALANCE SHEETS

June 30, 2002 and 2001

		FY 2002	FY 2001
<u>ASSETS</u>			
Cash		\$ -	\$ 69,944
Total Assets		<u>\$ -</u>	<u>\$ 69,944</u>
<u>LIABILITIES AND FUND EQUITY</u>			
Liabilities		\$ -	\$ -
Total Liabilities		<u>-</u>	<u>-</u>
Fund balance			
Reserved:			
Reserved for clubhouse		-	69,944
Total Fund Balances		<u>-</u>	<u>69,944</u>
Total Liabilities and Fund Balances		<u>\$ -</u>	<u>\$ 69,944</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
GOLF COURSE EXPENDABLE TRUST FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 2002 and 2001

	FY 2002	FY 2001
Revenues:		
	\$ -	\$ -
TOTAL REVENUES	<u>-</u>	<u>-</u>
Expenditures:		
	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>
Fund balance beginning of year	69,944	-
Residual equity transfer in from the Expendable Trust Fund	-	69,944
Residual equity transfer out to the Golf Fund	(69,944)	-
FUND BALANCE END OF YEAR	<u>\$ -</u>	<u>\$ 69,944</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
EXPENDABLE TRUST FUND**

COMPARATIVE BALANCE SHEETS

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>ASSETS</u>		
Cash	\$ -	\$ 5,051,955
Total Assets	<u>\$ -</u>	<u>\$ 5,051,955</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Due to:		
Other funds	\$ -	\$ 520,306
Total Liabilities	<u>-</u>	<u>520,306</u>
Fund balance:		
Reserved:		
Reserved for benefits	-	4,531,649
Total Fund Balance	<u>-</u>	<u>4,531,649</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 5,051,955</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
EXPENDABLE TRUST FUND**

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 2002 and 2001

	FY 2002	FY 2001
Revenues:		
Contributions	\$ -	\$ 27,835
Investment Income	-	288,861
TOTAL REVENUES	<u>-</u>	<u>316,696</u>
Expenditures:		
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	-	316,696
Other financing uses:		
Operating transfers out	-	(1,956,319)
	<u>-</u>	<u>(1,956,319)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(1,639,623)
Fund balance beginning of year	4,531,649	6,249,563
Residual equity transfer to the General Fund	(4,531,649)	
Residual equity transfer out to the Golf Course Expendable Trust Fund	-	(69,944)
Residual equity transfer out to the Cemetery Non-Expendable Trust Fund	-	(8,347)
FUND BALANCE END OF YEAR	<u>\$ -</u>	<u>\$ 4,531,649</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
CEMETERY NON-EXPENDABLE TRUST

COMPARATIVE BALANCE SHEETS

June 30, 2002 and 2001

	FY 2002	FY 2001 (As Restated)
<u>ASSETS</u>		
Cash	\$ 1,166,826	\$ 1,127,765
Property, plant and equipment:		
Sites	94,735	94,735
Total Assets	<u>\$ 1,261,561</u>	<u>\$ 1,222,500</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Due to other funds	\$ 15,385	\$ -
Total Liabilities	<u>15,385</u>	<u>-</u>
Fund balance:		
Reserved:		
Reserved for cemetery	1,235,588	1,214,154
Reserved for Stonewall Cemetery	1,235	1,219
Reserved for Veterans Cemetery	9,353	7,127
Total Fund Balances	<u>1,246,176</u>	<u>1,222,500</u>
Total Liabilities and Fund Balances	<u>\$ 1,261,561</u>	<u>\$ 1,222,500</u>

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
CEMETERY NON-EXPENDABLE TRUST FUND**

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 2002 and 2001

	FY 2002			FY 2001
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Operating revenues:				
Interest	\$ 39,000	\$ 42,621	\$ 3,621	\$ 45,384
Contributions	-	21,438	21,438	-
TOTAL OPERATING REVENUES	39,000	64,059	25,059	45,384
Operating expenses:				
Purchased services	5,000	5,337	(337)	5,168
Supplies	-	1,456	(1,456)	-
TOTAL OPERATING EXPENSES	5,000	6,793	(1,793)	5,168
OPERATING INCOME	34,000	57,266	23,266	40,216
Non-operating revenues:				
Rental income	4,000	3,850	(150)	4,550
INCOME BEFORE OPERATING TRANSFERS	38,000	61,116	23,116	44,766
Operating transfers out	-	(37,437)	(37,437)	(47,880)
NET INCOME (LOSS)	38,000	23,679	(14,321)	(3,114)
Fund balance beginning of year	1,222,497	1,222,497	-	1,217,264
Residual equity transfer in from the Expendable Trust Fund	-	-	-	8,347
FUND BALANCE END OF YEAR	\$ 1,260,497	\$ 1,246,176	\$ (14,321)	\$ 1,222,497

The accompanying notes are an integral part of these statements.

**CITY OF GRIFFIN, GEORGIA
CEMETERY NON-EXPENDABLE TRUST FUND**

STATEMENT OF CASH FLOWS

**For the Year ended June 30, 2002
With Comparative Amounts for the Year ended June 30, 2001**

	FY 2002	FY 2001 (As Restated)
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from investments	\$ 42,621	\$ 45,384
Cash received from contributions	21,438	-
Cash payments to suppliers for goods and services	(6,793)	(5,168)
Net cash provided by operating activities	\$ 57,266	\$ 40,216
Cash flows from noncapital financing activities:		
Operating transfers (out) to other funds	(22,055)	(47,880)
Residual equity transfers in	-	1,099,144
Rental income	3,850	4,550
Net cash (used in) provided by noncapital financing activities	(18,205)	1,055,814
Cash flows from investing activities:		
Proceeds from sale and maturities of investment securities	-	7,664
Net cash (used in) provided by investing activities	-	7,664
Net (decrease) increase in cash	39,061	1,103,694
Cash at beginning of year	1,127,765	24,071
Cash at end of year	<u>\$1,166,826</u>	<u>\$1,127,765</u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$ 57,266	\$ 40,216
Adjustments to reconcile operating income to net cash provided by operating activities		
Total adjustments	-	-
Net cash provided by operating activities	<u>\$ 57,266</u>	<u>\$ 40,216</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
MAUSOLEUM TRUST FUND

COMPARATIVE BALANCE SHEETS

June 30, 2002 and 2001

		FY 2002	FY 2001
	<u>ASSETS</u>		
Cash		\$ 264,440	\$ 251,152
Total Assets		<u>\$ 264,440</u>	<u>\$ 251,152</u>
	<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities		\$ -	\$ -
Total Liabilities		<u>-</u>	<u>-</u>
Fund balance			
Reserved:			
Reserved for Mausoleum		264,440	251,152
Total Fund Balances		<u>264,440</u>	<u>251,152</u>
Total Liabilities and Fund Balances		<u>\$ 264,440</u>	<u>\$ 251,152</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
MAUSOLEUM NON-EXPENDABLE TRUST FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 2002 and 2001

	FY 2002	FY 2001
Operating revenues:		
Interest	\$ 13,268	\$ 17,152
Contributions	20	160
TOTAL OPERATING REVENUES	<u>13,288</u>	<u>17,312</u>
Operating expenses:		
TOTAL OPERATING EXPENSES	<u>-</u>	<u>-</u>
NET INCOME	13,288	17,312
Fund balance beginning of year	251,152	233,840
FUND BALANCE END OF YEAR	<u>\$ 264,440</u>	<u>\$ 251,152</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
MAUSOLEUM NON-EXPENDABLE TRUST FUND

STATEMENT OF CASH FLOWS

For the Year ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

	FY 2002	FY 2001
<u>(DECREASE) INCREASE IN CASH</u>		
Cash flows from operating activities:		
Cash received from investments	\$ 13,268	\$ 17,152
Cash received from customers	20	160
Net cash provided by operating activities	\$ 13,288	\$ 17,312
Cash flows from noncapital financing activities:		
Net cash (used in) provided by noncapital financing activities	-	-
Cash flows from investing activities:		
Net cash (used in) provided by investing activities	-	-
Net (decrease) increase in cash	13,288	17,312
Cash at beginning of year	251,152	233,840
Cash at end of year	<u>\$ 264,440</u>	<u>\$ 251,152</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating Income	\$ 13,288	\$ 17,312
Adjustments to reconcile operating income to net cash provided by operating activities	-	-
Net cash provided by operating activities	<u>\$ 13,288</u>	<u>\$ 17,312</u>

The accompanying notes are an integral part of these statements.



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**CITY OF GRIFFIN, GEORGIA
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES**

COMPARATIVE BALANCE SHEET

June 30, 2002 and 2001

	FY 2002	FY 2001
General Fixed assets:		
Land	\$ 955,800	\$ 2,243,452
Land improvements	14,175	42,184
Infrastructure	5,648,456	5,672,032
Buildings and structures	6,416,171	7,017,962
Equipment	7,146,512	12,970,919
Construction in progress	2,813,103	2,786,113
Total General Fixed Assets	<u>\$ 22,994,217</u>	<u>\$ 30,732,662</u>
Investments in General Fixed Assets from:		
Capital projects funds:		
Federal grants	\$ 184,063	\$ 109,288
State grants	702	702
General fund	20,190,695	30,090,315
Special purpose local option sales taxes	2,618,757	532,357
Total investment in General Fixed Assets	<u>\$ 22,994,217</u>	<u>\$ 30,732,662</u>

The accompanying notes are an integral part of these statements.

