

CITY OF GRIFFIN, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

Prepared by:
Griffin Finance Department

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

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

FINANCIAL SECTION

Independent Auditor's Report	1 – 3
Management's Discussion and Analysis	4 – 13

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	14
Statement of Activities	15

Fund Financial Statements:

Balance Sheet – Governmental Funds	16
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	18
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (GAAP Basis) and Actual – General Fund	19 and 20
Statement of Net Position – Proprietary Funds	21 and 22
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	23 and 24
Statement of Cash Flows – Proprietary Funds	25 – 28
Statement of Fiduciary Net Position – Fiduciary Fund	29
Statement of Changes in Fiduciary Net Position – Fiduciary Fund.....	30
Notes to Financial Statements.....	31 – 78

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in the City's Net Pension Liability and Related Ratios.....	79 and 80
Schedule of City Contributions – Retirement Plan.....	81 and 82
Schedule of Changes in the City's Net OPEB Liability and Related Ratios.....	83
Schedule of City Contributions – OPEB Plan	84

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS (CONTINUED)

Page

SUPPLEMENTARY INFORMATION

Combining Statements and Schedules

Nonmajor Governmental Funds:

(Special Revenue Funds, Capital Projects Funds and Permanent Funds)

Combining Balance Sheet – Nonmajor Governmental Funds.....	85 – 87
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	88 – 90
Special Revenue Funds – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Hotel/Motel Tax Fund	91
Multiple Grant Fund.....	92
Confiscated Assets Fund	93
Police Technology Fund	94
Court Technology Fund	95
Police Donations Fund.....	96
2020 CDBG Fund	97
2021 CDBG Fund	98
COPS Grand Fund	99
Federal Relief Grant Fund.....	100
FEMA Fund.....	101
Neighborhood Stabilization Fund	102
Neighborhood Stabilization 3 Fund.....	103
Tax Allocation Districts Fund.....	104
Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds – 2009 Issue	105
Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds – 2016 Issue	106

Nonmajor Enterprise Funds:

Combining Statement of Net Position	107 and 108
Combining Statement of Revenues, Expenses and Changes in Net Position	109 and 110
Combining Statement of Cash Flows	111 – 114

CITY OF GRIFFIN, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS (CONTINUED)

Page

SUPPLEMENTARY INFORMATION (CONTINUED)

Nonmajor Enterprise Funds (Continued):

Internal Service Funds:

Statement of Net Position	115
Statement of Revenues, Expenses and Changes in Net Position	116
Statement of Cash Flows	117 and 118

Component Units:

Balance Sheet	119
Statement of Revenues, Expenditures and Changes in Fund Balance	120

Airport Authority:

Statement of Revenues, Expenses and Changes in Net Position – Airport Authority	121
Statement of Cash Flows – Airport Authority	122

STATISTICAL SECTION

FINANCIAL TRENDS

Net Position by Activity – Last Ten Fiscal Years.....	123
Changes in Net Position – Last Ten Fiscal Years	124 – 126
Fund Balances – Governmental Funds – Last Ten Fiscal Years	127
Changes in Fund Balances – Governmental Funds – Last Ten Fiscal Years	128 and 129
General Governmental Tax Revenues by Source – Last Ten Fiscal Years	130

REVENUE CAPACITY

Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years.....	131
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	132
Property Tax Levies and Collections – Last Ten Fiscal Years.....	133
Principal Property Taxpayers – Current Year and Nine Years Ago.....	134
Top Ten Sewer Customers – Current Year and Nine Years Ago	135
Top Ten Water Customers – Current Year and Nine Years Ago	136
Top Ten Electric Customers – Current Year and Nine Years Ago.....	137

CITY OF GRIFFIN, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2021

TABLE OF CONTENTS (CONTINUED)

Page

STATISTICAL SECTION (CONTINUED)

DEBT CAPACITY

Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	138
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	139
Legal Debt Margin Information – Last Ten Fiscal Years.....	140
Direct and Overlapping Governmental Activities Debt.....	141
Revenue Bond Coverage – Combined Public Utility Revenue Bonds – Last Ten Fiscal Years.....	142

DEMOGRAPHIC AND ECONOMIC INFORMATION

Demographic Statistics – Last Ten Fiscal Years.....	143
Principal Employers – Current Year and Nine Years Ago	144

OPERATING INFORMATION

Full-Time Equivalent City Government Employees by Function – Last Ten Fiscal Years.....	145
Operating Indicators by Function – Last Ten Fiscal Years	146
Capital Asset Statistics by Function – Last Ten Fiscal Years	147

COMPLIANCE SECTION

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	148 and 149
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	150 and 151
Schedule of Expenditures of Federal Awards	152
Notes to Schedule of Expenditures of Federal Awards.....	153
Schedule of Findings and Questioned Costs	154 and 155
Summary Schedule of Prior Year Findings	156

INTRODUCTORY SECTION



October 29, 2021

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

Ladies and Gentlemen:

The Annual Comprehensive Financial Report (“ACFR”) of the City of Griffin, Georgia for the fiscal year ended June 30, 2021, is submitted herewith. In doing so, the City complies with State of Georgia, [O.C.G.A. § 36-81-7\(a\)\(1\)](#), that requires the governing authority of each unit of local government having a population in excess of 1,500 persons according to the latest estimate of population by the United States Bureau of the Census or expenditures of \$550,000.00 or more shall provide for and cause to be made an annual audit of the financial affairs and transactions of all funds and activities of the local government for each fiscal year of the local government.

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

Mauldin & Jenkins, Certified Public Accountants, LLC, has issued an unmodified opinion on the City of Griffin’s financial statements for the fiscal year ended June 30, 2021. The independent auditor’s report is located at the front of the financial section of this report.

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

The City of Griffin receives financial assistance through various federal grant programs. As required by the Single Audit Act Amendments of 1996 and the provisions of Uniform Guidance, audits of programs receiving federal grants have been performed for the fiscal year ended June 30, 2021. The required reports on supplementary information, compliance, internal controls, and various supplementary schedules are included under the Compliance Sections.

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



Formal Transmittal

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

Profile of the Government

- *Population* – The City of Griffin is a municipal corporation created and existing under the laws of the State of Georgia and has as its formal name the “City of Griffin”. The City is located in the central portion of the State of Georgia approximately 40 miles south of the City of Atlanta. Griffin is centrally located in and is the county seat of Spalding County. The City was originally chartered in 1843. The City presently has a land area of approximately 14 square miles, located at approximately 943 feet above sea level, and has a population of 22,813 (1,630 per square mile).
- *General structure* – The City of Griffin is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by the State to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing Board.

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



Under the City’s Charter, a full-time City Manager is employed by and serves at the pleasure of the Board of Commissioners. The City Manager is the Chief Operating Officer of the City government and is responsible for the efficient administration and day-to-day operations of all departments.

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

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



- *Budget process* – In accordance with O.C.G.A. § 36-81-3, the City’s annual budget serves as the foundation for the City of Griffin’s financial planning, control and professional management of City resources. The budget provides for setting priorities and an orderly means of controlling cash flows and disbursements. All departments of the City of Griffin are required to submit requests for appropriations to the City Manager on or about March 1. The City Manager uses these requests as a starting point for developing a proposed budget. The City Manager then presents the proposed budget to the Board of Commissioners for review, prior to May 15. The Board of Commissioners is required to hold public hearings on the proposed budget and to adopt a final budget no later than June 30 (the close of the City’s fiscal year).
- *Governmental funds with an annual appropriated budget* – The annual budget is prepared by fund, function, and department, for example: General Fund, Public Safety, Police, etc... Budget to actual comparisons are provided in this report for each individual fund for which an appropriated budget has been adopted. For the general fund, this comparison extends to the department level. Budget and actual comparisons for all governmental funds are presented in the Financial Section of the financial statements.
- *Legal level of budgetary control* – The legal level of budgetary control is at the fund and department level. Department directors are allowed to make transfers within appropriated categories of their operational divisions. The Board of Commissioners approves appropriations budget revisions between departments. Budgetary control is maintained with monthly reviews of actual results compared to budget and with budget confirmation prior to the issuance of a purchase order.

City of Griffin’s Economic Condition

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

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

The City of Griffin has an historic downtown filled with architecture and hometown feel. Driven by the service industry, this area provides small town charm with contemporary amenities and services. The greater region has a varied manufacturing and industrial base. As a region, the area’s unemployment rate decreased to 4.4 percent compared to 8.1 percent from the prior year (see Three Rivers Region Unemployment Rate). Major industries with corporate headquarters or divisions located within or near the City include medical, manufacturing, automotive parts, materials and packaging, retail (with specialty shops), and real estate development.

Growing, TOGETHER



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

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

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

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

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

Growing, TOGETHER



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

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

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



- *Community Development Block Grants* – The City received over \$5.75 million in Community Development Block Grants (“CDBG”) in the past eight years. The purpose of these grants is to assist the City in accomplishing multi-infrastructure improvements. Specifically, CDBG funds helped replace or rehabilitate 7.5 miles of water mains, 2.3 miles of sewer lines, replace 109 sewer manholes, renew 700 water service lines, and install 76 new fire hydrants.
- *Water and Wastewater Infrastructure* – Shoal Creek Wastewater Treatment Plant upgrade project will cost around \$8 million in order to replace the headworks and dewater settling ponds. The City is working in partnership with the Georgia Environmental Facilities Authority (“GEFA”) for financing. Heads Creek Reservoir Dam is currently under review and the cost estimate is approximately 7 million. Stormwater Utility received a \$4 million loan through GEFA as funding for infrastructure replacement.
- *Transportation Planning* – The City and Spalding County are working together on transportation projects and funding in the form of Special Purpose Local Option Sales Tax (“SPLOST”). Over the next four years, the City will coordinate approximately \$5 million for paving city streets and spend roughly \$1.3 million on traffic signal upgrades throughout the City. In addition, the City received \$2.5 million from the Department of Transportation for road improvements. Additional intersection and pedestrian crosswalk improvements will occur depending on available funding.
- *Incentives* – The City offers numerous incentive programs, in addition to Opportunity and Enterprise Zones, such as Tax Allocation Districts (or Tax Increment Financing), job tax credits, and infrastructure bonding. More specific programs are available such as:
 - Semi-Annual Façade Grant Programs offer up to \$5,000 of the cost to renovate the exterior of your new business location.
 - The City offers up to \$250,000 available credit financed at 2% interest rate for 40% of your project through the state Downtown Development Revolving Loan Fund.
 - An additional \$250,000 available at a 3.5% interest rate, from the Georgia Cities Fund, for a project where 40% of your project exceeds \$250,000.
 - Up to \$10,000 available at a low interest rate from the DDA’s Internal Revolving Loan Fund.
 - Direct, Dedicated (or Shared) Fiber Optic Internet available through The City of Griffin Fiber Program.
 - FREE Business plan and general business educational support through the UGA Small Business Development Center.
 - Up to a 30% reduction on electric, water/sewer, and solid waste rates for the first three years as a new business.
 - Part of the Downtown is located in an Enterprise Zone that allows for partial abatement of post-assessed rehabilitation property taxes.
 - Almost all of the Downtown is located within a Federal Opportunity Zone that allows an investor to defer tax on prior gains invested in a Qualified

Growing, TOGETHER

Griffin

Opportunity Fund and reinvest those gains for additional tax-free gains in a business or property located within the Federal Enterprise Zone .

- Based on the amount of capital to be invested in your project; the amount of new jobs created; and the utility demands of the space, there may be additional incentives, not listed here, that can be offered.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (“GFOA”) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Griffin , Georgia for its annual comprehensive financial report for the fiscal year ended June 30, 2020. This was the 17th consecutive year that the City of Griffin has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements .

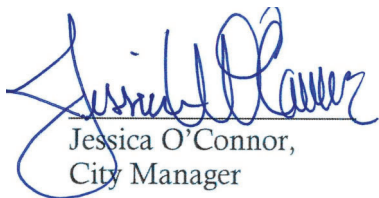
A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

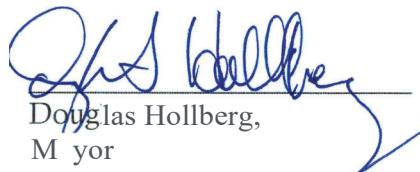
The timely preparation and publication of this Annual Comprehensive Financial Report represents significant effort of the Accounting and Finance Divisions of the Department of Administrative Services, as well as the excellent cooperation and assistance of the City of Griffin employees and independent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

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

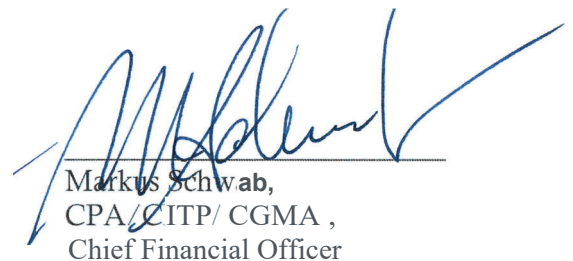
Respectfully submitted,



Jessica O'Connor,
City Manager



Douglas Hollberg,
Mayor

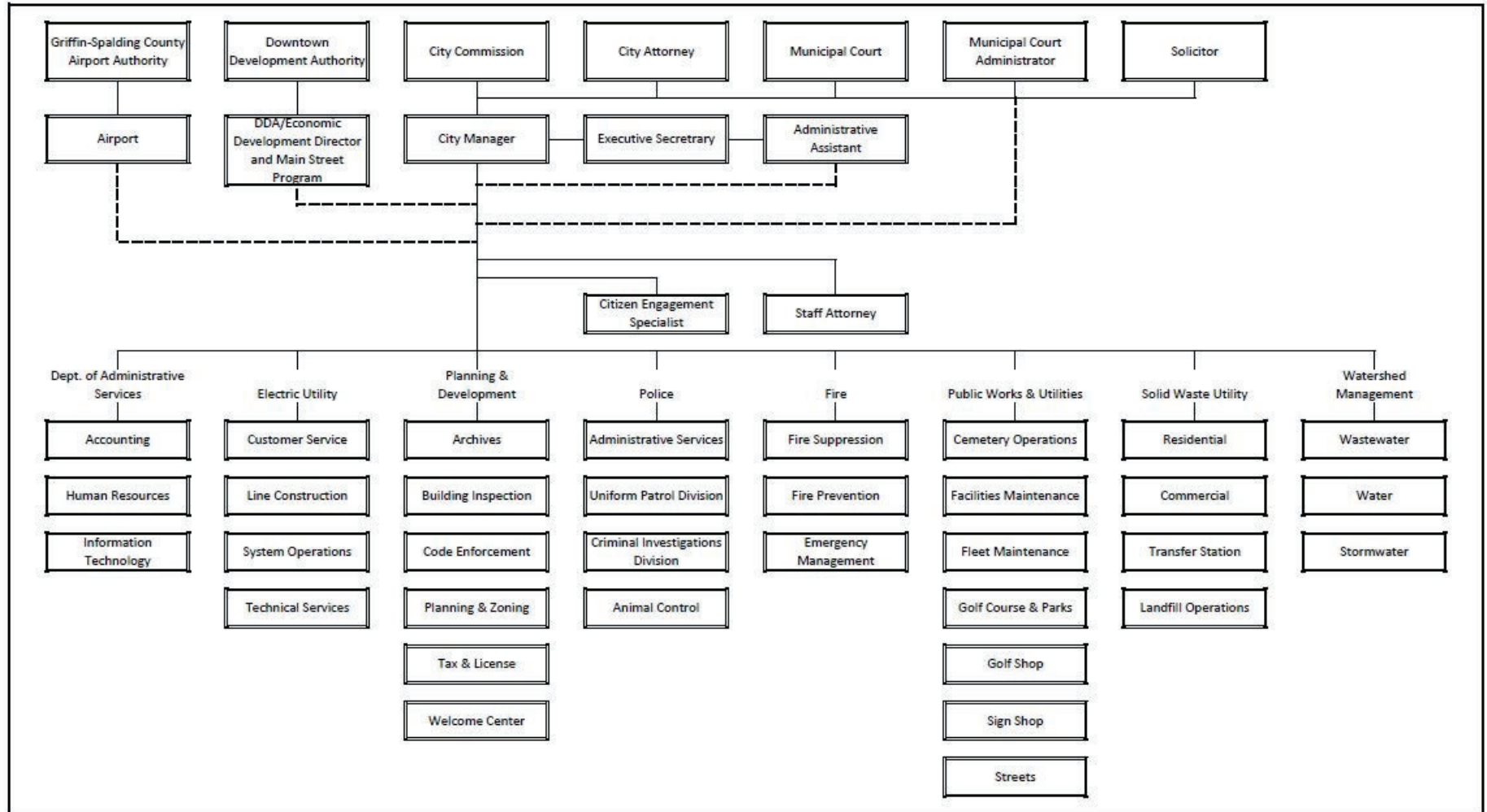


Markus Schwab,
CPA/CITP/ CGMA ,
Chief Financial Officer

Growing, TOGETHER

CITY OF GRIFFIN, GEORGIA

ORGANIZATIONAL CHART JUNE 30, 2021



CITY OF GRIFFIN, GEORGIA

LIST OF PRINCIPAL OFFICIALS JUNE 30, 2021

Mayor

Douglas S. Holberg

Commissioners

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

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

Appointed Officials

City Manager
City Attorney
Municipal Court Judge
Municipal Court Solicitor

Jessica O'Connor, Esq.
Andrew Whalen, Esq.
Griffin E. Howell, III
L. Scott Mayfield

Directors

Chief Financial Officer
Public Works Director
Developmental Services Director
Watershed Management Director
Electric Director
Solid Waste Director

Markus Schwab, CPA/CITP/CGMA
Christopher Walker
Chad Jacobs
Brant Keller, PhD
Jennifer Freeman
Todd Ennis



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Griffin
Georgia**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **City of Griffin, Georgia** (the "City"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 13), the Schedule of Changes in the City's Net Pension Liability and Related Ratios (on pages 79 and 80), the Schedule of City Contributions – Retirement Plan (on pages 81 and 82), the Schedule of Changes in the City's Net OPEB Liability and Related Ratios (on page 83), and the Schedule of City Contributions – OPEB Plan (on page 84) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of Special Purpose Local Option Sales Tax proceeds are presented for the purpose of additional analysis as required by the Official Code of Georgia Annotated § 48-8-121 and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 29, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
October 29, 2021

CITY OF GRIFFIN, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2021

As management of the City of Griffin, Georgia (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Griffin, Georgia for the fiscal year ended June 30, 2021. We encourage readers to read the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City plus deferred outflows of resources exceeded its liabilities plus deferred inflows at the close of the most recent fiscal year by \$205,525,922 (*net position*). Of this amount, \$62,570,091 (*unrestricted net position*) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$22,079,180 during the year. This is due primarily to the increase in capital assets of \$10,062,990 and an increase of \$8,307,810 in unrestricted net position. The majority of this relates to Water/Wastewater investment in infrastructure and capital improvements.
- As of the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$34,805,459, an increase of \$6,512,199 in comparison with the prior year.
- At the end of the current fiscal year, fund balance for the General Fund was \$14,975,322, or 50.9%, of total General Fund expenditures.
- The City's total long-term liabilities decreased by \$814,438 during the current fiscal year. This included the City's Net Pension Liability of \$33,214,614.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

The government-wide financial statements can be found on pages 14 and 15 of this report.