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
By Function and Activity

Year Ended June 30, 2002

FUNCTION AND ACTIVITY	GENERAL FIXED ASSETS			GENERAL FIXED ASSETS
	6/30/2001	ADDITIONS	DELETIONS	6/30/2002
General government:				
Executive	\$ 3,902	\$ 13,700	\$ -	\$ 17,602
Administrative services	21,093,977	34,322	7,234,494	13,893,805
Total	21,097,879	48,022	7,234,494	13,911,407
Public safety:				
Police	741,913	1,991	522,228	221,676
Fire	77,109	309,565	328,561	58,113
Total	819,022	311,556	850,789	279,789
Public works	5,063,141	233,772	126,376	5,170,537
Culture/recreation	142,486	-	120,576	21,910
Economic development and assistance	824,021	-	26,550	797,471
Construction in progress	2,786,113	1,537,014	1,510,024	2,813,103
Total General Fixed Assets	\$ 30,732,662	\$ 2,130,364	\$ 9,868,809	\$ 22,994,217

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF GENERAL FIXED ASSETS
By Function and Activity

Year Ended June 30, 2002

FUNCTION AND ACTIVITY	TOTAL	LAND			BUILDINGS AND STRUCTURES		EQUIPMENT
		LAND	IMPROVEMENTS	INFRASTRUCTURE			
General government:							
Executive	\$ 17,602	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,602
Administrative services	13,893,805	743,452	-	-	-	6,387,730	6,762,623
Total	13,911,407	743,452	-	-	-	6,387,730	6,780,225
Public safety:							
Police	221,676	-	-	-	-	-	221,676
Fire	58,113	-	6,591	-	-	14,115	37,407
Total	279,789	-	6,591	-	-	14,115	259,083
Public works	5,170,537	212,348	-	4,862,678	-	-	95,511
Culture/recreation	21,910	-	7,584	-	-	14,326	-
Economic development and assistance	797,471	-	-	785,778	-	-	11,693
Total General Fixed Assets allocated to functions	20,181,114	\$ 955,800	\$ 14,175	\$ 5,648,456	\$ 6,416,171	\$ -	\$ 7,146,512
Construction in progress	2,813,103						
Total General Fixed Assets	<u>\$ 22,994,217</u>						

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA
GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP

STATEMENT OF GENERAL LONG-TERM OBLIGATIONS

June 30, 2002 and 2001

	FY 2002	FY 2001
<u>AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM OBLIGATIONS</u>		
Resources to be provided in future years for employees' compensated absences	\$ 1,458,852	\$ 1,372,983
Resources to be provided in future years for retirement of capital leases	245,232	1,661,633
Total available and to be provided	<u>\$ 1,704,084</u>	<u>\$ 3,034,616</u>
<u>GENERAL LONG-TERM OBLIGATIONS PAYABLE</u>		
Compensated absences payable	\$ 1,458,852	\$ 1,372,983
Capital lease payable	245,232	1,661,633
Total long-term obligations payable	<u>\$ 1,704,084</u>	<u>\$ 3,034,616</u>

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
REVENUE IMPROVEMENTS BONDS - SERIES 1993A

	Principal	Interest	Total Payment Due	Coupon Rate %
7/1/2002		\$ 245,409	\$ 245,409	
1/1/2003	\$ 600,000	245,409	845,409	4.40%
7/1/2003		232,209	232,209	
1/1/2004	630,000	232,209	862,209	4.50%
7/1/2004		218,034	218,034	
1/1/2005	655,000	218,034	873,034	4.65%
7/1/2005		202,805	202,805	
1/1/2006	690,000	202,805	892,805	4.85%
7/1/2006		186,073	186,073	
1/1/2007	720,000	186,073	906,073	5.00%
7/1/2007		168,073	168,073	
1/1/2008	755,000	168,073	923,073	5.10%
7/1/2008		148,820	148,820	
1/1/2009	795,000	148,820	943,820	5.20%
7/1/2009		128,150	128,150	
1/1/2010	835,000	128,150	963,150	5.50%
7/1/2010		105,188	105,188	
1/1/2011	880,000	105,188	985,188	5.50%
7/1/2011		80,988	80,988	
1/1/2012	930,000	80,988	1,010,988	5.50%
7/1/2012		55,413	55,413	
1/1/2013	980,000	55,413	1,035,413	5.50%
7/1/2013		28,463	28,463	
1/1/2014	1,035,000	28,463	1,063,463	5.50%
	<u>\$ 9,505,000</u>	<u>\$ 3,599,243</u>	<u>\$ 13,104,243</u>	

Bonds Dated: July 1, 1999

Original Issue Amount: \$9,505,000

Principal Due: January 1, beginning January 1, 2003

Interest Due: January 1 and July 1, beginning July 1, 1994

Paying Agent: U S Bank

Bonds Maturing

January 1, 2004 through December 31, 2004

January 1, 2005 through December 31, 2005

January 1, 2006 and thereafter

Call Premium

Two Percent

One Percent

Par

Security: The bonds are secured and payable, on parity with any additional revenue bonds of the City hereafter issued on a parity with the Series 1993 Bonds, by an irrevocable lien in the net revenues of the Water, Sewer, and Electric System.

Bond Rating:

Insured:
Underlying:Moody's
Aaa
AStandard & Poor's
AAA

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
COMBINED PUBLIC UTILITY BONDS, SERIES 1996

	Principal	Interest	Total Payment Due	Coupon Rate %
7/1/2002		\$ 152,575	\$ 152,575	
1/1/2003	\$ 270,000	152,575	422,575	4.50%
7/1/2003		146,500	146,500	
1/1/2004	285,000	146,500	431,500	4.60%
7/1/2004		139,945	139,945	
1/1/2005	300,000	139,945	439,945	4.70%
7/1/2005		132,895	132,895	
1/1/2006	315,000	132,895	447,895	4.80%
7/1/2006		125,335	125,335	
1/1/2007	330,000	125,335	455,335	4.90%
7/1/2007		117,250	117,250	
1/1/2008	345,000	117,250	462,250	5.00%
7/1/2008		108,625	108,625	
1/1/2009	365,000	108,625	473,625	5.00%
7/1/2009		99,500	99,500	
1/1/2010	385,000	99,500	484,500	5.10%
7/1/2010		89,683	89,683	
1/1/2011	405,000	89,683	494,683	5.20%
7/1/2011		79,153	79,153	
1/1/2012	430,000	79,153	509,153	5.20%
7/1/2012		67,973	67,973	
1/1/2013	450,000	67,973	517,973	5.25%
7/1/2013		56,160	56,160	
1/1/2014	475,000	56,160	531,160	5.40%
7/1/2014		43,335	43,335	
1/1/2015	505,000	43,335	548,335	5.40%
7/1/2015		29,700	29,700	
1/1/2016	535,000	29,700	564,700	5.40%
7/1/2016		15,255	15,255	
1/1/2017	565,000	15,255	580,255	5.40%
	<u>\$ 5,960,000</u>	<u>\$ 2,807,765</u>	<u>\$ 8,767,765</u>	

Bonds Dated: October 6, 1996

Original Issue Amount: \$6,925,000

Principal Due: January 1, beginning January 1, 1998

Interest Due: January 1 and July 1, beginning July 1, 1997

Paying Agent: Bank of New York

Bonds Maturing

January 1, 2006 through December 31, 2006

January 1, 2007 through December 31, 2007

January 1, 2008 and thereafter

Call Premium

Two Percent

One Percent

Par

Security: The bonds are secured and payable, on parity with the Water, Sewer, and Electric Revenue Bonds, Series 1993, by an irrevocable lien on the net revenues of the Water, Sewer and Electric System.

Bond Rating (Insured):

Moody's
Standard & PoorsAaa
AAA

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
COMBINED PUBLIC UTILITY BONDS, SERIES 1997

	Principal	Interest	Total Payment Due	Coupon Rate %
7/1/2002		\$ 136,950	\$ 136,950	
1/1/2003	\$ 255,000	136,950	391,950	4.450%
7/1/2003		131,276	131,276	
1/1/2004	270,000	131,276	401,276	4.550%
7/1/2004		125,134	125,134	
1/1/2005	280,000	125,134	405,134	4.650%
7/1/2005		118,624	118,624	
1/1/2006	295,000	118,624	413,624	4.750%
7/1/2006		111,618	111,618	
1/1/2007	305,000	111,618	416,618	4.850%
7/1/2007		104,221	104,221	
1/1/2008	320,000	104,221	424,221	4.950%
7/1/2008		96,301	96,301	
1/1/2009	340,000	96,301	436,301	5.050%
7/1/2009		87,716	87,716	
1/1/2010	355,000	87,716	442,716	5.150%
7/1/2010		78,575	78,575	
1/1/2011	375,000	78,575	453,575	5.150%
7/1/2011		68,919	68,919	
1/1/2012	390,000	68,919	458,919	5.250%
7/1/2012		58,681	58,681	
1/1/2013	415,000	58,681	473,681	5.125%
7/1/2013		48,047	48,047	
1/1/2014	435,000	48,047	483,047	5.125%
7/1/2014		36,900	36,900	
1/1/2015	455,000	36,900	491,900	5.125%
7/1/2015		25,241	25,241	
1/1/2016	480,000	25,241	505,241	5.125%
7/1/2016		12,941	12,941	
1/1/2017	505,000	12,941	517,941	5.125%
	<u>\$5,720,000</u>	<u>\$2,766,844</u>	<u>\$ 8,486,844</u>	

Bonds Dated: December 1, 1996

Original Issue Amount: \$6,610,000

Principal Due: January 1, beginning January 1, 1998

Interest Due: January 1 and July 1, beginning July 1, 1997

Paying Agent: Bank of New York

Bonds Maturing

January 1, 2006 through December 31, 2006

January 1, 2007 through December 31, 2007

January 1, 2008 and thereafter

Call Premium

Two Percent

One Percent

Par

Security: The bonds are secured and payable, on parity with the Water, Sewer, and Electric Revenue Bonds, Series 1993, by an irrevocable lien on the net revenues of the Water, Sewer and Electric System.

Bond Rating (Insured):

Moody's
Standard & PoorsAaa
AAA

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
 GEORGIA ENVIRONMENTAL FACILITIES AUTHORITY LOAN #98-007-NP

	Principal	Interest	Total Payment Due
9/1/2002	(21,417)	61,314	39,898
12/1/2002	19,449	20,448	39,898
3/1/2003	19,632	20,266	39,898
6/1/2003	19,816	20,082	39,898
9/1/2003	20,001	19,896	39,898
12/1/2003	20,189	19,709	39,898
3/1/2004	20,378	19,520	39,898
6/1/2004	20,569	19,328	39,898
9/1/2004	20,762	19,136	39,898
12/1/2004	20,957	18,941	39,898
3/1/2005	21,153	18,745	39,898
6/1/2005	21,351	18,546	39,898
9/1/2005	21,552	18,346	39,898
12/1/2005	21,754	18,144	39,898
3/1/2006	21,958	17,940	39,898
6/1/2006	22,163	17,734	39,898
9/1/2006	22,371	17,526	39,898
12/1/2006	22,581	17,317	39,898
3/1/2007	22,793	17,105	39,898
6/1/2007	23,006	16,891	39,898
9/1/2007	23,222	16,676	39,898
12/1/2007	23,440	16,458	39,898
3/1/2008	23,659	16,238	39,898
6/1/2008	23,881	16,016	39,898
9/1/2008	24,105	15,792	39,898
12/1/2008	24,331	15,566	39,898
3/1/2009	24,559	15,338	39,898
6/1/2009	24,789	15,108	39,898
9/1/2009	25,022	14,876	39,898
12/1/2009	25,256	14,641	39,898
3/1/2010	25,493	14,404	39,898
6/1/2010	25,732	14,165	39,898
9/1/2010	25,973	13,924	39,898
12/1/2010	26,217	13,681	39,898
3/1/2011	26,463	13,435	39,898
6/1/2011	26,711	13,187	39,898
9/1/2011	26,961	12,936	39,898
12/1/2011	27,214	12,684	39,898
3/1/2012	27,469	12,428	39,898
6/1/2012	27,727	12,171	39,898
9/1/2012	27,987	11,911	39,898
12/1/2012	28,249	11,649	39,898
3/1/2013	28,514	11,384	39,898
6/1/2013	28,781	11,116	39,898
9/1/2013	29,051	10,847	39,898
12/1/2013	29,323	10,574	39,898
3/1/2014	29,598	10,299	39,898
6/1/2014	29,876	10,022	39,898
9/1/2014	30,156	9,742	39,898
12/1/2014	30,438	9,459	39,898

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
 GEORGIA ENVIRONMENTAL FACILITIES AUTHORITY LOAN #98-007-NP

	Principal	Interest	Total Payment Due
3/1/2015	30,724	9,174	39,898
6/1/2015	31,012	8,886	39,898
9/1/2015	31,303	8,595	39,898
12/1/2015	31,596	8,302	39,898
3/1/2016	31,892	8,005	39,898
6/1/2016	32,191	7,706	39,898
9/1/2016	32,493	7,405	39,898
12/1/2016	32,798	7,100	39,898
3/1/2017	33,105	6,792	39,898
6/1/2017	33,416	6,482	39,898
9/1/2017	33,729	6,169	39,898
12/1/2017	34,045	5,853	39,898
3/1/2018	34,364	5,533	39,898
6/1/2018	34,686	5,211	39,898
9/1/2018	35,012	4,886	39,898
12/1/2018	35,340	4,558	39,898
3/1/2019	35,671	4,227	39,898
6/1/2019	36,006	3,892	39,898
9/1/2019	36,343	3,555	39,898
12/1/2019	36,684	3,214	39,898
3/1/2020	37,028	2,870	39,898
6/1/2020	37,375	2,523	39,898
9/1/2020	37,725	2,172	39,898
12/1/2020	38,079	1,819	39,898
3/1/2021	38,436	1,462	39,898
6/1/2021	38,796	1,101	39,898
9/1/2021	39,160	738	39,898
12/1/2021	39,527	371	39,898
	<u>\$ 2,159,750</u>	<u>\$ 952,263</u>	<u>\$ 3,112,013</u>

Original Loan Value: 2,159,750.14

Quarterly Payment: \$39,898.00

Interest Rate: 3.75%

Principal & Interest Due: March 1, June 1, September 1, and December 1 beginning September 1, 2002

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA ENVIRONMENTAL FACILITIES AUTHORITY LOAN #87-002-WQ

	Principal	Interest	Total Payment Due
7/1/2002	8,736	5,113	13,849
10/1/2002	8,863	4,985	13,848
1/1/2003	8,991	4,857	13,848
4/1/2003	9,122	4,726	13,848
7/1/2003	9,254	4,594	13,848
10/1/2003	9,388	4,460	13,848
1/1/2004	9,524	4,324	13,848
4/1/2004	9,662	4,186	13,848
7/1/2004	9,803	4,046	13,849
10/1/2004	9,945	3,903	13,848
1/1/2005	10,089	3,759	13,848
4/1/2005	10,235	3,613	13,848
7/1/2005	10,384	3,464	13,848
10/1/2005	10,534	3,314	13,848
1/1/2006	10,687	3,161	13,848
4/1/2006	10,842	3,006	13,848
7/1/2006	10,999	2,849	13,848
10/1/2006	11,159	2,690	13,849
1/1/2007	11,320	2,528	13,848
4/1/2007	11,485	2,364	13,849
7/1/2007	11,651	2,197	13,848
10/1/2007	11,820	2,028	13,848
1/1/2008	11,991	1,857	13,848
4/1/2008	12,165	1,683	13,848
7/1/2008	12,342	1,506	13,848
10/1/2008	12,521	1,327	13,848
1/1/2009	12,702	1,146	13,848
4/1/2009	12,886	962	13,848
7/1/2009	13,073	775	13,848
10/1/2009	13,263	585	13,848
1/1/2010	13,455	393	13,848
4/1/2010	13,651	198	13,849
	<u>\$ 352,542</u>	<u>\$ 90,599</u>	<u>\$ 443,141</u>

Loan Dated: March 31, 1990

Original Loan Value: \$653,145.38

Principal & Interest Due: January 1, April 1, July 1, October 1 beginning July 1, 1990

Quarterly Payment: \$13,848.11

Interest Rate: 5.80%

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 12

	Interest		Principal		Total Payment Due
9/15/2002	\$	61	\$	4,512	\$ 4,573
	\$	61	\$	4,512	\$ 4,573

Lease Dated: November 20, 1997

Original Executed Lease Agreement: \$101,955

Quarterly Payment: \$5,842.76

Interest Rate: 5.27%

Principal & Interest Due: March 15, June 15, September 15, December 15 beginning December 15, 1997

Paying Agent: Wachovia Bank

Purpose: To purchase a streetsweeper

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT #14

	Interest		Principal		Total Payment Due
9/15/2002	\$	142	\$	3,836	\$ 3,978
12/15/2002		92		3,886	3,978
3/15/2003		42		3,466	3,508
	\$	275	\$	11,188	\$ 11,463

Lease Dated: April 24, 1998

Original Executed Lease Agreement: \$69,970

Quarterly Payment: \$3,977.58

Interest Rate: 4.95%

Principal & Interest Due: March 15, June 15, September 15, December 15 beginning June 15, 1998

Paying Agent: Wachovia Bank

Purpose: To purchase a front end loader

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT #15

	Interest		Principal		Total Payment Due
8/15/2002	\$	447	\$	6,938	\$ 7,385
11/15/2002		360		7,026	7,385
2/15/2003		271		7,114	7,385
5/15/2003		175		7,210	7,385
8/15/2003		90		7,080	7,170
	\$	1,342	\$	35,368	\$ 36,711

Master Lease Dated: October 21, 1996

Supplemental Lease Dated: August 25, 1998

Original Executed Lease Agreement: \$125,000.00

Quarterly Payment: \$7,385.25

Interest Rate: 4.95%

Principal & Interest Due: February 15, May 15, August 15, November 15 beginning

November 15, 1996

Paying Agent: Wachovia Bank

Purpose: To construct a transfer station

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT #16

	Interest	Principal	Total Payment Due
8/15/2002	\$ 1,221	\$ 21,564	\$ 22,785
11/15/2002	976	21,810	22,786
2/15/2003	728	22,057	22,785
5/15/2003	462	22,324	22,786
8/15/2003	223	19,627	19,850
	<u>\$ 3,610</u>	<u>\$ 107,382</u>	<u>\$ 110,992</u>

Lease Dated: October 2, 1998

Original Executed Lease Agreement: \$405,913

Quarterly Payment: \$22,785.61

Interest Rate: 4.45%

Principal & Interest Due: February 15, May 15, August 15, November 15 beginning November 15, 1998
November 15, 1998

Paying Agent: Wachovia Bank

Purpose: To purchase GPS surveying system, GIS system, commercial van, dump truck and pickup truck

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 19

	Interest	Principal	Total Payment Due
8/15/2002	\$ 1,337	\$ 18,703	\$ 20,040
11/15/2002	1,118	18,922	20,040
2/15/2003	896	19,144	20,040
5/15/2003	650	19,390	20,040
8/15/2003	445	19,595	20,040
11/15/2003	216	18,448	18,664
	<u>\$ 4,662</u>	<u>\$ 114,202</u>	<u>\$ 118,864</u>

Lease Dated: December 1, 1998

Original Executed Lease Agreement: \$355,454

Quarterly Payment: \$20,040

Interest Rate: 4.58%

Principal & Interest Due: February 15, May 15, August 15, November 15 beginning February 15, 1999

Paying Agent: Wachovia Bank

Purpose: To construct Solid Waste employee building

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 21

	Interest		Principal		Total Payment Due
8/15/2002	\$	358	\$	4,113	\$ 4,471
11/15/2002		309		4,162	4,471
2/15/2003		258		4,213	4,471
5/15/2003		200		4,271	4,471
8/15/2003		155		4,316	4,471
11/15/2003		103		4,368	4,471
2/15/2004		50		4,121	4,171
	\$	1,433	\$	29,564	\$ 30,997

Lease Dated: March 9, 1999

Original Executed Lease Agreement: \$79,057.40

Quarterly Payment: \$4,471

Interest Rate: 4.74%

Principal & Interest Due: February 15, May 15, August 15, November 15 beginning May 15, 1999