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

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

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

The City maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and 2016 Special Purpose Local Option Sales Tax ("SPLOST") Fund only, because they are considered major funds. Data from the other 18 governmental funds (13 special revenue funds, two capital projects funds, and three permanent funds) are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 16 – 20 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

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

The basic proprietary fund financial statements can be found on pages 21 – 28 of this report.

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

The basic fiduciary fund financial statement can be found on pages 29 and 30 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31 – 78 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and enterprise funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 79 – 90 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets plus deferred outflows of resources exceeded its liabilities plus deferred inflows at the close of the most recent fiscal year by \$205,525,922 (*net position*).

MANAGEMENT'S DISCUSSION AND ANALYSIS

By far the largest portion of the City's net position (58.7%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Griffin's Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 44,703,933	\$ 39,021,409	\$ 85,603,107	\$ 78,413,886	\$ 130,307,040	\$ 117,435,295
Capital assets	51,329,324	46,158,925	161,101,172	157,261,843	212,430,496	203,420,768
Total assets	<u>96,033,257</u>	<u>85,180,334</u>	<u>246,704,279</u>	<u>235,675,729</u>	<u>342,737,536</u>	<u>320,856,063</u>
Deferred outflows of resources	<u>6,901,966</u>	<u>7,559,965</u>	<u>5,816,828</u>	<u>6,330,943</u>	<u>12,718,794</u>	<u>13,890,908</u>
Other liabilities	1,935,055	3,168,648	9,836,912	8,764,921	11,771,967	11,933,569
Long-term liabilities outstanding	<u>27,371,260</u>	<u>29,865,419</u>	<u>107,962,759</u>	<u>106,283,038</u>	<u>135,334,019</u>	<u>136,148,457</u>
Total liabilities	<u>29,306,315</u>	<u>33,034,067</u>	<u>117,799,671</u>	<u>115,047,959</u>	<u>147,105,986</u>	<u>148,082,026</u>
Deferred inflows of resources	<u>1,684,179</u>	<u>1,949,965</u>	<u>1,140,243</u>	<u>1,268,238</u>	<u>2,824,422</u>	<u>3,218,203</u>
Net position:						
Net investment in capital assets	46,019,877	39,001,235	74,625,242	71,580,894	120,645,119	110,582,129
Restricted	19,969,035	16,334,895	2,341,677	2,267,437	22,310,712	18,602,332
Unrestricted	5,955,817	2,420,137	56,614,274	51,842,144	62,570,091	54,262,281
Total net position	<u>\$ 71,944,729</u>	<u>\$ 57,756,267</u>	<u>\$ 133,581,193</u>	<u>\$ 125,690,475</u>	<u>\$ 205,525,922</u>	<u>\$ 183,446,742</u>

A portion of the City's net position (10.86%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$62,570,091) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities, with the exception of the Police Technology Fund, Federal Emergency Management Agency ("FEMA") Fund, and the Solid Waste Fund. The Police Technology Fund's deficit fund balance of (\$5,894) is the result of timing differences and will be reduced through intergovernmental revenues and general fund transfers. The FEMA Fund deficit of (\$305,410) is due to COVID-19 related expenses filed for and pending reimbursement from FEMA. The Solid Waste Fund's deficit net position of (\$6,560,715) is the result of an adjustment to the closure/post-closure care costs dating back to 2019. Since then, the Solid Waste Department has implemented significant operational improvements. Solid Waste charges for services increased \$807,000. The fund also received an internal financing arrangement for \$603,000 as a transfer-in. Both revenue increase and transfer-in contributed to fiscal efficiencies that resulted in a positive \$50,344 change in net position for the current fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental activities. Governmental activities during the fiscal year ended June 30, 2021, increased the City's net position by \$14,188,462. Business-type activities during the same period increased net position by \$7,890,718 for a total increase in net position of \$22,079,180.

Key elements of this increase are as follows:

	City of Griffin's Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues						
Charges for services	\$ 7,996,459	\$ 8,027,498	\$ 90,368,173	\$ 88,305,426	\$ 98,364,632	\$ 96,332,924
Operating grants and contributions	199,073	142,223	-	-	199,073	142,223
Capital grants and contributions	10,481,416	7,423,291	198,922	47,872	10,680,338	7,471,163
General revenues:						
Property taxes	4,782,016	4,692,316	-	-	4,782,016	4,692,316
Sales taxes	5,025,382	4,234,202	-	-	5,025,382	4,234,202
Insurance premium tax	1,866,289	1,768,610	-	-	1,866,289	1,768,610
Other taxes	1,931,565	1,890,980	-	-	1,931,565	1,890,980
Franchise taxes	514,078	518,876	-	-	514,078	518,876
Unrestricted investment earnings	1,319,244	287,965	503,625	1,689,299	1,822,869	1,977,264
Gain on sale of capital assets	38,020	65,070	-	-	38,020	65,070
Total revenues	34,153,542	29,051,031	91,070,720	90,042,597	125,224,262	119,093,628
Expenses:						
General government	3,525,727	4,394,221	-	-	3,525,727	4,394,221
Judicial	364,075	356,904	-	-	364,075	356,904
Public safety	17,216,914	16,099,234	-	-	17,216,914	16,099,234
Public works	6,406,105	4,876,652	-	-	6,406,105	4,876,652
Parks and recreation	378,481	447,893	-	-	378,481	447,893
Housing and development	1,532,413	1,724,904	-	-	1,532,413	1,724,904
Interest on long-term debt	99,760	127,403	-	-	99,760	127,403
Water and wastewater	-	-	18,169,568	18,231,671	18,169,568	18,231,671
Electric	-	-	43,354,254	40,718,967	43,354,254	40,718,967
Solid Waste	-	-	8,855,745	8,658,174	8,855,745	8,658,174
Stormwater	-	-	2,229,021	2,343,956	2,229,021	2,343,956
Welcome Center	-	-	-	1,666,578	-	1,666,578
Telecommunications	-	-	133,430	96,949	133,430	96,949
Golf Course	-	-	879,589	706,668	879,589	706,668
Total expenses	29,523,475	28,027,211	73,621,607	72,422,963	103,145,082	100,450,174
Change in net position before transfers	4,630,067	1,023,820	17,449,113	17,619,634	22,079,180	18,643,454
Transfers	9,558,395	7,598,367	(9,558,395)	(7,598,367)	-	-
Change in net position	14,188,462	8,622,187	7,890,718	10,021,267	22,079,180	18,643,454
Net position, beginning	57,756,267	49,134,080	125,690,475	115,669,208	183,446,742	164,803,288
Net position, ending	\$ 71,944,729	\$ 57,756,267	\$ 133,581,193	\$ 125,690,475	\$ 205,525,922	\$ 183,446,742

MANAGEMENT'S DISCUSSION AND ANALYSIS

As can be seen above, the governmental activities show a deficit of revenues over expenses before transfers of \$4,630,067 and \$1,023,820 for 2021 and 2020, respectively. This increase in revenues was primarily due to Georgia Department of Transportation pass-through grants of \$2,585,313 in capital grants for fiscal year 2021 as compared to fiscal year 2020. The City relies on the superior earnings of the enterprise funds (specifically the Water/Wastewater and Electric Funds) to subsidize the operations of the General Fund. The transfer from those funds can be thought of as dividends paid to stockholders or return of equity to the owners of a business, and they can be used for whatever purpose the City Commission decides is best for the City.

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

Business-type activities. The City's business-type activities which include the Water/Wastewater Fund, Electric Utility Fund, Solid Waste Fund, and four nonmajor funds increased net position by \$8,189,823 in 2021 and increased net position by \$10,404,517 in 2020.

Financial Analysis of the City's Funds

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

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

At the end of 2021 and 2020, the combined ending fund balances of the City's governmental funds were a positive \$34,805,459 and a positive \$28,293,260, respectively. This increase was due to increased revenues and a decrease in expenditures. At June 30, 2021, \$14,412,259 of the ending fund balance consists of unassigned fund balance, which is available as working capital for current spending in accordance with the purposes of the specific governmental funds. A portion of the fund balance at June 30, 2021, \$5,896,074, is termed non-spendable to indicate that it is not available for new spending because it is not in spendable form (i.e., prepaid items, assets held for resale, and permanent fund principle). The remainder of \$14,497,126 is restricted for assets held for resale, law enforcement needs, cemetery maintenance, and capital projects.

The General Fund is the primary operating fund of the City. It accounts for many of the City's core services such as law enforcement, fire protection, planning, roads and streets, and administration. At the end of 2021, the General Fund had a positive fund balance of \$14,975,322 and represents an increase of \$1,999,366 from the beginning fund balance. This is primarily due to revenues in the General Fund coming in \$2,649,024 over initial budget estimates. Specifically, the category of other taxes came in \$1,582,111 higher than initial budget estimates. Interest earnings from investments also came in \$544,332 higher than initial budget estimates.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

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

	2021	2020
Net operating income (loss):		
Water/Wastewater Fund	\$ 8,831,950	\$ 8,301,366
Electric Utility Fund	10,484,191	12,775,264
Solid Waste Fund	(633,570)	(1,193,740)
Nonmajor Enterprise Funds	327,338	207,980
Total net operating income	19,009,909	20,090,870
Nonoperating expenses and capital contributions	(1,261,691)	(2,087,986)
Income before transfers	17,748,218	18,002,884
Net transfers out	(9,558,395)	(7,598,367)
Changes in net position	\$ 8,189,823	\$ 10,404,517

The net position of the City's enterprise funds increased by \$7,890,718 in 2021, compared to \$10,021,267 in 2020. This increase is primarily a result of revenues exceeding expenses before transfers and capital contributions of \$17,449,113 in 2021, and \$17,619,634 in 2020.

Capital Asset and Debt Administration

Capital Assets. At the end of the fiscal year ended June 30, 2021, governmental activities and business-type activities had capital assets of \$212,430,496 (net of accumulated depreciation) invested in land, buildings, system improvements, infrastructure, and machinery and equipment. The total increase in the City's investment in capital assets for the current fiscal year was 4.43% (11.04% increase for governmental activities and a 2.38% increase for business-type activities). The total increase in capital assets was due mostly to various construction projects in the SPLOST and improvements to Water/Wastewater fund infrastructure.

MANAGEMENT'S DISCUSSION AND ANALYSIS

	City of Griffin's Capital Assets (net of depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 3,266,876	\$ 3,266,876	\$ 7,354,903	\$ 7,354,903	\$ 10,621,779	\$ 10,621,779
Land improvements	-	-	999,027	1,061,059	999,027	1,061,059
Buildings and improvements	6,358,535	5,774,551	12,368,111	13,073,347	18,726,646	18,847,898
Improvements other than buildings	-	-	128,392,093	106,736,038	128,392,093	106,736,038
Machinery and equipment	5,236,123	4,862,080	6,155,774	5,344,140	11,391,897	10,206,220
Infrastructure	8,813,514	9,340,601	-	-	8,813,514	9,340,601
Construction in progress	27,654,276	22,914,817	5,831,264	23,692,356	33,485,540	46,607,173
Total	\$ 51,329,324	\$ 46,158,925	\$ 161,101,172	\$ 157,261,843	\$ 212,430,496	\$ 203,420,768

Additional information on the City's capital assets can be found in Note 5 on pages 50 – 53 of this report.

Debt Administration. At the end of June 30, 2021, the City had \$27,371,260 of outstanding long-term liabilities related to governmental activities and \$107,962,759 of long-term liabilities related to business-type activities for a total of \$135,334,019 compared to the previous year's total of \$136,148,457. This is a decrease of \$814,438, the majority of which is the result of a \$2,494,159 reduction in long-term debt in governmental funds, and an increase of \$1,679,721 in notes payable in Watershed Management fund for major capital improvements. At the end of 2021, the City had total revenue bonded debt outstanding of \$42,121,953 as compared to \$45,274,957 in 2020. The debt is secured solely by specified revenue sources (i.e., revenue bonds). The majority of the bonded debt outstanding is from the refunding of the issuance of \$64,385,000 of Combined Public Utility Revenue Refunding and Improvement Bonds (Series 2002) in 2012. These bonds, along with other available funds, were used to refund \$6,210,000 of the Series 1993A bonds, initially fund approximately 33 months of interest on the Series 2002 bonds, and construct improvements and a new regional water supply system for the Water/Wastewater Fund. The issuance of the series 2012 refunding bonds allowed for a net savings to the City of approximately \$8.2 million. The City received a rating from Moody's on this issuance of Aa3 and a rating from Standard & Poor's of AA-.

Additional information on the City's debt can be found in Note 6 on pages 53 – 62 of this report.

Currently Known Conditions Affecting Future Operations

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

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

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

Factors Affecting the FY21 Budget

House Bill 182 Economic Nexus Threshold for Sales and Use Tax

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

The Commission of the City of Griffin considered many factors when approving the City’s 2021 budget and are very aware of present economic conditions and its effect on its citizens. The Commission chose to continue to use transfers from the business-type activities to the governmental activities instead of increasing taxes or rates within the governmental activities. There were no contemplated increases to the rates of the business-type activities.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

Requests for Information

This financial report is designed to provide a general overview of the City of Griffin's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Mrs. Jessica O'Connor, City Manager, at the City of Griffin, P.O. Box T, Griffin, Georgia 30224.

BASIC FINANCIAL STATEMENTS

CITY OF GRIFFIN, GEORGIA

STATEMENT OF NET POSITION JUNE 30, 2021

ASSETS	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Griffin Main Street	Griffin Downtown Development	Griffin-Spalding County Airport Authority
	\$	\$	\$	\$	\$	\$
Cash and cash equivalents	28,565,784	9,807,314	38,373,098	61,669	111,008	9,626,608
Investments	18,485,693	40,503,957	58,989,650	-	-	-
Taxes receivable	1,114,058	-	1,114,058	-	-	-
Accounts receivable, net of allowances	51,870	11,957,983	12,009,853	-	-	405,096
Due from other governments	706,326	839,599	1,545,925	-	-	2,570,000
Due from component units	53,706	337,639	391,345	-	-	-
Due from primary government	-	-	-	30,236	122,478	2,571,382
Internal balances	(8,551,930)	8,551,930	-	-	-	-
Inventories	224,543	2,100,892	2,325,435	-	-	43,071
Prepaid expenses	2,150,629	438,569	2,589,198	-	-	-
Restricted assets:						
Cash and cash equivalents	-	4,789,585	4,789,585	-	-	-
Investments	-	5,143,292	5,143,292	-	-	-
Assets held for resale	172,406	-	172,406	-	-	-
Net other post-employment benefits asset	1,730,848	1,132,347	2,863,195	-	-	2,395
Capital assets:						
Nondepreciable	30,921,152	13,186,167	44,107,319	16,870	62,846	8,287,348
Depreciable, net	20,408,172	147,915,005	168,323,177	-	-	2,333,419
Total assets	96,033,257	246,704,279	342,737,536	108,775	296,332	25,839,319
DEFERRED OUTFLOWS OF RESOURCES						
Pension	6,739,651	4,966,291	11,705,942	-	-	94,941
Other post-employment benefits	162,315	106,189	268,504	-	-	336
Deferred charges on refundings	-	744,348	744,348	-	-	-
Total deferred outflows of resources	6,901,966	5,816,828	12,718,794	-	-	95,277
LIABILITIES						
Accounts payable	842,775	5,463,528	6,306,303	514	-	19,086
Accrued liabilities	938,184	662,100	1,600,284	-	-	105,660
Due to primary government	-	-	-	1,936	3,322	386,087
Due to component unit	154,096	-	154,096	-	-	-
Unearned revenues	-	22,208	22,208	238	-	8,247,159
Customer deposits payable	-	3,689,076	3,689,076	-	-	-
Capital leases due within one year	166,532	361,135	527,667	-	-	-
Capital leases due in more than one year	613,858	867,891	1,481,749	-	-	-
Notes payable due within one year	-	1,858,886	1,858,886	-	-	-
Notes payable due in more than one year	-	42,010,413	42,010,413	-	-	-
Bonds payable due within one year	1,839,563	3,000,000	4,839,563	-	-	500,000
Bonds payable due in more than one year	2,689,494	39,121,953	41,811,447	-	-	4,836,651
Compensated absences due within one year	444,245	348,171	792,416	-	-	10,040
Compensated absences due in more than one year	78,396	61,441	139,837	-	-	1,771
Net pension liability due in more than one year	18,969,172	13,977,940	32,947,112	-	-	267,529
Due to Griffin-Spalding County Airport Authority, within one year	250,000	-	250,000	-	-	-
Due to Griffin-Spalding County Airport Authority, in more than one year	2,320,000	-	2,320,000	-	-	-
Landfill post-closure care costs due within one year	-	103,530	103,530	-	-	-
Landfill post-closure care costs due in more than one year	-	6,251,399	6,251,399	-	-	-
Total liabilities	29,306,315	117,799,671	147,105,986	2,688	3,322	14,373,983
DEFERRED INFLOWS OF RESOURCES						
Pension	464,907	342,578	807,485	-	-	6,558
Other post-employment benefits	1,219,272	797,665	2,016,937	-	-	1,686
Total deferred inflows of resources	1,684,179	1,140,243	2,824,422	-	-	8,244
NET POSITION						
Net investment in capital assets	46,019,877	74,625,242	120,645,119	16,870	62,846	10,425,498
Restricted for:						
Debt service	-	1,603,208	1,603,208	-	-	-
Law enforcement	378,185	-	378,185	-	-	-
Cemetery maintenance:						
Expendable	1,872,780	-	1,872,780	-	-	-
Nonexpendable	3,750,115	-	3,750,115	-	-	-
Capital projects	13,967,955	738,469	14,706,424	-	-	-
Unrestricted	5,955,817	56,614,274	62,570,091	89,217	230,164	1,126,871
Total net position	71,944,729	133,581,193	205,525,922	106,087	293,010	11,552,369