Paying Agent: Wachovia Bank

Purpose: To purchase a clamshell and tractor

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 22

	Interest	Principal	Total Payment Due
7/1/2002	\$ 2,462	\$ 14,925	\$ 17,387
10/1/2002	2,272	15,115	17,387
1/1/2003	2,052	15,335	17,387
4/1/2003	1,790	15,597	17,387
7/1/2003	1,585	15,802	17,387
10/1/2003	1,373	16,014	17,387
1/1/2004	1,140	16,247	17,387
4/1/2004	894	16,493	17,387
7/1/2004	656	16,731	17,387
10/1/2004	420	16,967	17,387
1/1/2005	174	11,958	12,132
	<u>\$ 14,818</u>	<u>\$ 171,184</u>	<u>\$ 186,005</u>

Lease Dated: March 24, 2000

Original Executed Lease Agreement: \$300,145

Quarterly Payment: \$17,387

Interest Rate: 5.69%

Principal & Interest Due: January 1, April 15, July 15, October 15 beginning April 1, 2000

Paying Agent: Wachovia Bank

Purpose: To purchase garbage trucks

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 23

	Interest		Principal		Total Payment Due
7/15/2002	\$	608	\$	2,945	\$ 3,553
10/15/2002		568		2,985	3,553
1/15/2003		521		3,032	3,553
4/15/2003		463		3,090	3,553
7/15/2003		420		3,133	3,553
10/15/2003		376		3,177	3,553
1/15/2004		325		3,228	3,553
4/15/2004		271		3,282	3,553
7/15/2004		220		3,333	3,553
10/15/2004		170		3,383	3,553
1/15/2005		117		3,436	3,553
4/15/2005		62		4,010	4,072
	\$	4,121	\$	39,034	\$ 43,155

Lease Dated: March 9, 2000

Original Executed Lease Agreement: \$60,633

Quarterly Payment: \$3,553

Interest Rate: 5.69%

Principal & Interest Due: January 1, April 15, July 15, October 15 beginning April 1, 2000

Paying Agent: Wachovia Bank

Purpose: To purchase garbage truck

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 24

	Interest		Principal		Total Payment Due
9/1/2002	\$	3,537	\$	21,039	\$ 24,576
12/1/2002		3,222		21,354	24,576
3/1/2003		2,910		21,666	24,576
6/1/2003		2,687		21,889	24,576
9/1/2003		2,397		22,179	24,576
12/1/2003		2,080		22,496	24,576
3/1/2004		1,785		22,791	24,576
6/1/2004		1,502		23,074	24,576
9/1/2004		1,196		23,380	24,576
12/1/2004		876		23,700	24,576
3/1/2005		559		24,017	24,576
6/1/2005		254		19,070	19,323
	\$	23,004	\$	266,655	\$ 289,659

Lease Dated: January 5, 2001

Original Executed Lease Agreement: \$389,409

Quarterly Payment: \$24,576

Interest Rate: 5.19%

Principal & Interest Due: March 1, June 15, September 15, December 15 beginning March 1, 2001

Paying Agent: Wachovia Bank

Purpose: To purchase garbage trucks, vehicle and trucks

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GEORGIA MUNICIPAL ASSOCIATION DIRECT INSTALLMENT LOAN - SUPPLEMENT # 25

	Interest	Principal	Total Payment Due
7/15/2002	\$ 8,466	\$ 75,665	\$ 84,131
10/15/2002	7,737	76,395	84,132
1/15/2003	6,907	77,225	84,132
4/15/2003	5,936	78,196	84,132
7/15/2003	5,161	78,971	84,132
10/15/2003	4,360	79,772	84,132
1/15/2004	3,493	80,639	84,132
4/15/2004	2,588	77,785	80,373
7/15/2004	1,751	18,762	20,513
10/15/2004	1,554	18,959	20,513
1/15/2005	1,336	19,177	20,513
4/15/2005	1,091	19,422	20,513
7/15/2005	883	19,630	20,513
10/15/2005	667	19,846	20,513
1/15/2006	438	20,075	20,513
4/15/2006	203	18,045	18,248
	<u>\$ 52,571</u>	<u>\$ 778,564</u>	<u>\$ 831,135</u>

Master Lease Agreement Dated: January 5, 2001

Lease Supplement Dated: April 13, 2001

Original Executed Lease Agreement: \$1,078,221

Quarterly Payment: \$64,167

Interest Rate: 6.55%

Principal & Interest Due: March 1, June 1, September 1, December 1 beginning June 1, 2000

Paying Agent: Wachovia Bank

Purpose: To purchase thirty six police vehicles

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF DEBT SERVICE REQUIREMENTS
GEORGIA MUNICIPAL ASSOCIATION BRICK AND MORTAR

	Interest	Principal	Total Payment Due
8/15/2002	\$ 3,603	\$ 59,837	\$ 63,440
11/15/2002	2,724	60,716	63,440
2/15/2003	1,832	61,609	63,440
5/15/2003	897	63,044	63,940
	<u>\$ 9,056</u>	<u>\$ 245,206</u>	<u>\$ 254,261</u>

Mortgage Dated: May 5, 1996

Original Executed Mortgage Agreement: \$1,450,000

Quarterly Payment: \$63,440

Interest Rate: 5.75%

Principal & Interest Due: February 15, May 15, August 15, November 15 beginning August 15, 1996

Paying Agent: Wachovia Bank

Purpose: To remodel City Hall and construct new fire station

The accompanying notes are an integral part of these statements.



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GREENWAY, SMITH, HAISTEN & HOWELL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

INDEPENDENT AUDITOR'S REPORT ON SPECIAL COUNTY 1 PERCENT SALES AND USE TAX

To The Board of Commissioners
City of Griffin, Georgia

We have audited the accompanying general purpose financial statements of the City of Griffin, Georgia as of June 30, 2002 and for the year then ended. These general purpose financial statements are the responsibility of the City of Griffin 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 and, Government Audit Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatements. 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 financial statement presentation.

In the conduct of our audit, we verified and tested expenditures of each project constructed or under construction which were identified in the resolution or ordinance calling for imposition of the special sales and use tax authorized by section 48-8-110 OCGA. The accompanying schedule which lists each identified project and information required by section 48-8-121 OCGA is not to be a complete presentation of the entity's assets, liabilities and expenses. This schedule presents fairly the original estimated cost of each project, expenditures incurred and the estimated percentage of completion of each project through June 30, 2002, the end of the fiscal year covered by this audit.

Greenway, Smith, Haisten & Howell, P.C.

September 20, 2002

**CITY OF GRIFFIN, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL PURPOSE SALES TAX PROCEEDS**

For the Year Ended June 30, 2002

No.	Project	Original Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
1	Stormwater Improvements	\$ 1,000,000	\$ 1,671,611	\$ 43,950	\$ 1,715,561	100.00%
2	Street Improvements	3,500,000	2,190,873	427,884	2,618,757	96.40%
		<u>\$ 4,500,000</u>	<u>\$ 3,862,484</u>	<u>\$ 471,834</u>	<u>\$ 4,334,318</u>	

The accompanying notes are an integral part of these statements.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF HOTEL / MOTEL TAX COLLECTIONS AND EXPENDITURES

For the Year Ended June 30, 2002

Hotel / Motel Tax Collections	\$ 37,877.72
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Expenditures

Fireworks	\$ 5,500.00
Contributions to Chamber of Commerce	875.00
Contributions to Griffin Mainstreet	23,100.00
Contributions to Downtown Development Authority	25,000.00
Total Hotel / Motel Tax Expenditures	\$ 54,475.00

Percentage of Hotel / Motel Tax Collections used to Promote Tourism	143.82%
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GREENWAY, SMITH, HAISTEN & HOWELL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Mayor and City Commission
City of Griffin, Georgia

Compliance

We have audited the compliance of City of Griffin, Georgia, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2002. City of Griffin, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of City of Griffin, Georgia's management. Our responsibility is to express an opinion on City of Griffin, Georgia's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Griffin, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Griffin, Georgia's compliance with those requirements.

In our opinion, City of Griffin, Georgia, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

Internal Control Over Compliance

The management of City of Griffin, Georgia, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered City of Griffin, Georgia's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Greenway Smith, Austin & Howell, PC

September 20, 2002

GREENWAY, SMITH, HAISTEN & HOWELL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

GRIFFIN, GEORGIA

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Mayor and City Commission
The City of Griffin, Georgia

We have audited the general purpose financial statements of City of Griffin, Georgia, as of and for the year ended June 30, 2002, and have issued our report thereon dated September 20, 2002. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements of City of Griffin, Georgia. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Greenway Smith, Haisten & Howell, PC

September 20, 2002

Thank you for your letter

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2002

Grant Title	CFDA Number	Grant I.D. Number	Expenditures
<u>Department of Justice</u>			
Direct Federal Grants:			
Local Law Enforcement Block Grant	16.592	1999-LB-VX-7507	\$ 56,624
Local Law Enforcement Block Grant	16.592	2000-LB-BX-3148	32,394
Local Law Enforcement Block Grant	16.592	2001-LB-BX-0791	48,907
Total Local Law Enforcement Block Grant			<u>137,925</u>
TOTAL US DEPARTMENT OF JUSTICE			<u>137,925</u>
<u>Department of Transportation</u>			
Direct Federal Grants:			
Airport Development Aid Program	20.106	AP010-9400-23	<u>31,540</u>
Total Airport Development Aid			<u>31,540</u>
Transportation Equity Act - 21	20.205	STP-0000-00(101)	<u>705,608</u>
Total Transportation Enhancement Award			<u>705,608</u>
TOTAL US DEPARTMENT OF TRANSPORTATION			<u>737,148</u>
TOTAL OF EXPENDITURES OF FEDERAL AWARDS			<u>\$ 875,073</u>

The accompanying notes are an integral part of this statement.

**CITY OF GRIFFIN, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE 1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Griffin (the "City"). The City receives pass-through financial assistance from the Georgia Department of Transportation.

NOTE 2. REPORTING ENTITY

The authoritative criteria for determining the programs, organizations, and functions of government included in the financial statements of the City are as follows: oversight responsibility, including selection of governing authority, designation of management, and ability to significantly influence operations; accountability for fiscal matters, including budget, surplus/deficits, debt, fiscal management, and revenue characteristics, scope of public service; and special financial relationships.

NOTE 3. BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e. both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities.



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CITY OF GRIFFIN, GEORGIA

GENERAL GOVERNMENTAL REVENUES AND OTHER FINANCING SOURCES BY SOURCE (1)

Last Ten Fiscal Years

Sources	1993	1994	1995	1996
Taxes	\$ 4,903,284	\$ 5,553,923	\$ 5,677,972	\$ 5,924,413
Licenses and Permits	824,595	932,682	739,644	783,779
Charges for Services	2,016,951	2,702,537	3,041,500	2,906,861
Fines and Forfeitures	511,907	603,381	642,113	561,064
Investment Income	50,499	47,033	77,257	96,340
Contributions	0	0	0	0
Miscellaneous Revenue	128,265	86,905	94,960	197,982
Intergovernmental Revenues	30,114	2,766	186,437	232,321
Transfers In	4,514,317	5,047,693	5,290,052	5,326,139
Lease Proceeds	0	0	0	0
TOTAL REVENUES	\$ 12,979,932	\$ 14,976,920	\$ 15,749,935	\$ 16,028,899

Notes:

(1) Includes General, Special Revenue, Debt Service, Capital Projects, and Expendable Trust Funds

	1997		1998		1999		2000		2001		2002
\$	6,982,040	\$	8,025,798	\$	9,648,939	\$	9,046,366	\$	11,149,131	\$	10,984,400
	868,700		895,324		903,983		851,207		264,997		311,351
	3,251,078		3,678,812		4,151,209		530,679		1,783,200		252,969
	599,527		411,091		140,514		75,971		59,200		44,707
	73,020		87,343		143,612		151,520		492,127		122,707
	0		0		0		0		33,508		10,578
	685,479		171,205		1,211,055		575,337		42,094		61,191
	175,119		283,420		222,742		1,200,000		558,868		38,839
	4,461,750		4,219,967		5,060,025		4,880,553		5,371,783		8,485,393
	0		0		0		0		995,756		0
\$	17,096,713	\$	17,772,960	\$	21,482,079	\$	17,311,633	\$	20,750,664	\$	20,312,135

CITY OF GRIFFIN, GEORGIA

GENERAL GOVERNMENTAL EXPENDITURES AND OTHER USES BY FUNCTION (1)

Last Ten Fiscal Years

Function	1993	1994	1995	1996
General Government	\$ 1,134,219	\$ 1,171,927	\$ 1,312,676	\$ 1,323,495
Judicial	52,084	37,053	25,261	24,765
Public Safety	4,027,411	4,413,011	5,233,131	4,778,850
Public Works	1,205,422	1,299,721	1,343,075	1,471,642
Culture - Recreation	501,562	475,888	509,119	474,089
Sanitation	1,743,590	2,115,549	3,134,611	3,107,383
Economic Development and Assistance	27,744	88,386	106,933	373,558
Non-Departmental	3,308,294	3,599,043	3,742,741	3,840,784
Debt Service	54,360	53,845	25,879	19,250
Capital Outlay	1,087,014	824,980	710,856	509,705
Bond Redemption	90,000	225,593	100,000	100,000
TOTAL EXPENDITURES	\$ 13,231,700	\$ 14,304,996	\$ 16,244,282	\$ 16,023,521

Notes:

- (1) Includes General, Special Revenue, Debt Service, Capital Projects and Expendable Trust Funds
- (2) Sanitation Services was moved to an Enterprise Fund beginning in FY 2000
- (3) Golf Course was moved to an Enterprise Fund beginning in FY 2002

	1997		1998		1999		2000 (2)		2001		2002 (3)
\$	1,413,604	\$	1,459,738	\$	1,571,065	\$	1,962,370	\$	2,221,682	\$	3,486,772
	25,454		26,807		27,002		26,482		26,791		26,605
	4,878,450		5,131,299		5,900,301		6,649,200		7,239,272		9,809,631
	1,556,589		1,659,928		1,932,758		2,147,568		2,338,129		2,818,154
	517,767		560,182		627,525		702,363		830,948		315,851
	2,998,299		2,783,720		3,197,058		0		0		0
	114,607		29,584		16,886		26,655		710,661		904,778
	5,092,987		4,729,664		4,370,432		6,482,743		1,404,530		0
	9,379		15,540		2,750		36		538,902		293,975
	550,498		874,987		704,633		532,911		2,704,545		2,187,716
	100,000		100,000		100,000		0		0		0
\$	17,257,634	\$	17,371,449	\$	18,450,410	\$	18,530,328	\$	18,015,460	\$	19,843,482

CITY OF GRIFFIN, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Tax Year	Total Assessed Valuations	Taxable Assessed Valuations	Levy	Tax Collection	Percent	Delinquent Taxes Outstanding
1993	1992	\$768,199,315	\$307,279,726	\$2,147,887	\$2,145,085	99.87%	\$2,802
1994	1993	826,756,890	330,702,756	2,678,692	2,670,704	99.70%	7,988
1995	1994	841,327,575	336,531,030	2,678,979	2,673,157	99.78%	5,822
1996	1995	848,373,805	339,349,522	2,467,075	2,442,579	99.01%	24,496
1997	1996	867,150,813	346,860,325	2,885,875	2,842,519	98.50%	43,356
1998	1997	883,327,563	353,331,025	2,937,713	2,880,332	98.05%	57,381
1999	1998	996,576,498	398,630,599	3,715,237	3,630,941	97.73%	84,296
2000	1999	1,081,171,125	432,468,450	4,091,152	4,052,286	99.05%	38,866
2001	2000	1,137,381,468	454,952,587	4,303,851	4,200,464	97.60%	103,387
2002	2001	1,169,392,998	467,757,199	4,424,983	4,264,682	96.38%	160,301

CITY OF GRIFFIN, GEORGIA

TAX REVENUE BY SOURCE

Last Ten Fiscal Years

Fiscal Year Ended June 30	General Property Taxes	Sales & Use Taxes	General Receipts & Business Taxes	Other (1)	Total Taxes
1993	\$ 2,081,427	\$ 1,235,841	\$ 747,718	\$ 1,586,016	\$ 5,651,002
% Total	36.83%	21.87%	13.23%	28.07%	100.00%
1994	2,665,316	1,349,109	828,653	1,539,498	6,382,576
% Total	41.76%	21.14%	12.98%	24.12%	100.00%
1995	2,610,956	1,499,220	608,790	1,567,796	6,286,762
% Total	41.53%	23.85%	9.68%	24.94%	100.00%
1996	2,403,417	1,745,711	692,080	1,775,285	6,616,493
% Total	36.32%	26.38%	10.46%	26.83%	100.00%
1997	2,973,569	2,101,199	737,354	1,907,272	7,719,394
% Total	38.52%	27.22%	9.55%	24.71%	100.00%
1998	3,166,400	2,847,386	729,663	2,012,012	8,755,461
% Total	36.16%	32.52%	8.33%	22.98%	100.00%
1999	4,241,475	3,314,580	743,904	2,092,884	10,392,843
% Total	40.81%	31.89%	7.16%	20.14%	100.00%
2000	4,108,099	2,808,714	683,703	2,129,553	9,730,069
% Total	42.22%	28.87%	7.03%	21.89%	100.00%
2001	4,238,572	3,113,301	655,464	2,326,113	10,333,449
% Total	41.02%	30.13%	6.34%	22.51%	100.00%
2002	4,524,434	3,190,446	776,000	2,159,241	10,650,121
% Total	42.48%	29.96%	7.29%	20.27%	100.00%

Notes:

(1) Includes Alcoholic Beverage Excise Taxes, Hotel/Motel Taxes, Insurance Premium Taxes and Franchise Fees

CITY OF GRIFFIN, GEORGIA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year	Real Property		Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1993	\$212,120,051	\$530,300,128	\$89,416,780	\$223,541,950
1994	210,073,126	525,182,815	90,993,219	227,483,048
1995	229,393,759	573,484,398	95,480,100	238,700,250
1996	234,987,832	587,469,580	95,784,848	239,462,120
1997	245,576,287	613,940,718	118,273,026	295,682,565
1998	251,949,787	629,874,468	151,642,277	379,105,693
1999	264,536,183	661,340,458	185,796,502	464,491,255
2000	280,912,113	702,280,283	193,135,997	482,839,993
2001	326,801,284	817,003,210	195,932,309	489,830,773
2002	333,923,264	834,808,160	187,728,749	469,321,873

Note:

(1) Assessed value is gross value prior to exemption being applied

Public Utilities		Totals (1)		Percentage of Total Assessed To Total Estimated Actual Value
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$7,854,759	\$19,636,898	\$309,391,590	\$773,478,975	40%
7,854,759	19,636,898	308,921,104	772,302,760	40%
7,470,275	18,675,688	332,344,134	830,860,336	40%
8,212,190	20,530,475	338,984,870	847,462,175	40%
7,950,808	19,877,020	371,800,121	929,500,303	40%
7,950,808	19,877,020	411,542,872	1,028,857,180	40%
8,704,175	21,760,438	459,036,860	1,147,592,150	40%
8,546,167	21,365,418	482,594,277	1,206,485,693	40%
9,467,249	23,668,123	532,200,842	1,330,502,105	40%
8,421,773	21,054,433	530,073,786	1,325,184,465	40%