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

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position						
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units			
					Governmental Activities	Business-type Activities	Total	Griffin Main Street	Griffin Downtown Development	Griffin-Spalding County Airport Authority	
Primary government											
Governmental activities:											
General government	\$ 3,525,727	\$ 5,700,325	\$ -	\$ -	\$ 2,174,598	\$ -	\$ 2,174,598	\$ -	\$ -	\$ -	
Judicial	364,075	-	-	-	(364,075)	-	(364,075)	-	-	-	
Public safety	17,216,914	1,175,889	199,073	1,382	(15,840,570)	-	(15,840,570)	-	-	-	
Public works	6,406,105	272,233	-	10,480,034	4,346,162	-	4,346,162	-	-	-	
Parks and recreation	378,481	205,977	-	-	(172,504)	-	(172,504)	-	-	-	
Housing and economic development	1,532,413	642,035	-	-	(890,378)	-	(890,378)	-	-	-	
Interest on long-term debt	99,760	-	-	-	(99,760)	-	(99,760)	-	-	-	
Total governmental activities	<u>29,523,475</u>	<u>7,996,459</u>	<u>199,073</u>	<u>10,481,416</u>	<u>(10,846,527)</u>	<u>-</u>	<u>(10,846,527)</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Business-type activities											
Water and wastewater	18,169,568	24,963,709	-	164,160	-	6,958,301	6,958,301	-	-	-	
Electric	43,354,254	53,813,627	-	34,762	-	10,494,135	10,494,135	-	-	-	
Solid waste	8,855,745	8,060,195	-	-	-	(795,550)	(795,550)	-	-	-	
Stormwater	2,229,021	2,552,899	-	-	-	323,878	323,878	-	-	-	
Telecommunications	133,430	489,640	-	-	-	356,210	356,210	-	-	-	
Golf course	879,589	488,103	-	-	-	(391,486)	(391,486)	-	-	-	
Total business-type activities	<u>73,621,607</u>	<u>90,368,173</u>	<u>-</u>	<u>198,922</u>	<u>-</u>	<u>16,945,488</u>	<u>16,945,488</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Total primary government	<u>\$ 103,145,082</u>	<u>\$ 98,364,632</u>	<u>\$ 199,073</u>	<u>\$ 10,680,338</u>	<u>(10,846,527)</u>	<u>16,945,488</u>	<u>6,098,961</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Component units											
Griffin Main Street	\$ 92,615	\$ -	\$ 92,998	\$ -	-	-	-	383	-	-	
Griffin Downtown Development Authority	96,791	-	81,209	-	-	-	-	-	(15,582)	-	
Griffin-Spalding County Airport Authority	891,121	370,918	453,600	623,877	-	-	-	-	-	557,274	
Total component units	<u>\$ 1,080,527</u>	<u>\$ 370,918</u>	<u>\$ 627,807</u>	<u>\$ 623,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>383</u>	<u>(15,582)</u>	<u>557,274</u>	
General revenues:											
Property taxes					4,782,016	-	4,782,016	-	-	-	
Sales taxes					5,025,382	-	5,025,382	-	-	-	
Insurance premium tax					1,866,289	-	1,866,289	-	-	-	
Alcoholic beverage taxes					736,587	-	736,587	-	-	-	
Business occupational taxes					465,031	-	465,031	-	-	-	
Franchise taxes					514,078	-	514,078	-	-	-	
Other taxes					729,947	-	729,947	-	-	-	
Unrestricted investment earnings					1,319,244	503,625	1,822,869	-	32	20	
Gain on sale of capital assets					38,020	-	38,020	-	-	-	
Transfers					9,558,395	(9,558,395)	-	-	-	-	
Total general revenues and transfers					<u>25,034,989</u>	<u>(9,054,770)</u>	<u>15,980,219</u>	<u>-</u>	<u>32</u>	<u>20</u>	
Change in net position					14,188,462	7,890,718	22,079,180	383	(15,550)	557,294	
Net position, beginning of year					57,756,267	125,690,475	183,446,742	105,704	308,560	10,995,075	
Net position, end of year					<u>\$ 71,944,729</u>	<u>\$ 133,581,193</u>	<u>\$ 205,525,922</u>	<u>\$ 106,087</u>	<u>\$ 293,010</u>	<u>\$ 11,552,369</u>	

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

CITY OF GRIFFIN, GEORGIA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

ASSETS	General	2016 SPLOST	Nonmajor Governmental Funds	Totals Governmental Funds
Cash and cash equivalents	\$ 12,669,764	\$ 8,986,326	\$ 5,451,893	\$ 27,107,983
Investments	14,052,710	-	4,432,983	18,485,693
Taxes receivable, net	1,106,603	-	7,455	1,114,058
Accounts receivable, net	51,824	-	-	51,824
Due from other governments	104,474	567,875	33,977	706,326
Due from other funds	2,766,041	-	872,996	3,639,037
Inventories	1,615	-	-	1,615
Prepaid expenditures	250,144	1,894,200	-	2,144,344
Assets held for resale	-	-	172,406	172,406
Total assets	<u>\$ 31,003,175</u>	<u>\$ 11,448,401</u>	<u>\$ 10,971,710</u>	<u>\$ 53,423,286</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 702,883	\$ 77,837	\$ 3,947	\$ 784,667
Accrued liabilities	567,963	-	-	567,963
Due to other funds	14,343,155	-	2,508,190	16,851,345
Due to component units	154,096	-	-	154,096
Total liabilities	<u>15,768,097</u>	<u>77,837</u>	<u>2,512,137</u>	<u>18,358,071</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	259,756	-	-	259,756
Total deferred inflows of resources	<u>259,756</u>	<u>-</u>	<u>-</u>	<u>259,756</u>
FUND BALANCES				
Nonspendable:				
Inventories	1,615	-	-	1,615
Prepaid expenditures	250,144	1,894,200	-	2,144,344
Permanent fund principal	-	-	3,750,115	3,750,115
Restricted for:				
Assets held for resale	-	-	172,406	172,406
Law enforcement	-	-	378,185	378,185
Cemetery maintenance	-	-	1,872,780	1,872,780
Capital projects	-	9,476,364	2,597,391	12,073,755
Unassigned	14,723,563	-	(311,304)	14,412,259
Total fund balances	<u>14,975,322</u>	<u>11,370,564</u>	<u>8,459,573</u>	<u>34,805,459</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 31,003,175</u>	<u>\$ 11,448,401</u>	<u>\$ 10,971,710</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	51,012,394
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	259,756
Deferred outflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.	
These deferred outflows of resources consist of pension and other post-employment benefits related experience differences, assumption changes and contributions.	6,901,966
Internal service funds are used by management to charge the costs of certain functions to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	6,359,985
Deferred inflows of resources are not available to pay for current expenditures and, therefore, are not reported in the funds.	
These deferred inflows of resources consist of pension and other post-employment benefits related differences between projected and actual earnings on plan investments.	(1,684,179)
Certain liabilities are not due and payable in the current period and are, therefore, not reported in the funds.	(25,710,652)
Net position of governmental activities	<u>\$ 71,944,729</u>

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

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>General</u>	<u>2016 SPLOST</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals Governmental Funds</u>
REVENUES				
Property taxes	\$ 5,040,142	\$ -	\$ -	\$ 5,040,142
Other taxes	8,265,111	-	558,125	8,823,236
Charges for services	5,655,381	-	74,023	5,729,404
Licenses and permits	682,794	-	-	682,794
Intergovernmental	457,743	5,678,976	4,543,770	10,680,489
Franchise taxes	514,078	-	-	514,078
Fines and forfeitures	855,834	-	124,383	980,217
Interest revenue	644,332	-	674,912	1,319,244
Rental income	197,722	-	-	197,722
Contributions and donations	7,468	-	-	7,468
Other revenues	294,916	-	103,938	398,854
Total revenues	<u>22,615,521</u>	<u>5,678,976</u>	<u>6,079,151</u>	<u>34,373,648</u>
EXPENDITURES				
Current:				
General government	5,430,746	-	-	5,430,746
Judicial	371,140	-	-	371,140
Public safety	16,552,457	-	513,227	17,065,684
Public works	4,624,303	-	1,324,989	5,949,292
Parks and recreation	444,645	-	-	444,645
Housing and economic development	1,731,187	-	34,175	1,765,362
Capital outlay	-	580,685	3,307,864	3,888,549
Debt service:				
Principal	272,063	1,750,000	18,810	2,040,873
Interest	20,833	184,549	31,445	236,827
Total expenditures	<u>29,447,374</u>	<u>2,515,234</u>	<u>5,230,510</u>	<u>37,193,118</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,831,853)</u>	<u>3,163,742</u>	<u>848,641</u>	<u>(2,819,470)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	9,647,216	-	547,666	10,194,882
Transfers out	(1,148,245)	-	(47,216)	(1,195,461)
Capital leases	294,228	-	-	294,228
Miscellaneous	38,020	-	-	38,020
Total other financing sources, net	<u>8,831,219</u>	<u>-</u>	<u>500,450</u>	<u>9,331,669</u>
Net change in fund balances	1,999,366	3,163,742	1,349,091	6,512,199
Fund balances, beginning of year	<u>12,975,956</u>	<u>8,206,822</u>	<u>7,110,482</u>	<u>28,293,260</u>
Fund balances, end of year	<u>\$ 14,975,322</u>	<u>\$ 11,370,564</u>	<u>\$ 8,459,573</u>	<u>\$ 34,805,459</u>

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

CITY OF GRIFFIN, GEORGIA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

Net change in fund balances - total governmental funds.	\$ 6,512,199
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	5,215,190
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(258,126)
Internal service funds are used by management to charge the costs of certain functions to individual funds. The net revenue of certain activities in the internal service funds is reported with governmental activities.	450,574
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	2,093,243
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>175,382</u>
	<u>\$ 14,188,462</u>

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

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 4,692,500	\$ 4,692,500	\$ 5,040,142	\$ 347,642
Other taxes	6,683,000	6,683,000	8,265,111	1,582,111
Charges for services	5,542,389	5,542,389	5,655,381	112,992
Licenses and permits	545,100	545,100	682,794	137,694
Intergovernmental	527,479	543,868	457,743	(86,125)
Franchise fees	487,500	487,500	514,078	26,578
Fines and forfeitures	800,000	800,000	855,834	55,834
Interest revenue	100,000	100,000	644,332	544,332
Rental income	244,210	244,210	197,722	(46,488)
Contributions and donations	-	3,000	7,468	4,468
Other revenues	325,913	324,930	294,916	(30,014)
Total revenues	<u>19,948,091</u>	<u>19,966,497</u>	<u>22,615,521</u>	<u>2,649,024</u>
EXPENDITURES				
Current				
General government:				
Legislative	476,742	376,742	333,701	43,041
Executive	441,278	479,824	485,703	(5,879)
Administrative services	4,367,204	4,209,713	3,847,178	362,535
Central services	432,087	605,423	643,946	(38,523)
Legal	124,000	124,000	120,218	3,782
Total general government	<u>5,841,311</u>	<u>5,795,702</u>	<u>5,430,746</u>	<u>364,956</u>
Judicial	<u>381,373</u>	<u>386,772</u>	<u>371,140</u>	<u>15,632</u>
Public safety:				
Police	9,869,529	10,844,171	10,066,345	777,826
Fire	5,914,922	6,196,065	5,965,735	230,330
Code enforcement	263,663	276,520	336,113	(59,593)
Other protection	187,081	190,766	184,264	6,502
Total public safety	<u>16,235,195</u>	<u>17,507,522</u>	<u>16,552,457</u>	<u>955,065</u>
Public works:				
Highways and streets	4,288,726	4,345,874	4,025,277	320,597
Cemetery	656,920	637,782	599,026	38,756
Total public works	<u>4,945,646</u>	<u>4,983,656</u>	<u>4,624,303</u>	<u>359,353</u>
Parks and recreation:				
Recreation	5,140	5,140	5,316	(176)
Parks	476,757	480,674	439,329	41,345
Total parks and recreation	<u>481,897</u>	<u>485,814</u>	<u>444,645</u>	<u>41,169</u>

(Continued)

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
Current (Continued)				
Housing and economic development:				
Protective inspection	\$ 897,959	\$ 924,616	\$ 958,778	\$ (34,162)
Griffin-Spalding County Airport Authority	453,668	453,668	453,600	68
Downtown development	157,559	239,256	177,311	61,945
Main Street	92,840	92,839	92,830	9
City Hall	53,440	53,440	48,668	4,772
Total housing and economic development	<u>1,655,466</u>	<u>1,763,819</u>	<u>1,731,187</u>	<u>32,632</u>
Debt service	<u>312,770</u>	<u>312,770</u>	<u>292,896</u>	<u>19,874</u>
Total expenditures	<u>29,853,658</u>	<u>31,236,055</u>	<u>29,447,374</u>	<u>1,788,681</u>
Deficiency of revenues under expenditures	<u>(9,905,567)</u>	<u>(11,269,558)</u>	<u>(6,831,853)</u>	<u>4,437,705</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	11,023,812	12,009,177	9,647,216	(2,361,961)
Transfers out	(1,423,245)	(1,315,748)	(1,148,245)	167,503
Capital leases	305,000	305,000	294,228	(10,772)
Miscellaneous	-	38,020	38,020	-
Total other financing sources, net	<u>9,905,567</u>	<u>11,036,449</u>	<u>8,831,219</u>	<u>(2,205,230)</u>
Net change in fund balances	-	(233,109)	1,999,366	2,232,475
Fund balances, beginning of year	<u>12,975,956</u>	<u>12,975,956</u>	<u>12,975,956</u>	<u>-</u>
Fund balances, end of year	<u>\$ 12,975,956</u>	<u>\$ 12,742,847</u>	<u>\$ 14,975,322</u>	<u>\$ 2,232,475</u>

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

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 2,554,247	\$ 4,526,582	\$ 821,387	\$ 1,905,098
Investments	-	33,701,947	-	-
Restricted assets, cash	2,992,836	1,120,012	579,728	97,009
Accounts receivable, net of allowances	68,868	11,693,803	1,620	193,692
Due from other governments	834,499	-	-	5,100
Due from component units	9,622	272,206	-	55,811
Due from other funds	22,446,341	1,916,919	173,648	3,129,156
Inventories	535,425	1,532,928	-	32,539
Prepaid expenses	343,622	32,146	39,644	23,157
Total current assets	<u>29,785,460</u>	<u>54,796,543</u>	<u>1,616,027</u>	<u>5,441,562</u>
NON-CURRENT ASSETS				
Investments	-	6,802,010	-	-
Restricted assets, investments	1,596,379	3,440,946	105,967	-
Net other post-employment benefits asset	407,676	356,339	368,332	-
Capital assets:				
Nondepreciable	10,001,861	631,671	-	2,552,635
Depreciable, net of accumulated depreciation	107,376,907	30,374,440	2,820,499	7,343,159
Total non-current assets	<u>119,382,823</u>	<u>41,605,406</u>	<u>3,294,798</u>	<u>9,895,794</u>
Total assets	<u>149,168,283</u>	<u>96,401,949</u>	<u>4,910,825</u>	<u>15,337,356</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension	1,984,019	1,707,345	797,089	477,838
Other post-employment benefits	38,231	33,417	34,541	-
Deferred charges on refundings	744,348	-	-	-
Total deferred outflows of resources	<u>2,766,598</u>	<u>1,740,762</u>	<u>831,630</u>	<u>477,838</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	1,784,337	3,275,046	342,130	62,015
Accrued liabilities	106,527	460,727	65,252	29,594
Unearned revenue	-	22,208	-	-
Current portion - compensated absences	171,771	98,612	45,466	32,322
Current portion - notes payable	1,633,746	-	-	225,140
Current portion - capital leases payable	-	-	198,051	163,084
Current portion - landfill closure/post-closure care costs	-	-	103,530	-
Customer deposits payable	47,870	3,641,206	-	-
Due to other funds	124,443	10,438,643	2,059,282	1,011,986
Payable from restricted assets:				
Revenue bonds payable, current portion	3,000,000	-	-	-
Total current liabilities	<u>6,868,694</u>	<u>17,936,442</u>	<u>2,813,711</u>	<u>1,524,141</u>
NON-CURRENT LIABILITIES				
Compensated absences, net of current portion	30,312	17,402	8,024	5,703
Revenue bonds payable, net of current portion	39,121,953	-	-	-
Capital leases payable, net of current portion	-	-	672,128	195,763
Notes payable, net of current portion	40,584,101	-	-	1,426,312
Net pension liability	5,584,147	4,805,429	2,243,458	1,344,906
Landfill closure/post-closure care costs	-	-	6,251,399	-
Total non-current liabilities	<u>85,320,513</u>	<u>4,822,831</u>	<u>9,175,009</u>	<u>2,972,684</u>
Total liabilities	<u>92,189,207</u>	<u>22,759,273</u>	<u>11,988,720</u>	<u>4,496,825</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	136,859	117,774	54,984	32,961
Other post-employment benefits	287,181	251,018	259,466	-
Total deferred inflows of resources	<u>424,040</u>	<u>368,792</u>	<u>314,450</u>	<u>32,961</u>
NET POSITION				
Net investment in capital assets	33,783,316	31,006,111	1,950,320	7,885,495
Restricted for debt service	1,603,208	-	-	-
Restricted for capital outlay	738,469	-	-	-
Unrestricted	23,196,641	44,008,535	(8,511,035)	3,399,913
Total net position	<u>\$ 59,321,634</u>	<u>\$ 75,014,646</u>	<u>\$ (6,560,715)</u>	<u>\$ 11,285,408</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.
Net position of business-type activities

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

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 9,807,314	\$ 1,457,801
33,701,947	-
4,789,585	-
11,957,983	46
839,599	-
337,639	53,706
27,666,064	515,094
2,100,892	222,928
438,569	6,285
<u>91,639,592</u>	<u>2,255,860</u>
6,802,010	-
5,143,292	-
1,132,347	-
-	-
13,186,167	-
147,915,005	316,930
<u>174,178,821</u>	<u>316,930</u>
<u>265,818,413</u>	<u>2,572,790</u>
4,966,291	-
106,189	-
744,348	-
<u>5,816,828</u>	<u>-</u>
5,463,528	58,108
662,100	281,249
22,208	-
348,171	12,079
1,858,886	-
361,135	-
103,530	-
3,689,076	-
13,634,354	1,334,496
-	-
3,000,000	-
<u>29,142,988</u>	<u>1,685,932</u>
61,441	6,653
39,121,953	-
867,891	-
42,010,413	-
13,977,940	-
6,251,399	-
<u>102,291,037</u>	<u>6,653</u>
<u>131,434,025</u>	<u>1,692,585</u>
342,578	-
797,665	-
<u>1,140,243</u>	<u>-</u>
74,625,242	316,930
1,603,208	-
738,469	-
62,094,054	563,275
139,060,973	\$ 880,205
(5,479,780)	
<u>\$ 133,581,193</u>	

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
OPERATING REVENUES				
Charges for services	\$ 23,825,565	\$ 50,001,471	\$ 7,997,214	\$ 3,482,254
Tap and capacity recovery fees	816,612	-	-	-
Other services	321,532	3,812,156	62,981	48,388
Total operating revenues	<u>24,963,709</u>	<u>53,813,627</u>	<u>8,060,195</u>	<u>3,530,642</u>
OPERATING EXPENSES				
Personal services	5,158,463	4,214,742	1,920,720	1,430,125
Purchased or contracted services	4,893,201	3,459,838	5,612,757	592,818
Purchased power	-	34,035,455	-	-
Supplies	1,735,783	157,992	76,284	200,955
Miscellaneous	529,562	228,568	604,078	284,594
Depreciation	3,814,750	1,232,841	479,926	694,812
Total operating expenses	<u>16,131,759</u>	<u>43,329,436</u>	<u>8,693,765</u>	<u>3,203,304</u>
Operating income (loss)	<u>8,831,950</u>	<u>10,484,191</u>	<u>(633,570)</u>	<u>327,338</u>
NON-OPERATING INCOME (EXPENSES)				
Intergovernmental	-	-	-	1,344
Interest income	51,177	418,735	25,241	8,472
Interest expense	(1,997,523)	-	(26,936)	(27,047)
Miscellaneous	-	-	82,512	3,412
Total non-operating income (expenses)	<u>(1,946,346)</u>	<u>418,735</u>	<u>80,817</u>	<u>(13,819)</u>
Income (loss) before capital contributions and transfers	<u>6,885,604</u>	<u>10,902,926</u>	<u>(552,753)</u>	<u>313,519</u>
CAPITAL CONTRIBUTIONS	<u>164,160</u>	<u>34,762</u>	<u>-</u>	<u>-</u>
TRANSFERS				
Transfers out	(2,347,666)	(8,403,097)	-	-
Transfers in	-	-	603,097	589,271
Total transfers	<u>(2,347,666)</u>	<u>(8,403,097)</u>	<u>603,097</u>	<u>589,271</u>
Change in net position	4,702,098	2,534,591	50,344	902,790
Net position, beginning of year	<u>54,619,536</u>	<u>72,480,055</u>	<u>(6,611,059)</u>	<u>10,382,618</u>
Net position, end of year	<u>\$ 59,321,634</u>	<u>\$ 75,014,646</u>	<u>\$ (6,560,715)</u>	<u>\$ 11,285,408</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.
Change in net position of business-type activities

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

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 85,306,504	\$ 979,141
816,612	-
4,245,057	2,249
<u>90,368,173</u>	<u>981,390</u>
12,724,050	549,976
14,558,614	211,142
34,035,455	-
2,171,014	559,176
1,646,802	18,436
6,222,329	50,165
<u>71,358,264</u>	<u>1,388,895</u>
<u>19,009,909</u>	<u>(407,505)</u>
1,344	-
503,625	-
(2,051,506)	-
85,924	-
<u>(1,460,613)</u>	<u>-</u>
<u>17,549,296</u>	<u>(407,505)</u>
<u>198,922</u>	<u>-</u>
(10,750,763)	-
1,192,368	558,974
<u>(9,558,395)</u>	<u>558,974</u>
8,189,823	151,469
	<u>728,736</u>
	<u>\$ 880,205</u>
(299,105)	
<u>\$ 7,890,718</u>	

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 21,455,503	\$ 53,992,916	\$ 7,627,817	\$ 2,865,157
Receipts from interfund services provided	-	-	-	-
Payments to suppliers	(6,289,056)	(37,517,508)	(5,159,433)	(1,041,729)
Payments to employees	(5,153,411)	(4,043,931)	(2,060,676)	(1,763,813)
Net cash provided by (used in) operating activities	<u>10,013,036</u>	<u>12,431,477</u>	<u>407,708</u>	<u>59,615</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental grant	-	-	-	1,344
Proceeds from capital leases	-	-	182,546	-
Transfers out	(2,347,666)	(8,403,097)	-	-
Transfers in	-	-	603,097	589,271
Net cash provided by (used in) noncapital financing activities	<u>(2,347,666)</u>	<u>(8,403,097)</u>	<u>785,643</u>	<u>590,615</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(5,240,422)	(2,897,549)	(800,513)	(1,123,174)
Intergovernmental grant	164,160	34,762	-	-
Proceeds from the disposal of capital assets	-	-	82,512	3,412
Proceeds from notes payable	4,359,714	-	-	659,386
Principal paid on bonds	(3,000,000)	-	-	-
Principal paid on notes payable and capital leases	(913,258)	-	(175,040)	(297,019)
Interest paid	(1,958,579)	-	(27,381)	(27,873)
Net cash used in capital and related financing activities	<u>(6,588,385)</u>	<u>(2,862,787)</u>	<u>(920,422)</u>	<u>(785,268)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	-	(2,107,634)	-	-
Proceeds from the sale of investments	185,216	2,510,199	283,816	-
Interest and dividends received	51,177	586,373	10,430	8,472
Net cash provided by investing activities	<u>236,393</u>	<u>988,938</u>	<u>294,246</u>	<u>8,472</u>
Increase (decrease) in cash and cash equivalents	<u>1,313,378</u>	<u>2,154,531</u>	<u>567,175</u>	<u>(126,566)</u>
Cash and cash equivalents:				
Beginning of year	<u>4,233,705</u>	<u>3,492,063</u>	<u>833,940</u>	<u>2,128,673</u>
End of year	<u>\$ 5,547,083</u>	<u>\$ 5,646,594</u>	<u>\$ 1,401,115</u>	<u>\$ 2,002,107</u>
Classified as:				
Cash and cash equivalents	\$ 2,554,247	\$ 4,526,582	\$ 821,387	\$ 1,905,098
Restricted assets, cash	2,992,836	1,120,012	579,728	97,009
	<u>\$ 5,547,083</u>	<u>\$ 5,646,594</u>	<u>\$ 1,401,115</u>	<u>\$ 2,002,107</u>

(Continued)

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 85,941,393	\$ -
-	958,736
(50,007,726)	(780,826)
<u>(13,021,831)</u>	<u>(553,106)</u>
<u>22,911,836</u>	<u>(375,196)</u>
1,344	-
182,546	-
(10,750,763)	-
<u>1,192,368</u>	<u>558,974</u>
<u>(9,374,505)</u>	<u>558,974</u>
(10,061,658)	(5,374)
198,922	-
85,924	-
5,019,100	-
(3,000,000)	-
(1,385,317)	-
<u>(2,013,833)</u>	<u>-</u>
<u>(11,156,862)</u>	<u>(5,374)</u>
(2,107,634)	-
2,979,231	-
656,452	-
<u>1,528,049</u>	<u>-</u>
<u>3,908,518</u>	<u>178,404</u>
<u>10,688,381</u>	<u>1,220,983</u>
<u>\$ 14,596,899</u>	<u>\$ 1,399,387</u>
\$ 9,807,314	\$ 1,457,801
4,789,585	-
<u>\$ 14,596,899</u>	<u>\$ 1,457,801</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Water/ Wastewater Utility Fund	Electric Utility Fund	Solid Waste Fund	Nonmajor Enterprise Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 8,831,950	\$ 10,484,191	\$ (633,570)	\$ 327,338
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	3,814,750	1,232,841	479,926	694,812
Changes in assets and liabilities:				
Decrease in accounts receivable	5,482	179,161	305,899	16,254
(Increase) decrease in due from other governments	(825,949)	-	-	180,939
(Increase) decrease in inventories	194,028	53,405	-	(7,145)
(Increase) decrease in due from other funds	(2,711,067)	9,291,513	(27,097)	(1,603,616)
Decrease in due from component units	-	36,522	-	-
Decrease in prepaids and other assets	101,913	7,111	7,627	2,471
Decrease in deferred outflows of resources - pension and OPEB	188,682	76,185	116,221	1,371
Increase (decrease) in accounts payable	608,539	285,883	100,781	(77,072)
Increase (decrease) in accrued liabilities	(69,726)	14,546	436	2,337
Increase in customer deposits	-	86,127	-	-
Increase (decrease) in net pension liability	(66,997)	167,568	(131,420)	102,757
Increase in net OPEB asset	(59,898)	(43,254)	(10,711)	-
Increase in landfill closure/post-closure care costs	-	-	1,005,607	-
Increase (decrease) in due to other funds	23,328	(9,414,034)	(711,180)	404,066
Increase (decrease) in deferred inflows of resources - pension and OPEB	(21,999)	(26,288)	(94,811)	15,103
Net cash provided by (used in) operating activities	<u>\$ 10,013,036</u>	<u>\$ 12,431,477</u>	<u>\$ 407,708</u>	<u>\$ 59,615</u>
Noncash investing, capital, and financing activities:				
Unrealized gain (loss) on investments	\$ -	\$ (167,638)	\$ 14,811	\$ -
Net noncash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ (167,638)</u>	<u>\$ 14,811</u>	<u>\$ -</u>

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

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 19,009,909	(407,505)
6,222,329	50,165
506,796	154
(645,010)	-
240,288	(3,589)
4,949,733	603,668
36,522	1,890
119,122	1,974
382,459	-
918,131	9,543
(52,407)	(244,383)
86,127	-
71,908	-
(113,863)	-
1,005,607	-
(9,697,820)	(387,113)
(127,995)	-
<u>\$ 22,911,836</u>	<u>\$ (375,196)</u>
\$ (152,827)	\$ -
<u>\$ (152,827)</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
JUNE 30, 2021

ASSETS	Custodial Fund
Cash	\$ 164,794
Total assets	<u>164,794</u>
 LIABILITIES	
Due to others	28,486
Total liabilities	<u>28,486</u>
 NET POSITION	
Restricted for individuals, organizations, and other governments	<u>\$ 136,308</u>

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

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Custodial Fund
ADDITIONS	
Fines and fees collected	\$ 230,120
Total additions	230,120
DEDUCTIONS	
Fines and fees disbursed	267,664
Total deductions	267,664
Change in net position	(37,544)
Net position, beginning of the year, as restated	173,852
Net position, end of the year	\$ 136,308

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

CITY OF GRIFFIN, GEORGIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Financial Reporting Entity

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

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

In conformity with generally accepted accounting principles, as set forth in the Statement of GASB No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, the component units' financial statements have been included as either blended or discretely presented. All of the City's component units have a June 30 year-end. As of June 30, 2021, the City does not have any blended component units.

Discretely Presented Component Units

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Financial Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

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

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

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements, although the custodial funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, sales taxes, franchise taxes, licenses, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The City reports the following major proprietary funds:

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

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

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

Additionally, the City reports the following fund types:

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

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

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

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services provided. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Budgets and Budgetary Accounting

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgets and Budgetary Accounting (Continued)

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

E. Cash and Cash Equivalents

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

F. Deposits and Investments

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Deposits and Investments (Continued)

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

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values. Increases or decreases in the fair value during the year are recognized as a component of interest income.

G. Inventory and Prepaid Items

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Short-Term Interfund Receivables/Payables

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

I. Grants from Other Governments

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

J. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of their acquisition date or amount. The City was able to estimate the historical cost for the initial reporting of these assets through back trending. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

Major outlays for capital assets and major improvements are capitalized as projects are constructed. Interest incurred during the construction period of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

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

Governmental Assets

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

Business-type Assets

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

K. Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as deferred charges, are deferred and amortized over the life of the bonds using the straight-line method, which is not materially different than the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

L. Compensated Absences

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Compensated Absences (Continued)

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

M. Defined Contribution Plan

The City offers its employees a defined contribution plan, the City of Griffin Deferred Compensation Plan (the "Plan"), which is administered by MetLife Resources. The Plan is a combined 457 plan and 401A plan. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the Plan is optional and requires the City to match the employees' deferrals up to a maximum of 1% of annual compensation. Employer's contributions are fully vested at the time of contribution. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Benefit provisions and contributions are established and may be amended by the City Council. During the year ended June 30, 2021, the City contributed \$18,060 and employees contributed \$369,569. The City stopped matching employee contributions as of July 21, 2018.

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

N. Fund Equity

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity (Continued)

Fund balances are classified as follows:

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

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

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Restricted Assets

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

P. Use of Estimates

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

Q. Deferred Outflows/Inflows of Resources

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Deferred Outflows/Inflows of Resources (Continued)

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

R. Pensions and OPEB

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

S. Tax Abatement Agreements

During the year ended June 30, 2017, the City implemented GASB Statement No. 77, *Tax Abatement Disclosures*. This statement requires the City to disclose information for any tax abatement agreements, either entered into by the City, or agreements entered into by other governments that reduce the City's tax revenues. As of June 30, 2021, the City did not have any such agreements, either entered into by the City or by other governments that exceeded the quantitative threshold for disclosure.

NOTES TO FINANCIAL STATEMENTS

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

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

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

Bonds payable	\$	4,529,057
Net pension liability		18,969,172
Net OPEB asset		(1,730,848)
Due to Griffin-Spalding County Airport Authority		2,570,000
Capital leases payable		780,390
Compensated absences		503,909
Accrued interest		88,972
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$	25,710,652

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

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

Capital outlay	\$	7,055,919
Depreciation expense		(1,840,729)
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$	5,215,190

NOTES TO FINANCIAL STATEMENTS

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

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

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

Accrued interest	\$	35,469
Compensated absences		135,799
OPEB income		610,771
Pension expense		(606,657)
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>		175,382
	\$	

Another element of that reconciliation explains that “The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.” The details of this difference are as follows:

Amortization of bond premiums	\$	101,598
Capital lease proceeds		(294,228)
Principal retirement on long-term debt		2,285,873
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>		2,093,243
	\$	

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2021, are summarized as follows:

Amounts as presented on the entity-wide statement of net position:	
Cash and cash equivalents	\$ 38,373,098
Investments	58,989,650
Restricted cash and cash equivalents	4,789,585
Restricted investments	5,143,292
Amounts as presented on the fiduciary statement of net position:	
Cash and cash equivalents - Custodial Fund	164,794
Component Units - cash and cash equivalents	9,799,285
Total	<u>\$ 117,259,704</u>
Cash deposited with financial institutions	\$ 53,126,762
Cash deposited with Georgia Fund 1	13,679,723
Certificates of deposit	246,643
Investments in the Municipal Competitive Trust	34,888,933
Investments in governmental bonds	12,557,782
Investments in corporate bonds	73,403
Investments in equities and various other securities	2,686,458
Total	<u>\$ 117,259,704</u>

Credit Risk. State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. It is the City's policy to limit its investments to those allowed and authorized by state law. As of June 30, 2021, the City's investment in Georgia Fund 1 was rated AA+ by Standard & Poor's. The City's investment in the Municipal Competitive Trust was not rated. All other City investments were rated as noted in the table on the following page.

The reporting of investments at fair value in accordance with GASB Statement No. 31 resulted in an unrealized gain of \$14,811 netted with interest income in the Solid Waste Fund and an unrealized loss of \$167,638 netted against interest income in the Electric Utility Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

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

At June 30, 2021, the City had the following investments:

Investment	Rating	Fair Value	Investment Maturities (in Years)						
			Less than 1	1 - 5	6 - 10	11 - 15	16 - 20	> 20	
Georgia Fund 1		\$ 13,679,723	\$ 13,679,723	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Deposit		246,643	-	246,643	-	-	-	-	-
Municipal Competitive Trust		34,888,933	34,888,933	-	-	-	-	-	-
Equities and various other non-maturing securities		2,686,458	2,686,458	-	-	-	-	-	-
Governmental bonds	BBB	188,112	15,735	10,301	-	155,979	6,097	-	-
Governmental bonds	BBB+	305,086	-	-	305,086	-	-	-	-
Governmental bonds	A-	149,351	-	-	149,351	-	-	-	-
Governmental bonds	A	870,130	5,195	348,204	428,913	78,418	9,400	-	-
Governmental bonds	A+	557,112	-	202,820	248,174	106,118	-	-	-
Governmental bonds	AA-	1,905,099	61,266	326,827	1,061,146	455,860	-	-	-
Governmental bonds	AA	4,410,965	61,859	286,368	1,026,203	1,979,233	1,057,302	-	-
Governmental bonds	AA+	2,017,737	80,929	814,051	343,447	688,702	90,608	-	-
Governmental bonds	AAA	2,154,190	50,410	241,403	909,213	824,494	128,670	-	-
Corporate bonds	A-	73,403	25,000	-	-	48,403	-	-	-
Total		\$ 64,132,942	\$ 51,555,508	\$ 2,476,617	\$ 4,471,533	\$ 4,337,207	\$ 1,292,077	\$ -	\$ -

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Measurements. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of June 30, 2021:

Investment	Level 1	Level 2	Level 3	Fair Value
Municipal Competitive Trust	\$ 34,888,933	\$ -	\$ -	\$ 34,888,933
Municipal bonds	7,203,530	5,354,252	-	12,557,782
Corporate bonds	73,403	-	-	73,403
Equity securities	2,686,458	-	-	2,686,458
 Total investments measured at fair value	 <u>\$ 44,852,324</u>	 <u>\$ 5,354,252</u>	 <u>\$ -</u>	 50,206,576
 Investments not subject to level disclosure:				
Georgia Fund 1				13,679,723
Certificates of deposit				246,643
Total investments				<u>\$ 64,132,942</u>

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

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

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2021, the City did not have any deposits which were uninsured and under collateralized as defined by GASB pronouncements.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 4. RECEIVABLES

Accounts Receivable

Receivables as of June 30, 2021, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>2016 SPLOST</u>	<u>Nonmajor Governmental</u>	<u>Water/ Wastewater</u>	<u>Motor Pool</u>
Receivables:					
Taxes	\$ 1,177,243	\$ -	\$ 7,455	\$ -	\$ -
Accounts	51,824	-	-	74,707	46
Intergovernmental	104,474	567,875	33,977	834,499	-
Gross receivables	<u>1,333,541</u>	<u>567,875</u>	<u>41,432</u>	<u>909,206</u>	<u>46</u>
Less: allowance for uncollectibles	(70,640)	-	-	(5,839)	-
Net total receivables	<u>\$ 1,262,901</u>	<u>\$ 567,875</u>	<u>\$ 41,432</u>	<u>\$ 903,367</u>	<u>\$ 46</u>

	<u>Electric</u>	<u>Solid Waste</u>	<u>Nonmajor Enterprise</u>	<u>Total</u>
Receivables:				
Taxes	\$ -	\$ -	\$ -	\$ 1,184,698
Accounts	18,015,657	1,620	193,692	18,337,546
Intergovernmental	-	-	5,100	1,545,925
Gross receivables	<u>18,015,657</u>	<u>1,620</u>	<u>198,792</u>	<u>21,068,169</u>
Less: allowance for uncollectibles	(6,321,854)	-	-	(6,398,333)
Net total receivables	<u>\$ 11,693,803</u>	<u>\$ 1,620</u>	<u>\$ 198,792</u>	<u>\$ 14,669,836</u>

Property Taxes

Property taxes were levied on behalf of the City by Spalding County on September 24, 2020, (levy date) based upon property values assessed as of January 1, 2020. The billings were mailed on October 15, 2020, and payable on or before December 20, 2020, for the calendar year 2020. Taxes not paid within 30 days of December 20, 2020, were subject to property tax liens on January 21, 2021. Property tax revenues are recognized when levied to the extent they result in current receivables. The City does maintain an allowance for uncollectible property taxes. At June 30, 2021, the allowance for uncollectible property taxes was \$70,640.