CITY OF GRIFFIN, GEORGIA

ASSESSED VALUATIONS, MILLAGE AND TAXES
LEVIED AND COLLECTED

Last Ten Fiscal Years

	1993	1994	1995	1996
Total Valuations	\$333,651,198	\$357,011,755	\$365,032,173	\$380,028,303
Real Estate Exemptions:				
Veterans Exemption	181,898	171,289	171,289	171,541
Freeport Exemption	16,592,550	16,262,541	15,104,274	20,022,148
Development Authority Exemption	0	0	3,029,656	9,165,796
Personal Property Exemption	0	0	0	0
Conservation Exemption	0	54,039	93,578	86,734
Covenanted Agricultural Exemption	8,800	6,348	0	0
Landmark & Historic Preservation Exemption	0	0	0	0
Net Taxable Bond Digest	316,867,950	340,517,538	346,633,376	350,582,084
Individual or Homestead Exemption	9,588,224	9,814,782	10,102,346	11,232,562
Net Maintenance & Operational Taxable Digest	\$307,279,726	\$330,702,756	\$336,531,030	\$339,349,522
Millage Levied				
General Operations	6.99	8.10	8.02	7.27
Bonded Indebtedness	0.00	0.00	0.43	0.33
Total Taxes Levied	\$2,147,887	\$2,678,692	\$2,678,979	\$2,685,147
Less Adjustments	0	0	0	-218,072
Net Taxes Levied	\$2,147,887	\$2,678,692	\$2,678,979	\$2,467,075
Tax Collections:				
Current Collections	\$2,145,085	\$2,670,704	\$2,673,157	\$2,442,579
Delinquent Collections				
Net Collections	\$2,145,085	\$2,670,704	\$2,673,157	\$2,442,579

1997	1998	1999	2000 (2)	2001	2002
\$420,312,648	\$470,849,937	\$482,594,277	\$522,485,779	\$532,200,842	\$530,073,799
113,612	177,276	241,264	279,176	284,336	298,084
34,662,096	59,660,846	45,524,624	43,146,504	31,991,693	26,608,494
26,878,377	44,793,362	35,359,525	41,684,164	40,017,346	30,733,604
0	0	16,803	18,755	15,493	15,107
194,484	212,922	248,026	394,836	384,945	384,945
0	0	0	0	0	5,516
0	0	0	53,958	53,958	53,958
358,464,079	366,005,531	401,204,035	436,908,386	459,453,071	471,974,091
11,603,754	12,674,506	2,573,436	4,439,936	4,500,484	4,216,892
\$346,860,325	\$353,331,025	\$398,630,599	\$432,468,450	\$454,952,587	\$467,757,199
8.32	8.32	9.59	9.46	9.46	9.46
0.28	0.28	0.00	0.00	0.00	0.00
\$2,885,875	\$2,937,713	\$3,715,237	\$4,091,152	\$4,303,851	\$4,424,983
0	0	0	0	0	0
\$2,885,875	\$2,937,713	\$3,715,237	\$4,091,152	\$4,303,851	\$4,424,983
\$2,842,519	\$2,880,332	\$3,018,568	\$4,010,677	\$4,115,208	\$3,794,149
		612,373	41,609	85,256	470,533
\$2,842,519	\$2,880,332	\$3,630,941	\$4,052,286	\$4,200,464	\$4,264,682

CITY OF GRIFFIN, GEORGIA

PROPERTY TAX RATES AFTER SALES TAX CREDITS- DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Fiscal Years

Fiscal Year	City of Griffin		Griffin- Spalding County Schools	Spalding County		State of Georgia Operating	Totals
	Operating	Debt Service		Operating	Debt Service		
1993	6.99	0.00	18.87	12.17	0.00	0.25	38.28
1994	8.10	0.00	17.33	10.96	0.00	0.25	36.64
1995	8.02	0.43	18.33	10.83	0.00	0.25	37.86
1996	7.27	0.33	17.91	11.55	0.00	0.25	37.31
1997	8.32	0.28	17.89	11.55	0.00	0.25	38.29
1998	8.32	0.28	18.83	11.55	0.00	0.25	39.23
1999	9.59	0.00	18.64	11.55	0.00	0.25	40.03
2000	9.46	0.00	19.57	9.70	0.00	0.25	38.98
2001	9.46	0.00	18.94	9.88	0.00	0.25	38.53
2002	9.46	0.00	18.94	9.88	0.00	0.25	38.53

CITY OF GRIFFIN, GEORGIA

RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

Last Ten Fiscal Years

Fiscal Year	Population (1)	Assessed Value	Gross Bonded Debt (2)	Debt Service Monies Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per capital
1993	22,278	\$307,279,726	\$90,000	\$71,487	\$18,513	0.01%	\$0.83
1994	22,405	330,702,756	255,593	16,450	239,143	0.07%	10.67
1995	21,785	336,531,030	100,000	26,172	73,828	0.02%	3.39
1996	21,800	339,349,522	100,000	26,172	73,828	0.02%	3.40
1997	21,644	346,860,325	100,000	25,044	74,956	0.02%	3.46
1998	21,499	353,331,025	100,000	59,004	40,996	0.01%	1.91
1999	21,550	398,630,599	100,000	36	99,964	0.03%	4.64
2000	23,451	432,468,450	0	0	0	0.00%	0.00
2001	24,037	454,952,587	0	0	0	0.00%	0.00
2002	24,398	467,757,199	0	0	0	0.00%	0.00

Notes:

(1) U.S. Bureau of Census

(2) Includes all long-term general obligations

CITY OF GRIFFIN, GEORGIA

COMPUTATION OF LEGAL DEBT MARGIN

June 30, 2002

TOTAL ASSESSED VALUE		\$ 530,073,786
Debt Limit 10 Percent of Total Assessed Value		53,007,379
Amount of Debt Applicable to Debt Limit:		
Total Bonded Debt	\$ -	
Tax Anticipation Note	7,000,000	
Georgia Municipal Association Capital Lease	245,232	
Less: Assets in Debt Service Fund	-	
Total Amount of Debt Applicable to the Debt Limit		7,245,232
Legal Debt Margin		\$ 45,762,146

CITY OF GRIFFIN, GEORGIA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

June 30, 2002

Direct Debt

Self Supporting Revenue Debt:

City of Griffin Revenue Refunding and Improvement Bonds, Series 1993 B (Dated July 1, 1999)	\$ 9,505,000	
City of Griffin Combined Public Utility Revenue Bonds, Series 1996 (Dated October 6, 1996)	5,690,000	
City of Griffin Combined Public Utility Revenues Bonds, Series 1997 (Dated December 1, 1996)	5,475,000	
Less: Sinking and Reserve Funds	(3,985,239)	
Georgia Environmental Facilities Authority #87-002-WQ	343,806	
Georgia Environmental Facilities Authority #98-007-NP	2,159,750	
Georgia Municipal Association Capital Leases	<u>1,617,392</u>	\$ 20,805,709

Tax Supported Revenue Debt

Tax Anticipation Note	7,000,000	
Georgia Municipal Association Capital Lease	<u>245,232</u>	<u>7,245,232</u>

Total Direct Debt

\$ 28,050,942

Overlapping Debt

Self Supporting Revenue Debt:

1992 Spalding County Water & Sewerage Facilities Authority Bond	\$ 10,125,000	
Less: Sinking and Reserve Funds	(1,435,225)	
Capital Lease	<u>103,954</u>	8,793,729

Tax Supported Revenue Debt:

Spalding County, Georgia Sales Tax Bonds Series 1997	3,075,000	
Less: Sinking and Reserve Funds	(4,039,661)	

Capital Leases

2,793,052

Certificates of Participation

5,848,634

7,677,025

Total Direct Debt

16,470,754

CITY'S SHARE OF NET OVERLAPPING DEBT (1)

6,272,063

TOTAL CITY DIRECT AND OVERLAPPING DEBT

\$ 34,323,005

Notes:

- (1) City's share calculated on 2001 County Taxable Valuation of \$1,228,225,072 and City Taxable Valuation of \$467,757,199; percent 38.08%

CITY OF GRIFFIN, GEORGIA

RATIO OF ANNUAL DEBT SERVICE EXPENDITURE FOR
GENERAL BONDED DEBT TO TOTAL EXPENDITURES AND OTHER USES

Last Ten Fiscal Years

Fiscal Year	Debt Service Requirements				Percent of Debt Service to General Expenditures & Other Uses	
	Principal	Interest	Fiscal Charges	Total	Expenditures and Other Uses	
1993	\$90,000	\$53,625	\$735	\$144,360	\$13,231,700	1.09%
1994	255,593	53,470	375	309,438	14,641,904	2.11%
1995	100,000	24,750	1,129	125,879	16,244,282	0.77%
1996	100,000	19,250	0	119,250	16,023,521	0.74%
1997	100,000	8,250	1,129	109,379	17,257,652	0.63%
1998	100,000	13,750	1,790	115,540	17,371,449	0.67%
1999	100,000	2,750	0	102,750	18,450,410	0.56%
2000	0	0	0	0	18,530,292	0.00%
2001	0	0	0	0	19,816,706	0.00%
2002	0	0	0	0	19,843,482	0.00%

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF WATER AND SEWER REVENUE BOND COVERAGE

Last Ten Fiscal Years

Fiscal Year	Operating Revenue	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
1993	\$27,382,387	\$20,422,688	\$6,959,699	\$490,370	\$170,992	\$661,362	10.52%
1994	30,759,509	22,497,997	8,261,512	1,630,425	637,844	2,268,269	3.64%
1995	30,943,273	22,970,182	7,973,091	923,481	681,061	1,604,542	4.97%
1996	32,694,149	23,386,104	9,308,045	477,723	657,406	1,135,129	8.20%
1997	33,274,489	23,108,085	10,166,404	505,460	1,085,277	1,590,737	6.39%
1998	37,530,449	26,360,884	11,169,565	962,352	1,353,783	2,316,135	4.82%
1999	39,999,526	28,833,337	11,166,189	998,777	1,296,916	2,295,693	4.86%
2000	40,473,775	33,492,124	6,981,651	1,035,482	1,196,737	2,232,219	3.13%
2001	41,277,944	30,290,061	10,987,883	1,460,298	1,151,656	2,611,954	4.21%
2002	37,687,375	33,776,815	3,910,560	1,085,000	1,174,486	2,259,486	1.73%