The tax rate levied during calendar year 2020 for the City's operations was 7.083 mills (mill equals \$1 per thousand dollars of assessed value).

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 3,266,876	\$ -	\$ -	\$ -	\$ 3,266,876
Construction in progress	22,914,817	4,739,459	-	-	27,654,276
Total capital assets, not being depreciated	<u>26,181,693</u>	<u>4,739,459</u>	<u>-</u>	<u>-</u>	<u>30,921,152</u>
Capital assets, being depreciated:					
Buildings and improvements	11,509,486	876,725	-	-	12,386,211
Machinery and equipment	28,849,649	1,445,113	-	-	30,294,762
Infrastructure	35,988,152	-	-	-	35,988,152
Total capital assets, being depreciated	<u>76,347,287</u>	<u>2,321,838</u>	<u>-</u>	<u>-</u>	<u>78,669,125</u>
Less accumulated depreciation for:					
Buildings and improvements	(5,734,935)	(292,741)	-	-	(6,027,676)
Machinery and equipment	(23,987,569)	(1,071,070)	-	-	(25,058,639)
Infrastructure	(26,647,551)	(527,087)	-	-	(27,174,638)
Total accumulated depreciation	<u>(56,370,055)</u>	<u>(1,890,898)</u>	<u>-</u>	<u>-</u>	<u>(58,260,953)</u>
Total capital assets, being depreciated, net	<u>19,977,232</u>	<u>430,940</u>	<u>-</u>	<u>-</u>	<u>20,408,172</u>
Governmental activities capital assets, net	<u>\$ 46,158,925</u>	<u>\$ 5,170,399</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51,329,324</u>

Internal service funds predominantly serve the governmental funds. Accordingly, capital assets are included as part of the above totals for governmental activities. At year-end, \$316,930 of internal service fund's capital assets are included in the above amounts.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 7,354,903	\$ -	\$ -	\$ -	\$ 7,354,903
Construction in progress	23,692,356	7,833,936	-	(25,695,028)	5,831,264
Total capital assets, not being depreciated	<u>31,047,259</u>	<u>7,833,936</u>	<u>-</u>	<u>(25,695,028)</u>	<u>13,186,167</u>
Capital assets, being depreciated:					
Land improvements	2,357,740	-	-	-	2,357,740
Buildings	34,085,168	-	-	-	34,085,168
Improvements other than buildings	162,294,140	-	-	25,695,028	187,989,168
Machinery and equipment	35,170,802	2,227,722	-	-	37,398,524
Total capital assets, being depreciated	<u>233,907,850</u>	<u>2,227,722</u>	<u>-</u>	<u>25,695,028</u>	<u>261,830,600</u>
Less accumulated depreciation for:					
Land improvements	(1,296,681)	(62,032)	-	-	(1,358,713)
Buildings	(21,011,821)	(705,236)	-	-	(21,717,057)
Improvements other than buildings	(55,558,102)	(4,038,973)	-	-	(59,597,075)
Machinery and equipment	(29,826,662)	(1,416,088)	-	-	(31,242,750)
Total accumulated depreciation	<u>(107,693,266)</u>	<u>(6,222,329)</u>	<u>-</u>	<u>-</u>	<u>(113,915,595)</u>
Total capital assets, being depreciated, net	<u>126,214,584</u>	<u>(3,994,607)</u>	<u>-</u>	<u>25,695,028</u>	<u>147,915,005</u>
Business-type activities capital assets, net	<u>\$ 157,261,843</u>	<u>\$ 3,839,329</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 161,101,172</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
General government	\$ 526,970
Public safety	558,616
Public works	725,727
Parks and recreation	23,734
Housing and economic development	5,686
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>50,165</u>
Total depreciation expense - governmental activities	<u>\$ 1,890,898</u>
Business-type activities:	
Water and wastewater	\$ 3,814,750
Electric	1,232,841
Solid waste	479,926
Stormwater	573,646
Telecommunications	78,104
Golf course	<u>43,062</u>
Total depreciation expense - business-type activities	<u>\$ 6,222,329</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the Airport Authority for the year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:					
Land	\$ 471,441	\$ -	\$ -	\$ -	\$ 471,441
Construction in progress	7,544,854	271,053	-	-	7,815,907
Total capital assets, not being depreciated	<u>8,016,295</u>	<u>271,053</u>	<u>-</u>	<u>-</u>	<u>8,287,348</u>
Capital assets, being depreciated:					
Land improvements	3,760,367	-	-	-	3,760,367
Buildings	1,037,293	-	-	-	1,037,293
Machinery and equipment	729,338	63,888	-	-	793,226
Total capital assets, being depreciated	<u>5,526,998</u>	<u>63,888</u>	<u>-</u>	<u>-</u>	<u>5,590,886</u>
Less accumulated depreciation for:					
Land improvements	(1,934,112)	(102,838)	-	-	(2,036,950)
Buildings	(512,606)	(17,955)	-	-	(530,561)
Machinery and equipment	(676,801)	(13,155)	-	-	(689,956)
Total accumulated depreciation	<u>(3,123,519)</u>	<u>(133,948)</u>	<u>-</u>	<u>-</u>	<u>(3,257,467)</u>
Total capital assets, being depreciated, net	<u>2,403,479</u>	<u>(70,060)</u>	<u>-</u>	<u>-</u>	<u>2,333,419</u>
Airport Authority capital assets, net	<u>\$ 10,419,774</u>	<u>\$ 200,993</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,620,767</u>

NOTE 6. LONG-TERM DEBT

Revenue Bonds

The City issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. The City's Water/Wastewater Utility Fund's revenue bonds outstanding at June 30, 2021 are as follows:

<u>Description</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Amount</u>
Combined Utility, Series 2012	\$ 57,500,000	2.00% - 5.00%	2032	\$ 40,635,000
			Less current portion	(3,000,000)
				<u>\$ 37,635,000</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Revenue Bonds (Continued)

Combined Public Utility Revenue Refunding Bonds, Series 2012

The City of Griffin Combined Public Utility Revenue Refunding Bonds, Series 2012, were issued in October 2012. The Series 2012 bonds were issued to provide funds to refund (advance refunding) all of the City's Revenue Refunding and Improvement Bonds, Series 2002. The net proceeds were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, the Series 2002 bonds are considered defeased and the liability for those bonds has been removed from the statement of net position. The City determined that advance refunding the Series 2002 bonds with the Series 2012 bonds would reduce the City's total debt service payments by approximately \$11.055 million on an aggregate basis.

The Series 2012 bonds are special limited obligations of the City, payable solely from and secured by a pledge of and lien on revenues derived by the City from the ownership and operation of its water, wastewater, and electric system, remaining after the payment of expenses of operating, maintaining, and repairing the system. The Series 2012 bonds do not constitute a debt or general obligation of the City or a pledge of the faith and credit or taxing power of the City. No governmental entity, including the City, is obligated to levy any tax for the payment of the Series 2012 bonds. No recourse may be had against the General Fund of the City for payment of the Series 2012 bonds.

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

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 4,537,338	\$ 3,000,000	\$ 1,537,338
2023	4,542,338	3,125,000	1,417,338
2024	4,542,338	3,250,000	1,292,338
2025	4,544,838	3,415,000	1,129,838
2026	4,544,088	3,585,000	959,088
2027 – 2031	22,725,988	19,865,000	2,860,988
2032	4,543,331	4,395,000	148,331
	<u>\$ 49,980,259</u>	<u>\$ 40,635,000</u>	<u>\$ 9,345,259</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Other Long-Term Debt

The Stormwater Utility Fund has incurred debt to the Georgia Environmental Facilities Authority (“GEFA”) for utility system improvements. These notes are as follows at June 30, 2021:

Description	Original Amount	Interest Rate	Due Date	Amount
Stormwater GEFA Loan	\$ 2,691,113	3.75%	2022	\$ 203,330
Stormwater GEFA Loan	487,247	2.31%	2036	383,848
Stormwater GEFA Loan	1,064,274	0.94%	N/A	1,064,274
				<u>1,651,452</u>
		Less current portion		<u>(225,140)</u>
				<u><u>\$ 1,426,312</u></u>

The \$1,064,274 GEFA loan is in the drawdown phase as of June 30, 2021, and repayment will be determined when construction is complete and all drawdowns have been made. The Stormwater Utility Fund’s other long-term debt service requirements to maturity, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2022	\$ 237,919	\$ 225,140	\$ 12,779
2023	30,445	22,317	8,128
2024	30,445	22,838	7,607
2025	30,445	23,371	7,074
2026	30,445	23,917	6,528
2027 – 2031	152,224	128,225	23,999
2032 – 2035	149,688	141,372	8,316
	<u>\$ 661,611</u>	<u>\$ 587,180</u>	<u>\$ 74,431</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Other Long-Term Debt (Continued)

The Water/Wastewater Utility Fund has incurred debt to the GEFA for utility system improvements. These notes are as follows at June 30, 2021:

<u>Description</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Amount</u>
Water/Wastewater GEFA Loan	\$ 6,002,688	1.03%	2038	\$ 4,870,715
Water/Wastewater GEFA Loan	12,700,000	1.71%	2048	11,815,859
Water/Wastewater GEFA Loan	14,446,662	0.89%	2039	14,060,676
Water/Wastewater GEFA Loan	7,381,432	1.25%	N/A	7,854,990
Water/Wastewater GEFA Loan	8,550	N/A	N/A	485,691
Water/Wastewater GEFA Loan	389,707	N/A	N/A	389,707
Water/Wastewater GEFA Loan	2,499,189	N/A	N/A	2,499,189
Water/Wastewater GEFA Loan	241,020	N/A	N/A	241,020
				<u>42,217,847</u>
		Less current portion		<u>(1,633,746)</u>
				<u><u>\$ 40,584,101</u></u>

The \$485,691 note payable, \$7,854,990 note payable, \$389,707 note payable, \$2,499,189 note payable, and \$241,020 note payable are in the drawdown phase as of June 30, 2021, and repayment will be determined when construction is complete and all drawdowns have been made. The Water/Wastewater Utility Fund's other long-term debt service requirements to maturity, including interest, are as follows:

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 2,100,604	\$ 1,633,746	\$ 466,858
2023	2,100,600	1,652,852	447,748
2024	2,103,433	1,672,204	431,229
2025	2,100,603	1,691,797	408,806
2026	2,100,602	1,711,636	388,966
2027 – 2031	10,503,012	8,864,625	1,638,387
2032 – 2036	10,503,013	9,399,528	1,103,485
2037 – 2041	8,800,556	8,246,534	554,022
2042 – 2046	2,707,285	2,491,655	215,630
2047 and 2048	1,263,400	1,237,663	25,737
	<u>\$ 44,283,108</u>	<u>\$ 38,602,240</u>	<u>\$ 5,680,868</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Bonds Payable

Tax Allocation Bonds

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

Obligation Sales Tax Bonds

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

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

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 1,982,255	\$ 1,839,563	\$ 142,692
2023	1,982,454	1,914,744	67,710
2024	54,654	25,734	28,920
2025	54,654	26,763	27,891
2026	59,316	32,496	26,820
2027 – 2031	311,409	198,480	112,929
2032 – 2036	358,594	292,526	66,068
2037 and 2038	156,312	147,319	8,993
	<u>\$ 4,959,648</u>	<u>\$ 4,477,625</u>	<u>\$ 482,023</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Capital Leases

The City has entered into several lease agreements as lessee for financing the acquisition of various equipment through the Georgia Municipal Association direct installment program. The lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease term) and have been recorded at the present values of the future minimum lease payment as of the date of their inception. These leases are being serviced by General Fund, Solid Waste Fund, and Stormwater Fund payments with annual interest rates varying from 1.76% to 3.37%.

The following is an analysis of equipment leased under capital leases as of June 30, 2021:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Equipment	\$ 1,722,714	\$ 2,235,166	\$ 3,957,880
Less accumulated depreciation	(846,214)	(1,016,717)	(1,862,931)
Carrying value	<u>\$ 876,500</u>	<u>\$ 1,218,449</u>	<u>\$ 2,094,949</u>

The above includes current year depreciation expense of assets under capital lease of \$169,379 and \$465,523 for the Governmental Activities and Business-type Activities, respectively.

The following is a schedule of future minimum lease payments under the capital leases and the present value of the net minimum lease payments at June 30, 2021:

<u>Fiscal year ending</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
2022	\$ 185,987	\$ 393,789	\$ 579,776
2023	123,651	315,481	439,132
2024	123,651	257,778	381,429
2025	185,426	222,958	408,384
2026	118,485	112,048	230,533
2027 – 2031	118,054	5,952	124,006
Total minimum lease payments	<u>855,254</u>	<u>1,308,006</u>	<u>2,163,260</u>
Less amount representing interest	<u>(74,864)</u>	<u>(78,980)</u>	<u>(153,844)</u>
Present value of future minimum lease payments	780,390	1,229,026	2,009,416
Less current maturities	<u>(166,532)</u>	<u>(361,135)</u>	<u>(527,667)</u>
	<u>\$ 613,858</u>	<u>\$ 867,891</u>	<u>\$ 1,481,749</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Closure/Post-closure Care Costs

Effective March 1994, the City of Griffin Shoal Creek Landfill Phase 1 was closed, and no additional waste has been accepted. According to state and federal laws and regulations, the City must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. Engineering studies estimate post-closure costs of approximately \$150,776 over the remaining four-year period. These costs are based on what it would cost to perform all post-closure care in 2001, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

Effective December 2006, the City of Griffin Shoal Creek Landfill Phase 2 was closed, and no additional waste has been accepted. According to state and federal laws and regulations, the City must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. Engineering studies estimate post-closure costs of approximately \$534,636 over the remaining 20-year period. These costs are based on what it would cost to perform all post-closure care in 2007, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

State and federal laws and regulations require the City to place a final cover on its Shoal Creek Landfill Phase 3 site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, which is expected to occur in 2028, the City reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The amount noted as Phase 3 below reported as landfill closure and post-closure care liability at June 30, 2021, represents the cumulative amount reported to date based on the use of approximately 45.1% of the estimated capacity of the landfill. The City will recognize the remaining estimated cost of closure and post-closure care of \$3,501,235 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2007, adjusted annually for inflation. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Should any problems occur during the closure and post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Closure/Post-closure Care Costs (Continued)

Shoal Creek Road Landfill Phase 1 post-closure care costs	\$ 150,776
Shoal Creek Road Landfill Phase 2 post-closure care costs	534,636
Shoal Creek Road Landfill Phase 3 closure and post-closure care costs	5,669,517
Total closure and post-closure care costs recorded within the Solid Waste Fund	6,354,929
Less current portion	(103,530)
	\$ 6,251,399

Airport Authority Revenue Bonds

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

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

Fiscal Year Payable	Total	Principal	Interest
2022	\$ 678,850	\$ 500,000	\$ 178,850
2023	678,850	515,000	163,850
2024	683,400	535,000	148,400
2025	682,350	550,000	132,350
2026	661,075	565,000	96,075
2027 – 2030	2,724,275	2,475,000	249,275
	\$ 6,108,800	\$ 5,140,000	\$ 968,800

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	\$ 6,246,436	\$ -	\$ (1,768,811)	\$ 4,477,625	\$ 1,839,563
Bond premium	153,030	-	(101,598)	51,432	-
Net bonds payable	<u>6,399,466</u>	<u>-</u>	<u>(1,870,409)</u>	<u>4,529,057</u>	<u>1,839,563</u>
Intergovernmental payable	2,815,000	-	(245,000)	2,570,000	250,000
Capital leases	758,224	294,228	(272,062)	780,390	166,532
Net pension liability	19,230,089	5,885,058	(6,145,975)	18,969,172	-
Compensated absences	<u>662,640</u>	<u>736,990</u>	<u>(876,989)</u>	<u>522,641</u>	<u>444,245</u>
Governmental activity					
Long-term liabilities	<u>\$ 29,865,419</u>	<u>\$ 6,916,276</u>	<u>\$ (9,410,435)</u>	<u>\$ 27,371,260</u>	<u>\$ 2,700,340</u>
Business-type activities:					
Revenue bonds	\$ 43,525,000	\$ -	\$ (2,890,000)	\$ 40,635,000	\$ 3,000,000
Bond premium	1,749,957	-	(263,004)	1,486,953	-
Net revenue bonds	<u>45,274,957</u>	<u>-</u>	<u>(3,153,004)</u>	<u>42,121,953</u>	<u>3,000,000</u>
Notes payable	39,872,947	5,019,099	(1,022,747)	43,869,299	1,858,886
Compensated absences	470,731	469,213	(530,332)	409,612	348,171
Capital leases	1,409,049	182,547	(362,570)	1,229,026	361,135
Net pension liability	13,906,032	4,336,562	(4,264,654)	13,977,940	-
Landfill closure/post-closure	<u>5,349,322</u>	<u>1,099,779</u>	<u>(94,172)</u>	<u>6,354,929</u>	<u>103,530</u>
Business-type activities					
Long-term liabilities	<u>\$ 106,283,038</u>	<u>\$ 11,107,200</u>	<u>\$ (9,427,479)</u>	<u>\$ 107,962,759</u>	<u>\$ 5,671,722</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Component Units - Airport Authority					
Revenue bonds	\$ 5,630,000	\$ -	\$ (490,000)	\$ 5,140,000	\$ 500,000
Bond premium	237,374	-	(40,723)	196,651	-
Net revenue bonds	5,867,374	-	(530,723)	5,336,651	500,000
Net pension liability	273,277	82,999	(88,747)	267,529	-
Compensated absences	9,992	8,882	(7,063)	11,811	10,040
Airport Authority					
Long-term liabilities	\$ 6,150,643	\$ 91,881	\$ (626,533)	\$ 5,615,991	\$ 510,040

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities are included as part of the above totals for governmental activities. At year-end, \$22,932 of internal service fund's compensated absences is included in the amounts on the previous page. Also, the governmental activities, compensated absences, and the net pension liability are substantially liquidated by the General Fund.