CITY OF GRIFFIN, GEORGIA

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Estimated Population (1)	Taxable Assessed Valuations (2)	Bank Deposits (3) & (4) (000)	Building Permits (5)	Griffin-Spalding School Enrollment (6)
1993	22,278	\$309,391,590	\$478,059	\$9,089,191	10,289
1994	22,405	308,921,104	488,655	21,822,295	10,169
1995	21,785	332,344,134	526,075	13,135,437	10,331
1996	21,800	338,984,870	530,798	33,999,921	10,411
1997	21,644	371,800,121	545,956	26,503,683	10,421
1998	21,499	411,542,872	586,366	30,171,917	10,512
1999	21,550	459,036,860	578,360	14,107,229	10,452
2000	23,451	482,594,277	571,012	23,433,008	10,467
2001	24,037	532,200,842	569,435	17,393,909	10,340
2002	24,398	530,073,786	630,271	20,376,681	10,477

Notes:

(1) U.S. Bureau of Census

(2) Spalding County Tax Commissioner's Office

(3) Federal Deposit Insurance Corporation Statistics for Years 1992 through 2001,
Local Bank Statistics for Year 2002

(4) Local Credit Union Statistics for Years 1999 through 2002

(5) City of Griffin Statistics

(6) Griffin-Spalding County Board of Education Statistics

CITY OF GRIFFIN, GEORGIA

PROPERTY VALUES, CONSTRUCTION AND BANK DEPOSITS

Last Ten Fiscal Years

Fiscal Year	Residential & Commercial Construction (1)		Bank Deposits (2) & (3) (000)	Property Value (4)
	Number of Permits	Value		
1993	529	\$9,089,191	\$478,059	\$773,478,975
1994	535	21,822,295	488,655	772,302,760
1995	629	13,135,437	526,075	830,860,336
1996	577	33,999,921	530,798	847,462,175
1997	650	26,503,683	545,956	929,500,303
1998	644	30,171,917	586,366	1,028,857,180
1999	795	14,107,229	578,360	1,147,592,150
2000	809	23,433,008	571,012	1,206,485,693
2001	842	17,393,909	569,435	1,330,502,105
2002	(5) 445	20,376,681	630,271	1,325,184,465

Notes:

(1) City of Griffin Statistics, based upon calendar years

(2) Federal Deposit Insurance Corporation Statistics for Years 1993 through 2001,
Local Bank Statistics for Year 2002

(3) Local Credit Union Statistics for Years 1999 through 2002

(4) Estimated Actual Value

(5) Statistics from January 1, 2002 to September 11, 2002

CITY OF GRIFFIN, GEORGIA

PRINCIPAL TAXPAYERS

June 30, 2002

Taxpayer	Type of Business	Assessed Taxable Valuation			Percentage to Total Assessed Valuation
		Real Property	Tangible Personal Property	Total	
NACOM	Automotive Electronics Manufacturer	\$10,737,996	\$37,449,180	\$48,187,176	9.1%
Cooper Standard	Automotive Rubber Seals Manufacturer	2,346,937	9,305,354	11,652,291	2.2%
Spalding Regional Hospital	Medical	7,165,551	2,624,222	9,789,773	1.8%
Bandag	Tire Retreading Manufacturer	1,160,552	8,173,185	9,333,737	1.8%
Exopack (1)	Packaging Materials Manufacturer	1,818,864	5,607,394	7,426,258	1.4%
Halpern Enterprises	Retail Shopping Center Development	6,145,244	0	6,145,244	1.2%
Williamette Industries	Corrugated Container Manufacturer	2,200,000	4,145,228	6,345,228	1.2%
1888 Group	Towel Manufacturer	1,069,766	3,960,389	5,030,155	0.9%
Home Depot	Home Improvement Retailer	1,735,626	2,285,308	4,020,934	0.8%
Walden Point	Real Estate Development	3,900,000	0	3,900,000	0.7%
		<u>\$38,280,536</u>	<u>\$73,550,260</u>	<u>\$111,830,796</u>	<u>21.1%</u>

CITY OF GRIFFIN, GEORGIA

TOP TEN ELECTRIC CUSTOMERS

June 30, 2002

Customer	Mega-Watt Hours Metered	Total Billing	Percentage of Total Electric Revenues (1)
Standard Products	25,844	\$1,181,913	3.70%
Exopack	17,078	1,011,139	3.16%
Bandag	16,598	926,516	2.90%
Caterpillar	10,654	436,378	1.37%
Spalding Regional Hospital	7,238	485,858	1.52%
Williamette Industries	7,213	401,179	1.27%
University of Georgia - Griffin Campus (2)	6,846	450,513	1.41%
City of Griffin Filter Plant	5,977	403,689	1.26%
Southern Terry	5,721	351,783	1.10%
Hoshizaki	4,631	196,381	0.61%
	<u>107,800</u>	<u>\$5,845,349</u>	<u>18.31%</u>

Notes:

(1) Based upon total electric revenues of \$ 31,947,714 for fiscal year 2002

(2) University of Georgia - Griffin Campus was formerly known as Georgia Experiment Station.

CITY OF GRIFFIN, GEORGIA

TOP TEN WATER CUSTOMERS

June 30, 2002

Customer	Gallons Metered	Total Billing	Percentage of Total Water Revenues (1)
Spalding County	767,736,030	\$3,455,291	35.37%
Springs Industries	222,231,800	613,089	6.28%
Standard Products	31,968,000	100,949	1.03%
City of Zebulon	59,711,000	100,056	1.02%
Southern Terry	27,285,200	85,604	0.88%
NACOM	8,016,000	46,489	0.48%
Rental Uniform Service	8,737,000	37,831	0.39%
Griffin Housing Authority	2,890,000	22,096	0.24%
City of Williamson	5,439,000	19,588	0.20%
Spalding County Correctional Institute	3,062,000	18,929	0.19%
	<u>1,137,076,030</u>	<u>\$4,499,921</u>	<u>46.07%</u>

Notes:

(1) Based upon total water revenues of \$ 9,770,200 for fiscal year 2002

CITY OF GRIFFIN, GEORGIA

TOP TEN SEWER CUSTOMERS

June 30, 2002

Customer	Gallons Metered	Total Billing	Percentage of Total Sewer Revenues (1)
Standard Products	31,968,000	\$136,241	4.60%
Southern Terry	27,285,200	116,008	3.92%
NACOM	8,016,000	62,469	2.11%
Rental Uniform Service	8,737,000	50,758	1.72%
Griffin Spalding Hospital	1,156,800	30,141	1.02%
Griffin Housing Authority	2,890,000	29,662	1.00%
Spalding County Correctional Institute	3,062,000	27,293	0.92%
Riverside Uniform Rental	4,493,000	20,451	0.69%
Howard Johnson Hotel	1,860,100	18,889	0.64%
Spalding Convalescent Center	2,434,400	10,050	0.34%
	<u>91,902,500</u>	<u>\$501,961</u>	<u>16.97%</u>

Notes:

(1) Based upon total sewer revenues of \$ 2,959,854 for fiscal year 2002

CITY OF GRIFFIN, GEORGIA

MISCELLANEOUS STATISTICS

June 30, 2002

Date of Incorporation: 1843

Date Charter Adopted: 1843

Form of Government:

Type: Commission - Manager

Commission consists of seven members

Terms of Office:

Mayor - Appointed Annually from within the Commission

Commission - 4 Years

Manager - Appointed by Commission



City Nickname: The Iris City

City Motto: Griffin, Great and Growing

Average Annual Temperature: 62° F

Average Annual Rainfall: 51.6 inches

Griffin is a Mainstreet City. Our downtown is designated a National Historic Business District, with over 38 historic structures.

Sites on the National Register of Historic Places: 14

Historical Markers: 20

Griffin is a potential stop for the Georgia Commuter Rail System's Atlanta to Macon Line.

Land Area:

Square Miles for Last Ten Years

	Land Area July 1	Increase in Area	Land Area June 30
1993	13.132	0.000	13.132
1994	13.132	0.120	13.252
1995	13.252	0.015	13.267
1996	13.267	0.654	13.920
1997	13.920	0.046	13.967
1998	13.967	0.127	14.094
1999	14.094	0.000	14.094
2000	14.094	0.025	14.119
2001	14.119	0.021	14.140
2002	14.140	0.001	14.141

Land Use:

Single Family Residential	30%
Vacant/ Undeveloped	15%
Transportation/Comm/Utility	15%
Public/Institutional	10%
Commercial	8%
Other	22%

City Owned Utilities:

Electric System- City of Griffin MEAG Power

Average Number of Residential Customers: 14,652

Average Residential Monthly Bill: \$ 68

Pole Miles of Transmission Lines: 284

Primary Distribution Sub-System Capacity: 190 million volt amps

Average Daily Consumption (kilowatt hrs/day): 1,020,751

Peak Demand (kilowatts): 90,353

Sewer System

Miles of Sanitary Sewers: 160

Number of Lift Stations: 17

Sewer Treatment Facilities: 3

Daily Average Treatment: 3.38 MGD

Peak Day Treatment Rate: 3.43 MGD

Number of Service Connections: 9,290

Average Number of Customers Billed: 9,182

Water System

Miles of Water Mains: 175

Daily Average Consumption: 8.16 MGD

Plant Capacity: 12.0 MGD

Number of Service Connections: 9,430

Deep Wells: 5

Number of Fire Hydrants: 7,392

Ground Storage Capacity: 500,000 gallons

Heads Creek Reservoir Capacity: 620,000,000 gallons

Elevated Storage Capacity: 4,000,000 gallons

Peak Day Pumping Rate: 14.28 MGD

Average Number of Customers Billed: 9,352

Average Bill (water and sewer combined): 28.66

Number of Street Lights:

879

Miles of Streets

Paved: 162.5

Unpaved: .5

Fire Protection

Number of Stations: 3

Number of Employees: 66

Incident Responses for Calendar Year 2001

Fire 227

Rescue 381

Hazard 252

False Alarm 273

Other 171

Total Calls 1,304

Fire Prevention Inspections:

682

Hours of Training Received : 11,139

Average Per Firefighter Per Year: 171

Police Protection

Number of Employees: 84

Number of Vehicular Patrol Units: 65

Number of Law Violations

Physical Arrests: 3,888

Traffic Violations: 7,704

Parking Violations: 3,712

Non-City Owned Public Utilities:

Electric - Georgia Power, Central Georgia Electric Membership Corporation, Lamar Electric Membership Corporation,

Coweta-Fayette Electric Membership Corporation

Natural Gas - Georgia Natural Gas, Scana Energy

Telephone - Bellsouth Telephone Company, AT&T Long Distance

Cable Television - Insight Communications

CITY OF GRIFFIN, GEORGIA
MISCELLANEOUS STATISTICS

June 30, 2002
(Continued)

Public Education:

High Schools	2
Number of Classrooms:	161
Number of Administrative Personnel:	31
Number of Teachers:	195
Number of Students:	2,475
Middle Schools	4
Number of Classrooms:	168
Number of Administrative Personnel:	21
Number of Teachers:	174
Number of Students:	2,614
Elementary Schools	10
Number of Classrooms:	353
Number of Administrative Personnel:	43
Number of Teachers:	386
Number of Students:	5,293

Colleges and Universities:

Griffin Technical College
 Mercer University - Griffin Extension
 Gordon College
 University of Georgia - Griffin Campus

Fall Enrollment (Last Ten Years)

Year	Griffin Tech	Mercer	Gordon
1993	1,768	not available	2,241
1994	1,963	not available	2,159
1995	2,015	281	2,205
1996	2,096	273	2,227
1997	2,208	264	2,348
1998	2,154	268	2,476
1999	2,469	281	2,758
2000	3,217	298	2,890
2001	4,336	294	3,074
2002	6,599	266	

The University of Georgia- Griffin Campus has, on average, approximately 50 Graduate Students and 10 Post-Doctorate Students enrolled for each of the last ten years. The Campus held 348 events in 2001-2002, serving approximately 8,169 people.

Faculty - Staff Employment

Year	Griffin Tech	Mercer	Gordon
1993	not available	not available	135
1994	not available	not available	130
1995	not available	13	not available
1996	not available	13	142
1997	177	13	125
1998	183	13	not available
1999	183	13	not available
2000	220	13	146
2001	255	13	175
2002	329	13	195

Transportation:

Public Airport
 Highways:
 U.S. 19 / 41,
 Interstate 75
 State Roads: Highways 16, 92, 155 and 362
 Railroads:
 Norfolk Southern Railroad
 Trucking Facilities:
 5 Interstate and 28 Inter/Intrastate common carriers
 5 local Taxicab Companies

Recreation:

	City of Griffin	Spalding County
Park Facilities	4	8
Park Amenities Featured		
Baseball and Softball Fields:	0	19
Basketball Courts:	2	6
Soccer Fields:	0	10
Football Fields:	0	2
Tennis Courts:	6	0
Shuffleboard Courts:	0	1
Horseshoe Pits:	0	1
Bocce Courts:	0	1
Gymnasiums:	0	3
Game/Activity Rooms:	1	2
Playgrounds:	4	5
Walking Trails:	1	5
Golf Courses:	1	0
Miniature Golf:	1	0
Swimming Pools:	1	1
Roller Hockey:	1	0
Pavilions:	7	2

Fishing and boating allowed on Head's Creek Reservoir
 (Boats must have electric motors)

Griffin Spalding Public Library

Private Recreation Facilities Available

Golf Courses:	5
Miniature Golf:	1
Indoor Playground:	1
Indoor Skating Rinks:	2
Motion Picture Screens:	4
Fitness Centers:	3
Billiards Centers:	3
Bowling Centers:	1

The Arts:

Camelot Theater Company, Main Street Theater,
 Griffin Ballet Theatre, Rhythm Nation, Griffin Arts
 Griffin Spalding Art Association, Griffin Music Club,
 Griffin Area Community Concert Association,
 Griffin Art Gallery

Museums:

Regional Historical Museum, Griffin Spalding Athletic Hall of Fame

Annual Events:

Griffin Arts, Crafts and Antiques Fest
 Great Griffin Mayfling, Taste of Downtown,
 Doc Holliday Days, Fourth of July Celebration
 Spalding County Fair, Downtown Christmas Open House

Meeting Facilities (seating capacity):

Griffin Auditorium:	1,000
Griffin Technical College Lecture Hall:	206
City of Griffin Welcome Center:	200

News, Radio and Television:

Local Daily Newspaper	1	
Local Radio Stations	4	
Area Radio Stations	64	
Television	Local Origination:	WCOM - Griffin
	ABC	WSB - Atlanta
	CBS	WGCL - Atlanta
	NBC	WXIA - Atlanta
	FOX	WAGA - Atlanta
	UPN	WUPA - Atlanta
	Public Broadcasting	WPBA - Atlanta
		WGTV - Atlanta

CITY OF GRIFFIN, GEORGIA
MISCELLANEOUS STATISTICS

June 30, 2002

(Continued)

Census (Last Four U.S. Censuses):

<u>Year</u>	<u>Count</u>
1970	22,734
1980	20,728
1990	21,738
2000	23,451

Financial Institutions:	7
Area Clubs and Organizations:	98
Area Churches:	124
State Parks within one hour's drive:	7
Hospitals:	1
Doctors (hospital privileges):	75
Hotels / Motels:	6
Bed & Breakfasts:	1

Selected statistics from Census 2000

	<u>Griffin</u>	<u>Spalding County</u>
Total Population	23,451	58,417
Male	10,866	28,182
Female	12,585	30,235
Population Density		
Median Age	32.8	34.6
Per Capita Income	15,563	16,971
Average Household Size	2.60	20.67
Median Household Income	30,088	36,221
Average Family Size	3.17	3.12
Median Home Value	90,700	86,600
Population over 16 years of age	17,468	44,206
Percentage of Population over 16	74.49%	75.67%
Persons over 16, not in labor force	7,469	17,058
Employed Population	9,999	27,148
Occupations		
Management/Professional & Related	2,249	5,720
Service	1,330	3,195
Sales and Office Occupations	2,202	6,344
Farming/Fishing/Forestry	58	93
Construction/Extraction/Maintenance	873	3,829
Production/Transportation/Material Movi	2,410	6,257
Armed Forces	23	23
Unemployed Population	854	1,687

Nearby Sporting and Entertainment Venues:
 Atlanta Motor Speedway NASCAR Racing
 Turner Field- Atlanta Braves Baseball
 The Georgia Dome- Atlanta Falcons Football
 Philips Arena- Atlanta Hawks Basketball, Atlanta Thrashers Hockey,
 Concerts, Special Events
 Six Flags Amusement Park
 Stone Mountain Park

Elections

Number of Registered Voters in last election 10,894

Number of Votes Cast in:

	<u>Votes Cast</u>	<u>Percentage of Registered Voters Voting</u>
Last General Election	1,916	17.6%
Last Municipal Election	3,451	31.7%

Ten Largest Employers in the Community

<u>Employer</u>	<u>Type of Business</u>	<u>Employees</u>
Griffin-Spalding School System	Education	1,500
Springs Industries	Textiles Manufacturer	1,100
NACOM	Automotive Electronics Manufacturer	1,000
AMI (Tenet) Spalding Regional Hospital	Medical	850
Cooper Standard	Automotive Rubber Seals Manufacturer	620
City of Griffin	Government	501
Spalding County	Government	448
William Carter Company	Children's Clothing Manufacturer	323
AEP	Packaging Film Manufacturer	300
1888 Group	Towel Manufacturer	270

Percentage Rate of Unemployment for the Last Ten Years

<u>Year</u>	<u>Spalding County</u>	<u>State of Georgia</u>	<u>United States of America</u>
1993	6.1%	5.8%	6.9%
1994	5.1%	5.2%	6.1%
1995	4.7%	4.9%	5.6%
1996	5.1%	4.6%	5.4%
1997	5.1%	4.5%	4.9%
1998	4.5%	4.2%	4.5%
1999	4.2%	4.0%	4.2%
2000	4.9%	3.7%	4.0%
2001	4.8%	4.6%	4.8%
2002	5.9%	4.6%	5.8%

Acknowledgements:

Climate data obtained from The Weather Channel (weather.com).

Historic site information obtained from City statistics, Griffin Mainstreet and the Griffin Historical Society.

Education data obtained from statistics of the Griffin-Spalding Board of Education, Griffin Technical College, Mercer University, Gordon College, the University of Georgia - Griffin Campus, the University System of Georgia, and the Georgia Department of Technical and Adult Education.

Transportation and recreation obtained from city and county statistics.

Arts, museum, event and meeting facilities information obtained from Griffin Mainstreet.

Census and population data obtained from the United States Bureau of Census.

Employer statistics obtained from the Griffin-Spalding Chamber of Commerce.

Unemployment Data obtained from the United States Department of Labor and the Georgia Department of Labor.

Information and data on land area and use, utilities, roads, fire, police, crime, newspapers, radio and television stations obtained from city statistics.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF INSURANCE IN FORCE

June 30, 2002

Name of Company	Policy Number	Policy Period		Details of Coverage	Liability Limit	Estimated Annual Premium
		From	To			
Old Republic Insurance Company	PR121505	5/1/02	5/1/03	Airport Liability	\$5,000,000	\$8,560
Georgia Interlocal Risk Management Agency	City of Griffin GR-1	5/1/02	5/1/03	General Liability	1,000,000	218,748
		5/1/02	5/1/03	Dishonesty Bond	500,000	Included
Georgia Interlocal Risk Management Agency	City of Griffin GR-1	5/1/02	5/1/03	Public Officials Liability	1,000,000	163,514
Georgia Interlocal Risk Management Agency	City of Griffin GR-1	5/1/02	5/1/03	Law Enforcement Liability	1,000,000	43,208
Georgia Interlocal Risk Management Agency	City of Griffin GR-1	5/1/02	5/1/03	Automobile Liability and Physical Damage	1,000,000	140,585
Georgia Interlocal Risk Management Agency	City of Griffin GR-1	5/1/02	5/1/03	Property and Machinery	1,000,000	37,269



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