NOTE 7. PENSION PLAN

A. Plan Description

The City, as authorized by the City Commission, has established a non-contributory defined benefit pension plan, the City of Griffin Retirement Plan ("Retirement Plan"), covering substantially all of the City's employees. The City's pension plan is administered through the Georgia Municipal Employee Benefit System ("GMEBS"), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Retirement Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are provided by the Retirement Plan whereby retirees receive between 1% and 1.75% multiplied by the average of the five highest years of regular earnings multiplied by the total credited years of service. The City Commission, in its role as the Retirement Plan sponsor, has the governing authority to establish and amend from time to time, the benefits provided and the contribution rates of the City and its employees. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained at www.gmanet.com or by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

A. Plan Description (Continued)

Plan membership. As of January 1, 2021, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	286
Inactive plan members entitled to, but not receiving benefits	95
Active plan members	420
Total	<u>801</u>

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Retirement Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Retirement Plan. The funding policy for the Retirement Plan, as adopted by the City Commission, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members, as determined by the City Commission. City contributions to the Retirement Plan were \$4,255,587 for the year ended June 30, 2021.

B. Net Pension Liability of the City

The City's net pension liability was measured as of September 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020, with updated procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2020.

Actuarial assumptions. The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2015 – June 30, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2020, are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.40%
International equity	20%	7.05
Domestic fixed income	20%	1.15
Real estate	10%	4.50
Global fixed income	5%	1.25
Cash	-%	
Total	100%	

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the year ended June 30, 2021, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Beginning Balance	\$ 100,114,410	\$ 66,705,012	\$ 33,409,398
Changes for the year:			
Service cost	1,100,383	-	1,100,383
Interest	7,262,033	-	7,262,033
Differences between expected and actual experience	1,829,616	-	1,829,616
Contributions – employer	-	3,763,163	(3,763,163)
Contributions – employee	-	375,889	(375,889)
Net investment income	-	6,360,325	(6,360,325)
Benefit payments, including refunds of employee contributions	(5,493,102)	(5,493,102)	-
Administrative expense	-	(112,588)	112,588
Net changes	<u>4,698,930</u>	<u>4,893,687</u>	<u>(194,757)</u>
Ending Balance	<u>\$ 104,813,340</u>	<u>\$ 71,598,699</u>	<u>\$ 33,214,641</u>

The net pension liability noted above includes the liability of the Griffin-Spalding County Airport Authority, a discretely presented component unit, in the amount of \$267,529.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

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

	1% Decrease (6.375%)	Current Discount Rate (7.375%)	1% Increase (8.375%)
City's net pension liability	\$ 45,924,516	\$ 33,214,641	\$ 22,638,433

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2020, and the current sharing pattern of costs between employer and employee.

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

For the year ended June 30, 2021, the City recognized pension expense of \$5,497,111. At June 30, 2021, the City reported deferred outflows and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 814,043
Differences between expected and actual experience	4,218,630	-
Changes in actuarial assumptions	4,390,563	-
City contributions subsequent to the measurement date	3,191,690	-
Total	\$ 11,800,883	\$ 814,043

The above totals include deferred outflows of resources in the amount of \$94,941 and deferred inflows of resources in the amount of \$1,688 related to the Griffin-Spalding County Airport Authority, a discretely presented component unit.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

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

City contributions subsequent to the measurement date of \$3,191,690, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,			
2022	\$	1,956,321	
2023		2,734,783	
2024		3,037,106	
2025		66,940	
Total	\$	7,795,150	

NOTE 8. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY

A. Excess of Expenditures Over Appropriations

The following General Fund departments and special revenue funds had actual expenditures in excess of appropriations for the year ended June 30, 2021:

General Fund			
General government - executive	\$	5,879	
General government - central services		38,523	
Public safety - code enforcement		59,593	
Parks and recreation - recreation		176	
Housing and economic development - protective inspection		34,162	

These over expenditures were funded by greater than anticipated revenues.

B. Deficit Fund Balance and Net Position

The following funds had deficit fund balances/net position at June 30, 2021:

Solid Waste Fund	\$	6,560,715
Police Technology Fund		5,894
FEMA Fund		305,410
Welcome Center Fund		149,533

NOTES TO FINANCIAL STATEMENTS

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

B. Deficit Fund Balance and Net Position (Continued)

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

NOTE 9. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2021, are as follows:

Due From	Due To			
	General	Nonmajor Governmental	Electric	Water/Wastewater
General Fund	\$ -	\$ 662,143	\$ -	\$ 13,456,713
Nonmajor Governmental	591,413	119,158	141,128	1,637,625
Water/Wastewater	-	-	-	-
Electric	-	-	-	7,327,443
Solid Waste	1,737,858	91,695	53,206	-
Internal Service Fund	-	-	1,334,496	-
Nonmajor Enterprise	436,770	-	388,089	24,560
Total	<u>\$ 2,766,041</u>	<u>\$ 872,996</u>	<u>\$ 1,916,919</u>	<u>\$ 22,446,341</u>

Due From	Solid Waste	Nonmajor Enterprise	Internal Service	Total
	General Fund	\$ -	\$ 11,420	\$ 212,879
Nonmajor Governmental	-	7,980	10,886	2,508,190
Water/Wastewater	48,855	6,406	69,182	124,443
Electric	-	3,103,066	8,134	10,438,643
Solid Waste	-	-	176,523	2,059,282
Internal Service Fund	-	-	-	1,334,496
Nonmajor Enterprise	124,793	284	37,490	1,011,986
Total	<u>\$ 173,648</u>	<u>\$ 3,129,156</u>	<u>\$ 515,094</u>	<u>\$ 31,820,195</u>

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

NOTES TO FINANCIAL STATEMENTS

NOTE 9. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

Interfund transfers for the year ended June 30, 2021, consisted of the following:

<u>Transfer From</u>	<u>Transfer To</u>		
	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Internal Service</u>
General Fund	\$ -	\$ -	\$ 558,974
Nonmajor Governmental	47,216	-	-
Water/Wastewater	1,800,000	547,666	-
Electric	7,800,000	-	-
Total	<u>\$ 9,647,216</u>	<u>\$ 547,666</u>	<u>\$ 558,974</u>

<u>Transfer From</u>	<u>Nonmajor Enterprise</u>	<u>Solid Waste</u>	<u>Total</u>
	General Fund	\$ 589,271	\$ -
Nonmajor Governmental	-	-	47,216
Water/Wastewater	-	-	2,347,666
Electric	-	603,097	8,403,097
Total	<u>\$ 589,271</u>	<u>\$ 603,097</u>	<u>\$ 11,946,224</u>

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

NOTE 10. RELATED ORGANIZATION

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

NOTE 11. HOTEL/MOTEL LODGING TAX

The City has levied a 7% lodging tax. For the fiscal year ended June 30, 2021, \$78,115 of hotel/motel tax was collected. Of the total collected, 100% was used for the promotion of tourism within the City (\$43,940 to the Griffin Business and Tourism Association and \$34,175 to other Governmental Agencies).

NOTES TO FINANCIAL STATEMENTS

NOTE 12. JOINT VENTURES

Under Georgia law, the City, in conjunction with other cities and counties in the 10-county west central Georgia area, is a member of the Three Rivers Regional Commission and is required to pay annual dues thereto. During its year ended June 30, 2021, the City paid \$22,878 in such dues. Membership in a Regional Commission (“RC”) is required by the O.C.G.A. § 50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. § 50-8-39.1, provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from: Three Rivers Regional Commission; 120 North Hill Street, Griffin, Georgia 30224.

NOTE 13. JOINTLY GOVERNED ORGANIZATION

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

NOTE 14. COMMITMENTS AND CONTINGENCIES

Litigation

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

Grants from Governments

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

NOTES TO FINANCIAL STATEMENTS

NOTE 14. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Agreements with the Municipal Electric Authority of Georgia

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

As of June 30, 2021, the City is an electric utility participant in MEAG and obligated to purchase all of its bulk power supply requirements from MEAG for a period not to exceed 50 years. The City has agreed to purchase all of its future power and energy requirements in excess of that received by the City through the Southeastern Power Administration at prices intended to cover the operating costs of the systems and to retire any debt incurred by the Authority. In the event that revenues are insufficient to cover all costs and retire the outstanding debt, each participating City has guaranteed a portion of the unpaid debt based on its individual entitlement shares of the output and services of generating units acquired or constructed by MEAG. In addition, in the event of discontinued service to a participant in default, the City would be obligated to purchase additional power subject to contractual limitations. Payments to MEAG are made monthly based on kWh usage. The total payments under these contracts amounted to \$34,135,852 in 2021.

At June 30, 2021, the outstanding debt of MEAG was approximately \$7.24 billion. The City's guarantee varies by individual projects undertaken by MEAG and totals approximately \$425.24 million at June 30, 2021.

NOTE 15. RISK MANAGEMENT

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 15. RISK MANAGEMENT (CONTINUED)

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

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

NOTE 16. POST-EMPLOYMENT HEALTH CARE PLAN

Plan Administration and Benefits

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

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

Plan Membership. Membership of the OPEB plan consisted of the following at June 30, 2021, the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	66
Active plan members	149
Total	<u>215</u>

NOTES TO FINANCIAL STATEMENTS

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

Contributions

The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the OPEB Plan's actuary. For fiscal year 2021, the City contributed \$193,793 to the OPEB Plan. OPEB Plan members receiving benefits are not required to contribute to the Plan.

Net OPEB Asset of the City

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

The City's net OPEB asset was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of June 30, 2020 with the actuary using standard techniques to roll forward the liability (asset) to the measurement date.

Actuarial assumptions. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	7.00%
Long-term expected rate of return on OPEB investments:	7.00%, net of investment expenses, including inflation
Healthcare Cost Trend Rate:	4.00%
Inflation Rate:	2.50%
Participation rate:	95%

Mortality rates were based on the Pub-2010 using scale MP-2019 for healthy retirees.

NOTES TO FINANCIAL STATEMENTS

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

Net OPEB Asset of the City (Continued)

Actuarial assumptions (Continued). The long-term expected rate of return on OPEB Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the major target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB Plan's target asset allocation as of June 30, 2020 are summarized in the following table:

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

* Rates shown are net of the 3.00% assumed rate of inflation.

Discount rate. The discount rate used to measure the total OPEB liability (asset) was 7.00%. The projection of cash flows used to determine the discount rate assumed that the City will contribute in amounts consistent with its formal contribution policy. Based on those assumptions, the OPEB Trust Fund's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all of the projected benefit payments to determine the total OPEB liability (asset).

NOTES TO FINANCIAL STATEMENTS

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

Net OPEB Asset of the City (Continued)

Changes in the Net OPEB Asset of the City. The changes in the components of the net OPEB asset of the City for the year ended June 30, 2021, were as follows:

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
	(a)	(b)	(a) - (b)
Beginning Balance	<u>\$ 6,136,176</u>	<u>\$ 8,752,899</u>	<u>\$ (2,616,723)</u>
Changes for the year:			
Service cost	49,704	-	49,704
Interest	416,715	-	416,715
Differences between expected and actual experience	(129,745)	-	(129,745)
Contributions - employer	-	236,455	(236,455)
Net investment income	-	349,086	(349,086)
Benefit payments, net of retiree contributions	(236,455)	(236,455)	-
Net changes	<u>100,219</u>	<u>349,086</u>	<u>(248,867)</u>
Ending Balance	<u><u>\$ 6,236,395</u></u>	<u><u>\$ 9,101,985</u></u>	<u><u>\$ (2,865,590)</u></u>

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

The net OPEB asset noted above includes the asset of the Griffin-Spalding County Airport Authority, a discretely presented component unit, in the amount of \$2,395.

NOTES TO FINANCIAL STATEMENTS

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

Sensitivity Analysis

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's net OPEB asset	\$ (2,138,649)	\$ (2,865,590)	\$ (3,478,686)

Sensitivity of the net OPEB asset to changes in the healthcare cost trend rates. The following presents the net OPEB asset of the City, as well as what the City's net OPEB asset would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.00%) or 1-percentage-point higher (5.00%) than the current healthcare cost trend rates:

	1% Decrease (3.00%)	Current Rate (4.00%)	1% Increase (5.00%)
City's net OPEB asset	\$ (3,243,400)	\$ (2,865,590)	\$ (2,413,896)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2021, and the current sharing pattern of costs between employer and inactive employees.

NOTES TO FINANCIAL STATEMENTS

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

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

For the year ended June 30, 2021, the City recognized OPEB income of \$813,476. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,123,423
Net difference between projected and actual earnings on pension plan investments	74,935	-
Changes of assumptions	-	895,200
City contributions subsequent to the measurement date	193,905	-
Total	\$ 268,840	\$ 2,018,623

The above totals include deferred outflows of resources in the amount of \$336 and deferred inflows of resources in the amount of \$1,686 related to the Griffin-Spalding County Airport Authority, a discretely presented component unit.

City contributions subsequent to the measurement date of \$193,793, are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,			
2022			\$ (667,192)
2023			(564,981)
2024			(523,067)
2025			(166,823)
2026			(21,625)
	Total		\$ (1,943,688)

NOTES TO FINANCIAL STATEMENTS

NOTE 17. OPERATING LEASES

The City has entered into several operating leases of various land parcels and buildings where the City is the lessor. The original leases have terms ranging from one to five years. Each is accounted for as an operating lease. The minimum future rentals for non-cancelable leases as of June 30, 2021 are as follows:

Year ending June 30,		
2022	\$	142,696
2023		71,663
2024		32,494
2025		9,240
		\$ 256,093

The City has also entered into several operating leases of various equipment where the City is the lessee. The original leases have terms ranging from four to five years. Each is accounted for as an operating lease. The minimum future rentals for non-cancelable leases as of June 30, 2021, are as follows:

Year ending June 30,		
2022	\$	63,749
2023		38,583
2024		35,162
2026		29,302
		\$ 166,796

NOTE 18. CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of GASB Statement No. 84, *Fiduciary Activities*, the City is required to reevaluate the accounting treatment of fiduciary activities. The new standard requires the City to determine if funds are still considered fiduciary, and if so, if they are considered custodial funds under the new definitions of GASB Statement No. 84. Therefore, in conjunction with the implementation of GASB Statement No. 84, the following restatement was required to the beginning net position of the Fiduciary Activities to properly report the custodial funds.

	Custodial Funds
Net position, as previously reported	\$ -
Adjustment needed to record beginning net position of the agency funds now reported as custodial funds in accordance with GASB Statement No. 84	173,852
Net position, as restated	\$ 173,852

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GRIFFIN, GEORGIA

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

	2021	2020	2019
Total pension liability			
Service cost	\$ 1,100,383	\$ 870,663	\$ 673,289
Interest on total pension liability	7,262,033	6,340,682	5,808,271
Differences between expected and actual experience	1,829,616	4,547,238	106,375
Changes of assumptions	-	7,317,607	-
Benefit payments, including refunds of employee contributions	(5,493,102)	(5,267,091)	(4,891,254)
Other changes	-	-	5,392,679
Net change in total pension liability	4,698,930	13,809,099	7,089,360
Total pension liability - beginning	100,114,410	86,305,311	79,215,951
Total pension liability - ending (a)	104,813,340	100,114,410	86,305,311
Plan fiduciary net position			
Contributions - employer	3,763,163	3,350,827	3,051,490
Contributions - employee	375,889	370,865	53,503
Net investment income	6,360,325	1,933,577	6,105,729
Benefit payments, including refunds of member contributions	(5,493,103)	(5,267,091)	(4,891,254)
Administrative expenses	(112,587)	(100,036)	(101,132)
Net change in plan fiduciary net position	4,893,687	288,142	4,218,336
Plan fiduciary net position - beginning	66,705,012	66,416,870	62,198,534
Plan fiduciary net position - ending (b)	71,598,699	66,705,012	66,416,870
City's net pension liability - ending (a) - (b)	\$ 33,214,641	\$ 33,409,398	\$ 19,888,441
Plan fiduciary net position as a percentage of the total pension liability	68.3%	66.6%	77.0%
Covered payroll	\$ 18,050,230	\$ 20,588,760	\$ 16,576,613
Net pension liability as a percentage of covered payroll	184.0%	162.3%	120.0%

Notes to the Schedule:

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

2018	2017	2016
\$ 734,961	\$ 647,032	\$ 726,704
5,667,365	5,501,879	5,281,509
597,386	660,440	1,166,560
1,510,700	-	-
(4,843,493)	(4,504,617)	(4,157,966)
-	-	-
<u>3,666,919</u>	<u>2,304,734</u>	<u>3,016,807</u>
75,549,032	73,244,298	70,227,491
<u>79,215,951</u>	<u>75,549,032</u>	<u>73,244,298</u>
2,990,801	2,871,270	2,709,329
-	-	-
8,279,957	5,713,778	651,834
(4,843,493)	(4,504,617)	(4,157,966)
(108,295)	(64,872)	(74,379)
<u>6,318,970</u>	<u>4,015,559</u>	<u>(871,182)</u>
55,879,564	51,864,005	52,735,187
<u>62,198,534</u>	<u>55,879,564</u>	<u>51,864,005</u>
\$ <u>17,017,417</u>	\$ <u>19,669,468</u>	\$ <u>21,380,293</u>
78.5%	74.0%	70.8%
\$ 16,434,882	\$ 16,744,923	\$ 15,560,315
103.5%	117.5%	137.4%

CITY OF GRIFFIN, GEORGIA

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

	2021	2020	2019
Actuarially determined contribution	\$ 4,255,587	\$ 3,579,381	\$ 3,222,944
Contributions in relation to the actuarially determined contribution	4,255,587	3,579,381	3,222,944
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 18,712,779	\$ 18,050,230	\$ 20,588,760
Contributions as a percentage of covered payroll	22.7%	19.8%	15.7%

Notes to the Schedule:

Valuation Date	January 1, 2021
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amounts that the value exceeds or is less than the fair value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of the market value.
Assumed Rate of Return	
on Investments	7.375%
Projected Salary Increases	2.25%, plus service based merit increases
Cost-of-living Adjustment	3.00%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 16 years

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

2018	2017	2016
\$ 3,065,676	\$ 2,961,576	\$ 2,841,168
<u>3,065,676</u>	<u>2,961,576</u>	<u>2,841,168</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 16,576,613	\$ 16,434,882	\$ 16,744,923
18.5%	18.0%	17.0%

CITY OF GRIFFIN, GEORGIA

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

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 49,704	\$ 58,151	\$ 150,141	\$ 144,367
Interest on total pension liability	416,715	477,456	572,740	559,065
Differences between expected and actual experience	(129,745)	(823,080)	(664,012)	(314,018)
Changes of assumptions	-	(364,475)	(1,304,432)	-
Benefit payments, including refunds of employee contributions	(236,455)	(252,779)	(155,929)	(181,331)
Net change in total pension liability	100,219	(904,727)	(1,401,492)	208,083
Total OPEB liability - beginning	6,136,176	7,040,903	8,442,395	8,234,312
Total OPEB liability - ending (a)	6,236,395	6,136,176	7,040,903	8,442,395
Plan fiduciary net position				
Contributions - employer	(236,455)	(252,779)	(155,929)	181,331
Net investment income	349,086	494,623	736,114	969,716
Benefit payments, including refunds of member contributions	236,455	252,779	155,929	(181,331)
Net change in plan fiduciary net position	349,086	494,623	736,114	969,716
Plan fiduciary net position - beginning	8,752,899	8,258,276	7,522,162	6,552,446
Plan fiduciary net position - ending (b)	9,101,985	8,752,899	8,258,276	7,522,162
City's net OPEB liability (asset) - ending (a) - (b)	\$ (2,865,590)	\$ (2,616,723)	\$ (1,217,373)	\$ 920,233
Plan fiduciary net position as a percentage of the total OPEB liability	145.9%	142.6%	117.3%	89.1%
Covered payroll	\$ 7,412,576	\$ 8,471,505	\$ 6,820,657	\$ 7,585,296
Net pension liability as a percentage of covered payroll	-38.7%	-30.9%	-17.8%	12.1%

Notes to the Schedule:

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

CITY OF GRIFFIN, GEORGIA

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

	2021	2020	2019	2018
Actuarially determined contribution	\$ 193,793	\$ 231,555	\$ 252,777	\$ 251,099
Contributions in relation to the actuarially determined contribution	193,793	231,555	252,777	251,099
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,506,395	\$ 7,412,576	\$ 8,471,505	\$ 6,820,657
Contributions as a percentage of covered-employee payroll	3.0%	3.1%	3.0%	3.7%

Notes to the Schedule:

Valuation Date	June 30, 2021
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Fair Value of Assets
Assumed Rate of Return	
on Investments	7.00%
Inflation	2.50%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 20 years.

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

SUPPLEMENTARY INFORMATION

CITY OF GRIFFIN, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

The **2020 CDBG Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

The **2021 CDBG Fund** accounts for CDBG grant revenues and expenditures relating to public works projects.

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

The **Federal Relief Grant Fund** accounts for federal grant revenues and expenditures relating to COVID-19 relief.

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

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

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

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

CITY OF GRIFFIN, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

CAPITAL PROJECTS FUNDS

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

The **SPLOST Fund** accounts for capital projects of the City from resources provided by the 2009 special Spalding County 1% sales and use tax.

PERMANENT FUNDS

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

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

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

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

CITY OF GRIFFIN, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

ASSETS	Special Revenue Funds						
	Hotel/ Motel Tax Fund	Multiple Grant Fund	Confiscated Assets Fund	Police Technology Fund	Court Technology Fund	Police Donations Fund	2020 CDBG Fund
Cash and cash equivalents	\$ -	\$ 131,533	\$ 161,808	\$ 80	\$ 148,127	\$ 10,413	\$ -
Investments	-	-	-	-	-	-	-
Taxes receivable	7,455	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 7,455</u>	<u>\$ 131,533</u>	<u>\$ 161,808</u>	<u>\$ 80</u>	<u>\$ 148,127</u>	<u>\$ 10,413</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 2,137	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	5,318	44,451	16,557	5,974	12,688	-	-
Total liabilities	<u>7,455</u>	<u>44,451</u>	<u>16,557</u>	<u>5,974</u>	<u>12,688</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Permanent fund principal	-	-	-	-	-	-	-
Restricted for:							
Assets held for resale	-	-	-	-	-	-	-
Law enforcement	-	87,082	145,251	-	135,439	10,413	-
Cemetery maintenance (expendable)	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Unassigned	-	-	-	(5,894)	-	-	-
Total fund balances (deficits)	<u>-</u>	<u>87,082</u>	<u>145,251</u>	<u>(5,894)</u>	<u>135,439</u>	<u>10,413</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 7,455</u>	<u>\$ 131,533</u>	<u>\$ 161,808</u>	<u>\$ 80</u>	<u>\$ 148,127</u>	<u>\$ 10,413</u>	<u>\$ -</u>

(Continued)

Special Revenue Funds

2021 CDBG Fund	COPS Grant Fund	Federal Relief Fund	FEMA Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization 3 Fund	Tax Allocation Districts Fund
\$ 1,810	\$ -	\$ -	\$ -	\$ 163,494	\$ 151,868	\$ 2,103,861
-	-	-	-	-	-	-
-	32,726	-	1,251	-	-	-
-	-	-	91,695	-	-	5,432
-	-	-	-	-	-	-
<u>\$ 1,810</u>	<u>\$ 32,726</u>	<u>\$ -</u>	<u>\$ 92,946</u>	<u>\$ 163,494</u>	<u>\$ 151,868</u>	<u>\$ 2,109,293</u>

\$ 1,810	\$ -	-	\$ -	\$ -	\$ -	\$ -
-	32,726	-	398,356	37	-	50,251
<u>1,810</u>	<u>32,726</u>	<u>-</u>	<u>398,356</u>	<u>37</u>	<u>-</u>	<u>50,251</u>

-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	163,457	151,868	2,059,042
-	-	-	(305,410)	-	-	-
-	-	-	(305,410)	163,457	151,868	2,059,042
<u>\$ 1,810</u>	<u>\$ 32,726</u>	<u>\$ -</u>	<u>\$ 92,946</u>	<u>\$ 163,494</u>	<u>\$ 151,868</u>	<u>\$ 2,109,293</u>

CITY OF GRIFFIN, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

ASSETS	Capital Project Funds	Permanent Funds			Totals
	SPLOST Fund	Cemetery Trust Fund	LWS Emergency Fund	Mausoleum Trust Fund	
Cash and cash equivalents	\$ 223,024	\$ 1,691,988	\$ 165,146	\$ 498,741	\$ 5,451,893
Investments	-	3,175,749	923,786	333,448	4,432,983
Taxes receivable	-	-	-	-	7,455
Due from other governments	-	-	-	-	33,977
Due from other funds	-	135,229	640,640	-	872,996
Assets held for resale	-	172,406	-	-	172,406
Total assets	<u>\$ 223,024</u>	<u>\$ 5,175,372</u>	<u>\$ 1,729,572</u>	<u>\$ 832,189</u>	<u>\$ 10,971,710</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 3,947
Due to other funds	-	652	1,620,748	320,432	2,508,190
Total liabilities	<u>-</u>	<u>652</u>	<u>1,620,748</u>	<u>320,432</u>	<u>2,512,137</u>
FUND BALANCES (DEFICITS)					
Nonspendable:					
Permanent fund principal	-	3,468,154	108,824	173,137	3,750,115
Restricted for:					
Assets held for resale	-	172,406	-	-	172,406
Law enforcement	-	-	-	-	378,185
Cemetery maintenance (expendable)	-	1,534,160	-	338,620	1,872,780
Capital projects	223,024	-	-	-	2,597,391
Unassigned	-	-	-	-	(311,304)
Total fund balances (deficits)	<u>223,024</u>	<u>5,174,720</u>	<u>108,824</u>	<u>511,757</u>	<u>8,459,573</u>
Total liabilities and fund balances	<u>\$ 223,024</u>	<u>\$ 5,175,372</u>	<u>\$ 1,729,572</u>	<u>\$ 832,189</u>	<u>\$ 10,971,710</u>

(Concluded)

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Special Revenue Funds						2020 CDBG Fund
	Hotel/ Motel Tax Fund	Multiple Grant Fund	Confiscated Assets Fund	Police Technology Fund	Court Technology Fund	Police Donations Fund	
Revenues							
Other taxes	\$ 78,115	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	750,000
Fines and forfeitures	-	-	96,886	-	27,497	-	-
Interest revenue	-	17	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-
Total revenues	<u>78,115</u>	<u>17</u>	<u>96,886</u>	<u>-</u>	<u>27,497</u>	<u>-</u>	<u>750,000</u>
Expenditures							
Current:							
Public safety	-	-	76,211	-	13,815	-	-
Public works	-	-	-	-	-	-	1,194,541
Housing and economic development	34,175	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Total expenditures	<u>34,175</u>	<u>-</u>	<u>76,211</u>	<u>-</u>	<u>13,815</u>	<u>-</u>	<u>1,194,541</u>
Excess (deficiency) of revenues over (under) expenditures	<u>43,940</u>	<u>17</u>	<u>20,675</u>	<u>-</u>	<u>13,682</u>	<u>-</u>	<u>(444,541)</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	446,511
Transfers out	(43,940)	-	(3,276)	-	-	-	-
Total other financing sources (uses)	<u>(43,940)</u>	<u>-</u>	<u>(3,276)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>446,511</u>
Net change in fund balances	-	17	17,399	-	13,682	-	1,970
Fund balances (deficits), beginning of year	<u>-</u>	<u>87,065</u>	<u>127,852</u>	<u>(5,894)</u>	<u>121,757</u>	<u>10,413</u>	<u>(1,970)</u>
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ 87,082</u>	<u>\$ 145,251</u>	<u>\$ (5,894)</u>	<u>\$ 135,439</u>	<u>\$ 10,413</u>	<u>\$ -</u>

(Continued)

Special Revenue Funds

2021 CDBG Fund	COPS Grant Fund	Federal Relief Fund	FEMA Fund	Neighborhood Stabilization Fund	Neighborhood Stabilization 3 Fund	Tax Allocation Districts Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 480,010
-	-	-	-	-	-	-
16,478	92,662	1,194,207	1,382	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	5,000	-
<u>16,478</u>	<u>92,662</u>	<u>1,194,207</u>	<u>1,382</u>	<u>-</u>	<u>5,000</u>	<u>480,010</u>
-	92,662	-	330,539	-	-	-
117,633	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	50,255
<u>117,633</u>	<u>92,662</u>	<u>-</u>	<u>330,539</u>	<u>-</u>	<u>-</u>	<u>50,255</u>
(101,155)	-	1,194,207	(329,157)	-	5,000	429,755
101,155	-	-	-	-	-	-
-	-	-	-	-	-	-
101,155	-	-	-	-	-	-
-	-	1,194,207	(329,157)	-	5,000	429,755
-	-	(1,194,207)	23,747	163,457	146,868	1,629,287
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (305,410)</u>	<u>\$ 163,457</u>	<u>\$ 151,868</u>	<u>\$ 2,059,042</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Capital Project Funds</u>	<u>Permanent Funds</u>			<u>Totals</u>
	<u>SPLOST Fund</u>	<u>Cemetery Trust Fund</u>	<u>LWS Emergency Fund</u>	<u>Mausoleum Trust Fund</u>	
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ 558,125
Charges for services	-	74,023	-	-	74,023
Intergovernmental	2,489,041	-	-	-	4,543,770
Fines and forfeitures	-	-	-	-	124,383
Interest revenue	-	674,895	-	-	674,912
Other revenues	-	65,483	24,988	8,467	103,938
Total revenues	<u>2,489,041</u>	<u>814,401</u>	<u>24,988</u>	<u>8,467</u>	<u>6,079,151</u>
Expenditures					
Current:					
Public safety	-	-	-	-	513,227
Public works	-	12,726	-	89	1,324,989
Housing and economic development	-	-	-	-	34,175
Capital outlay	3,307,864	-	-	-	3,307,864
Debt service	-	-	-	-	50,255
Total expenditures	<u>3,307,864</u>	<u>12,726</u>	<u>-</u>	<u>89</u>	<u>5,230,510</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(818,823)</u>	<u>801,675</u>	<u>24,988</u>	<u>8,378</u>	<u>848,641</u>
Other financing sources (uses)					
Transfers in	-	-	-	-	547,666
Transfers out	-	-	-	-	(47,216)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,450</u>
Net change in fund balances	<u>(818,823)</u>	<u>801,675</u>	<u>24,988</u>	<u>8,378</u>	<u>1,349,091</u>
Fund balances (deficits), beginning of year	<u>1,041,847</u>	<u>4,373,045</u>	<u>83,836</u>	<u>503,379</u>	<u>7,110,482</u>
Fund balances (deficits), end of year	<u>\$ 223,024</u>	<u>\$ 5,174,720</u>	<u>\$ 108,824</u>	<u>\$ 511,757</u>	<u>\$ 8,459,573</u>
(Concluded)					

CITY OF GRIFFIN, GEORGIA

**HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Other taxes	\$ 78,115	\$ 78,115	\$ -
Total revenues	<u>78,115</u>	<u>78,115</u>	<u>-</u>
EXPENDITURES			
Housing and development	34,175	34,175	-
Total expenditures	<u>34,175</u>	<u>34,175</u>	<u>-</u>
Excess of revenues over expenditures	<u>43,940</u>	<u>43,940</u>	<u>-</u>
Other financing uses			
Transfers out	(43,940)	(43,940)	-
Total other financing uses	<u>(43,940)</u>	<u>(43,940)</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Interest revenue	\$ 16	\$ 17	\$ 1
Total revenues	<u>16</u>	<u>17</u>	<u>1</u>
EXPENDITURES			
Public safety	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	16	17	1
FUND BALANCES, beginning of year	<u>87,065</u>	<u>87,065</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 87,081</u>	<u>\$ 87,082</u>	<u>\$ 1</u>

CITY OF GRIFFIN, GEORGIA

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

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Fines and forfeitures	\$ 97,415	\$ 96,886	\$ 529
Total revenues	<u>97,415</u>	<u>96,886</u>	<u>529</u>
EXPENDITURES			
Public safety	94,115	76,211	17,904
Total expenditures	<u>94,115</u>	<u>76,211</u>	<u>17,904</u>
Excess of revenues over expenditures	3,300	20,675	(17,375)
OTHER FINANCING USE			
Transfers out	(3,300)	(3,276)	24
Total other financing use	<u>(3,300)</u>	<u>(3,276)</u>	<u>24</u>
Net change in fund balance	-	17,399	(17,399)
FUND BALANCES, beginning of year	<u>127,852</u>	<u>127,852</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 127,852</u>	<u>\$ 145,251</u>	<u>\$ (17,399)</u>

CITY OF GRIFFIN, GEORGIA

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

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

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and forfeitures	\$ 27,496	\$ 27,497	\$ 1
Total revenues	<u>27,496</u>	<u>27,497</u>	<u>1</u>
EXPENDITURES			
Public safety	13,815	13,815	-
Total expenditures	<u>13,815</u>	<u>13,815</u>	<u>-</u>
Net change in fund balance	13,681	13,682	1
FUND BALANCES, beginning of year	<u>121,757</u>	<u>121,757</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 135,438</u>	<u>\$ 135,439</u>	<u>\$ 1</u>

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Contributions and donations	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Public safety	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
FUND BALANCES, beginning of year	<u>10,413</u>	<u>10,413</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 10,413</u>	<u>\$ 10,413</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**2020 CDBG FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 750,000	\$ 750,000	\$ -
Total revenues	<u>750,000</u>	<u>750,000</u>	<u>-</u>
EXPENDITURES			
Public works	1,194,541	1,194,541	-
Total expenditures	<u>1,194,541</u>	<u>1,194,541</u>	<u>-</u>
Deficiency of revenues over expenditures	(444,541)	(444,541)	-
OTHER FINANCING SOURCES			
Transfers in	446,511	446,511	-
Total other financing sources	<u>446,511</u>	<u>446,511</u>	<u>-</u>
Net change in fund balance	1,970	1,970	-
FUND BALANCES, beginning of year	<u>(1,970)</u>	<u>(1,970)</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

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

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Intergovernmental	\$ 16,478	\$ 16,478	\$ -
Total revenues	<u>16,478</u>	<u>16,478</u>	<u>-</u>
EXPENDITURES			
Public works	117,633	117,633	-
Total expenditures	<u>117,633</u>	<u>117,633</u>	<u>-</u>
Deficiency of revenues over expenditures	(101,155)	(101,155)	-
OTHER FINANCING SOURCES			
Transfers in	101,155	101,155	-
Total other financing sources	<u>101,155</u>	<u>101,155</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 1,194,207	\$ 1,194,207	\$ -
Total revenues	<u>1,194,207</u>	<u>1,194,207</u>	<u>-</u>
Change in fund balance	<u>1,194,207</u>	<u>1,194,207</u>	<u>-</u>
FUND DEFICITS, beginning of year	<u>(1,194,207)</u>	<u>(1,194,207)</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Grant	\$ 92,665	\$ 92,662	\$ (3)
Total revenues	<u>92,665</u>	<u>92,662</u>	<u>(3)</u>
Public safety	92,665	92,662	3
Total expenditures	<u>92,665</u>	<u>92,662</u>	<u>3</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF GRIFFIN, GEORGIA

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

	<u>Original and Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 330,547	\$ 1,382	\$ (329,165)
Total revenues	<u>330,547</u>	<u>1,382</u>	<u>(329,165)</u>
EXPENDITURES			
Public safety	330,547	330,539	8
Total expenditures	<u>330,547</u>	<u>330,539</u>	<u>8</u>
Net change in fund balance	-	(329,157)	(329,157)
FUND BALANCES, beginning of year	<u>23,747</u>	<u>23,747</u>	-
FUND BALANCES, end of year	<u>\$ 23,747</u>	<u>\$ (305,410)</u>	<u>\$ (329,157)</u>

CITY OF GRIFFIN, GEORGIA

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

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

CITY OF GRIFFIN, GEORGIA

**NEIGHBORHOOD STABILIZATION 3 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Intergovernmental	\$ -	\$ -	\$ -
Other revenues	5,000	5,000	-
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>-</u>
EXPENDITURES			
Public works	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	5,000	5,000	-
FUND BALANCES, beginning of year	<u>146,868</u>	<u>146,868</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 151,868</u>	<u>\$ 151,868</u>	<u>\$ -</u>

CITY OF GRIFFIN, GEORGIA

**TAX ALLOCATION DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original and Final Budgeted Amounts	Actual	Variance
REVENUES			
Other taxes	\$ 479,982	\$ 480,010	\$ 28
Total revenues	<u>479,982</u>	<u>480,010</u>	<u>28</u>
EXPENDITURES			
Current:			
Debt service	50,270	50,255	15
Total expenditures	<u>50,270</u>	<u>50,255</u>	<u>15</u>
Excess of revenues over expenditures	429,712	429,755	43
OTHER FINANCING USES			
Transfers in	(10,000)	-	10,000
Total other financing uses	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
Net change in fund balance	419,712	429,755	10,043
FUND BALANCES, beginning of year	<u>1,629,287</u>	<u>1,629,287</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 2,048,999</u>	<u>\$ 2,059,042</u>	<u>\$ 10,043</u>

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2009 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		<u>Total</u>
			<u>Prior Years</u>	<u>Current Year</u>	
Roads, streets, bridges and transportation improvements and equipment:					
Airport Signals	\$ 585,291	\$ 585,291	\$ 37,167	\$ -	\$ 37,167
Signals Phase I	487,893	487,893	99,351	-	99,351
Signals Phase II	182,013	182,013	48,217	-	48,217
Intersections	144,860	144,860	3,716,026	-	3,716,026
Airport Road Intersection	55,000	55,000	-	-	-
6th Street Bridge	643,340	643,340	882,071	-	882,071
Meriwether Street Bridge	275,000	275,000	-	-	-
Poplar Street Bridge	275,000	275,000	-	-	-
Street Resurfacing	1,800,000	1,800,000	2,116,122	-	2,116,122
Block Improvement	500,000	500,000	760,849	-	760,849
Sidewalks	490,728	490,728	400,090	-	400,090
North Hill Street LCI	3,000,000	3,000,000	5,296,641	3,307,864	8,604,505
Utilities/Engineering	2,435,465	2,435,465	337,441	-	337,441
	<u>\$ 10,874,590</u>	<u>\$ 10,874,590</u>	<u>\$ 13,693,975</u>	<u>\$ 3,307,864</u>	<u>\$ 17,001,839</u>
Total per Combining Statement of Revenues, Expenditures and Changes in Fund Balance				<u>\$ 3,307,864</u>	

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2016 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		<u>Total</u>
			<u>Prior Years</u>	<u>Current Year</u>	
One Griffin Center	\$ 3,038,510	\$ 3,038,510	\$ 2,825,784	\$ -	\$ 2,825,784
Fire Headquarters	3,250,000	3,250,000	3,450,127	-	3,450,127
Aerial Truck	1,510,298	1,510,298	1,098,963	-	1,098,963
Historic City Hall	3,556,541	3,556,541	4,069,436	9,120	4,078,556
Substandard Abatement	3,000,000	3,000,000	1,188,393	50,356	1,238,749
Street Resurfacing	4,948,651	4,948,651	1,310,699	359,242	1,669,941
Intersection Improvements	2,200,000	2,200,000	1,347,902	161,967	1,509,869
Sidewalks	600,000	600,000	180,113	-	180,113
Right of Way Improvements	240,000	240,000	291,181	-	291,181
	<u>\$ 22,344,000</u>	<u>\$ 22,344,000</u>	<u>\$ 15,762,598</u>	580,685	<u>\$ 16,343,283</u>

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

Debt service principal expenditures already included in amounts above.	1,750,000
Debt service interest expenditures already included in amounts above.	<u>184,549</u>
Total per Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 2,515,234</u>

CITY OF GRIFFIN, GEORGIA

NONMAJOR ENTERPRISE FUNDS

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

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

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

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

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

CITY OF GRIFFIN, GEORGIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2021

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
ASSETS			
CURRENT ASSETS			
Cash	\$ 1,295,461	\$ -	\$ -
Restricted assets, cash	-	-	-
Accounts receivable, net of allowances	181,250	-	-
Due from other governments	5,100	-	-
Due from component units	31,466	-	-
Due from other funds	2,284,898	829,114	-
Inventories	-	-	-
Prepaid expenses	19,393	-	-
Total current assets	<u>3,817,568</u>	<u>829,114</u>	<u>-</u>
NON-CURRENT ASSETS			
Capital assets:			
Nondepreciable	450,248	457,769	-
Depreciable, net of accumulated depreciation	6,262,412	899,693	-
Total non-current assets	<u>6,712,660</u>	<u>1,357,462</u>	<u>-</u>
Total assets	<u>10,530,228</u>	<u>2,186,576</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	370,033	-	-
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	37,835	-	24
Accrued liabilities	17,233	-	-
Current portion - compensated absences	25,665	-	-
Current portion - notes payable	225,140	-	-
Current portion - capital leases payable	163,084	-	-
Due to other funds	41,931	673,271	149,509
Total current liabilities	<u>510,888</u>	<u>673,271</u>	<u>149,533</u>
NON-CURRENT LIABILITIES			
Compensated absences, net of current portion	4,529	-	-
Net pension liability	1,041,483	-	-
Notes payable, net of current portion	1,426,312	-	-
Capital leases payable, net of current portion	195,763	-	-
Total non-current liabilities	<u>2,668,087</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>3,178,975</u>	<u>673,271</u>	<u>149,533</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	25,525	-	-
NET POSITION			
Net investment in capital assets	4,702,361	1,357,462	-
Unrestricted	2,993,400	155,843	(149,533)
Total net position	<u>\$ 7,695,761</u>	<u>\$ 1,513,305</u>	<u>\$ (149,533)</u>

Golf Course Fund	Totals
\$ 609,637	\$ 1,905,098
97,009	97,009
12,442	193,692
-	5,100
24,345	55,811
15,144	3,129,156
32,539	32,539
3,764	23,157
<u>794,880</u>	<u>5,441,562</u>
1,644,618	2,552,635
181,054	7,343,159
<u>1,825,672</u>	<u>9,895,794</u>
<u>2,620,552</u>	<u>15,337,356</u>
<u>107,805</u>	<u>477,838</u>
24,156	62,015
12,361	29,594
6,657	32,322
-	225,140
-	163,084
<u>147,275</u>	<u>1,011,986</u>
<u>190,449</u>	<u>1,524,141</u>
1,174	5,703
303,423	1,344,906
-	1,426,312
-	195,763
<u>304,597</u>	<u>2,972,684</u>
<u>495,046</u>	<u>4,496,825</u>
<u>7,436</u>	<u>32,961</u>
1,825,672	7,885,495
400,203	3,399,913
<u>\$ 2,225,875</u>	<u>\$ 11,285,408</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
OPERATING REVENUES			
Charges for services	\$ 2,504,511	\$ 489,640	\$ -
Other services	48,388	-	-
Total operating revenues	<u>2,552,899</u>	<u>489,640</u>	<u>-</u>
OPERATING EXPENSES			
Personal services	1,021,438	-	-
Purchased or contracted service	360,740	42,217	-
Supplies	144,439	6,749	-
Miscellaneous	90,022	6,360	-
Depreciation	573,646	78,104	-
Total operating expenses	<u>2,190,285</u>	<u>133,430</u>	<u>-</u>
Operating income (loss)	<u>362,614</u>	<u>356,210</u>	<u>-</u>
NON-OPERATING REVENUES (EXPENSES)			
Intergovernmental	1,344	-	-
Interest revenue	8,472	-	-
Interest expense	(27,047)	-	-
Miscellaneous	-	3,412	-
Total non-operating revenues (expenses)	<u>(17,231)</u>	<u>3,412</u>	<u>-</u>
Income (loss) before transfers	<u>345,383</u>	<u>359,622</u>	<u>-</u>
Transfers in	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	345,383	359,622	-
NET POSITION, beginning of year	<u>7,350,378</u>	<u>1,153,683</u>	<u>(149,533)</u>
NET POSITION, end of year	<u>\$ 7,695,761</u>	<u>\$ 1,513,305</u>	<u>\$ (149,533)</u>

Golf Course Fund	Totals
\$ 488,103	\$ 3,482,254
-	48,388
<u>488,103</u>	<u>3,530,642</u>
408,687	1,430,125
189,861	592,818
49,767	200,955
188,212	284,594
43,062	694,812
<u>879,589</u>	<u>3,203,304</u>
<u>(391,486)</u>	<u>327,338</u>
-	1,344
-	8,472
-	(27,047)
-	3,412
<u>-</u>	<u>(13,819)</u>
<u>(391,486)</u>	<u>313,519</u>
<u>589,271</u>	<u>589,271</u>
<u>589,271</u>	<u>589,271</u>
197,785	902,790
<u>2,028,090</u>	<u>10,382,618</u>
<u>\$ 2,225,875</u>	<u>\$ 11,285,408</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Stormwater Utility Fund	Telecommunications Fund	Welcome Center Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 1,970,380	\$ 397,177	\$ 17,195
Payments to suppliers	(685,208)	(339,474)	(17,047)
Payments to employees	(960,054)	-	(148)
Net cash provided by (used in) operating activities	<u>325,118</u>	<u>57,703</u>	<u>-</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental	1,344	-	-
Transfers in	-	-	-
Net cash provided by noncapital financing activities	<u>1,344</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(981,265)	(61,115)	-
Proceeds from the disposal of capital assets	-	3,412	-
Proceeds from capital leases payable	659,386	-	-
Principal paid on notes payable and capital leases	(297,019)	-	-
Interest paid	(27,873)	-	-
Net cash used in capital and related financing activities	<u>(646,771)</u>	<u>(57,703)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	8,472	-	-
Net cash provided by investing activities	<u>8,472</u>	<u>-</u>	<u>-</u>
Change in cash and cash equivalents	(311,837)	-	-
Cash and cash equivalents:			
Beginning of year	1,607,298	-	-
End of year	<u>\$ 1,295,461</u>	<u>\$ -</u>	<u>\$ -</u>
Classified as:			
Cash	\$ 1,295,461	\$ -	\$ -
Restricted assets, cash	-	-	-
	<u>\$ 1,295,461</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

Golf Course Fund	Totals
\$ 480,405	\$ 2,865,157
-	(1,041,729)
<u>(803,611)</u>	<u>(1,763,813)</u>
(323,206)	59,615
-	1,344
<u>589,271</u>	<u>589,271</u>
589,271	590,615
(80,794)	(1,123,174)
-	3,412
-	659,386
-	(297,019)
<u>-</u>	<u>(27,873)</u>
<u>(80,794)</u>	<u>(785,268)</u>
-	8,472
<u>-</u>	<u>8,472</u>
185,271	(126,566)
521,375	2,128,673
<u>\$ 706,646</u>	<u>\$ 2,002,107</u>
\$ 609,637	\$ 1,905,098
97,009	97,009
<u>\$ 706,646</u>	<u>\$ 2,002,107</u>

CITY OF GRIFFIN, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Stormwater Utility Fund</u>	<u>Telecommunications Fund</u>	<u>Welcome Center Fund</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ 362,614	\$ 356,210	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	573,646	78,104	-
Changes in assets and liabilities			
Decrease in accounts receivable	12,532	-	-
Decrease in due from other governments	180,939	-	-
Increase in inventory	-	-	-
Decrease (increase) in due from other funds	(780,465)	(829,114)	17,383
Decrease in prepaids and other assets	512	-	-
Decrease (increase) in deferred outflows of resources	17,882	-	-
Increase (decrease) in accounts payable	(93,123)	-	(336)
Increase (decrease) in accrued liabilities	(938)	-	-
Increase (decrease) in due to other funds	4,475	452,503	(17,047)
Increase in net pension liability	35,975	-	-
Increase in deferred inflows of resources	11,069	-	-
	<u>\$ 325,118</u>	<u>\$ 57,703</u>	<u>\$ -</u>
Net cash provided by (used in) operating activities			

(Concluded)

Golf Course Fund	Totals
\$ (391,486)	\$ 327,338
43,062	694,812
3,722	16,254
-	180,939
(7,145)	(7,145)
(11,420)	(1,603,616)
1,959	2,471
(16,511)	1,371
16,387	(77,072)
3,275	2,337
(35,865)	404,066
66,782	102,757
4,034	15,103
<u>\$ (323,206)</u>	<u>\$ 59,615</u>

CITY OF GRIFFIN, GEORGIA

INTERNAL SERVICE FUNDS

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

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

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2021**

	<u>Moter Pool Fund</u>	<u>Payroll Fund</u>	<u>Total</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	\$ 1,399,387	\$ 58,414	\$ 1,457,801
Accounts receivable, net of allowances	46	-	46
Due from component units	4,417	49,289	53,706
Due from other funds	349,654	165,440	515,094
Inventories	222,928	-	222,928
Prepaid expenses	6,285	-	6,285
Total current assets	<u>1,982,717</u>	<u>273,143</u>	<u>2,255,860</u>
NON-CURRENT ASSETS			
Depreciable, net of accumulated depreciation	316,930	-	316,930
Total non-current assets	<u>316,930</u>	<u>-</u>	<u>316,930</u>
Total assets	<u>2,299,647</u>	<u>273,143</u>	<u>2,572,790</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	58,108	-	58,108
Accrued liabilities	8,106	273,143	281,249
Current portion - compensated absences	12,079	-	12,079
Due to other funds	1,334,496	-	1,334,496
Total current liabilities	<u>1,412,789</u>	<u>273,143</u>	<u>1,685,932</u>
NON-CURRENT LIABILITIES			
Compensated absences, net of current portion	6,653	-	6,653
Total non-current liabilities	<u>6,653</u>	<u>-</u>	<u>6,653</u>
Total liabilities	<u>1,419,442</u>	<u>273,143</u>	<u>1,692,585</u>
NET POSITION			
Net investment in capital assets	316,930	-	316,930
Unrestricted	563,275	-	563,275
Total net position	<u>\$ 880,205</u>	<u>\$ -</u>	<u>\$ 880,205</u>

The accompanying notes are an integral part of these financial statements

CITY OF GRIFFIN, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Motor Pool Fund	Payroll Fund	Total
OPERATING REVENUES			
Charges for services	\$ 979,141	\$ -	\$ 979,141
Other services	2,249	-	2,249
Total operating revenues	<u>981,390</u>	<u>-</u>	<u>981,390</u>
OPERATING EXPENSES			
Personal services	549,976	-	549,976
Purchased or contracted services	211,142	-	211,142
Supplies	559,176	-	559,176
Miscellaneous	18,436	-	18,436
Depreciation	50,165	-	50,165
Total operating expenses	<u>1,388,895</u>	<u>-</u>	<u>1,388,895</u>
Operating loss	<u>(407,505)</u>	<u>-</u>	<u>(407,505)</u>
Loss before capital contributions and transfers	<u>(407,505)</u>	<u>-</u>	<u>(407,505)</u>
TRANSFERS			
Transfers in	558,974	-	558,974
Total transfers	<u>558,974</u>	<u>-</u>	<u>558,974</u>
Change in net position	151,469	-	151,469
Net position, beginning of year	<u>728,736</u>	<u>-</u>	<u>728,736</u>
Net position, end of year	<u>\$ 880,205</u>	<u>\$ -</u>	<u>\$ 880,205</u>

The accompanying notes are an integral part of these financial statements

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Motor Pool Fund</u>	<u>Payroll Fund</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 986,080	\$ (27,344)	\$ 958,736
Payments to suppliers	(780,826)	-	(780,826)
Payments to employees	(553,106)	-	(553,106)
Net cash used in operating activities	<u>(347,852)</u>	<u>(27,344)</u>	<u>(375,196)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	558,974	-	558,974
Net cash provided by noncapital financing activities	<u>558,974</u>	<u>-</u>	<u>558,974</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(5,374)	-	(5,374)
Net cash used in capital and related financing activities	<u>(5,374)</u>	<u>-</u>	<u>(5,374)</u>
Increase (decrease) in cash and cash equivalents	<u>205,748</u>	<u>(27,344)</u>	<u>178,404</u>
Cash and cash equivalents:			
Beginning of year	<u>1,193,639</u>	<u>27,344</u>	<u>1,220,983</u>
End of year	<u>\$ 1,399,387</u>	<u>\$ -</u>	<u>\$ 1,399,387</u>
Classified as:			
Cash and cash equivalents	\$ 1,399,387	\$ 58,414	\$ 1,457,801
	<u>\$ 1,399,387</u>	<u>\$ 58,414</u>	<u>\$ 1,457,801</u>

(Continued)

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Moter Pool Fund	Payroll Fund	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating (loss)	\$ (407,505)	\$ -	(407,505)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	50,165	-	50,165
Changes in assets and liabilities:			
Decrease in accounts receivable	154	-	154
Increase in inventories	(3,589)	-	(3,589)
Decrease in due from other funds	391,649	212,019	603,668
Decrease in due from component units	-	1,890	1,890
Decrease in prepaids and other assets	1,974	-	1,974
Increase in accounts payable	9,543	-	9,543
Decrease in accrued liabilities	(3,130)	(241,253)	(244,383)
Decrease in due to other funds	(387,113)	-	(387,113)
Net cash (used in) operating activities	\$ (347,852)	\$ (27,344)	\$ (375,196)

The accompanying notes are an integral part of these financial statements

CITY OF GRIFFIN, GEORGIA

**BALANCE SHEET
COMPONENT UNITS
JUNE 30, 2021**

	<u>Griffin Main Street</u>	<u>Griffin Downtown Development</u>
ASSETS		
Cash and cash equivalents	\$ 61,669	\$ 111,008
Due from primary government	30,236	122,478
	<hr/>	<hr/>
Total assets	91,905	233,486
	<hr/>	<hr/>
LIABILITIES		
Accounts payable	514	-
Unearned revenue	238	-
Due to primary government	1,936	3,322
	<hr/>	<hr/>
Total liabilities	2,688	3,322
	<hr/>	<hr/>
FUND BALANCES		
Unassigned	89,217	230,164
	<hr/>	<hr/>
Total fund balance	\$ 89,217	\$ 230,164
	<hr/> <hr/>	<hr/> <hr/>

CITY OF GRIFFIN, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Griffin Main Street</u>	<u>Griffin Downtown Development</u>
Revenues		
Intergovernmental	\$ 92,998	\$ 81,209
Interest	-	32
Total revenues	<u>92,998</u>	<u>81,241</u>
Expenditures		
Purchased or contracted services	13,439	4,011
Supplies	5,188	-
Miscellaneous	73,988	92,780
Total expenditures	<u>92,615</u>	<u>96,791</u>
Net change in fund balance	383	(15,550)
Fund balances, beginning of year	<u>88,834</u>	<u>245,714</u>
Fund balances, end of year	<u>\$ 89,217</u>	<u>\$ 230,164</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
AIRPORT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

OPERATING REVENUES	
Charges for services	\$ 369,558
Other services	1,360
Total operating revenues	<u>370,918</u>
OPERATING EXPENSES	
Personnel services	256,339
Purchased or contracted service	289,677
Supplies	6,836
Miscellaneous	57,744
Depreciation	133,948
Total operating expenses	<u>744,544</u>
Operating loss	<u>(373,626)</u>
NON-OPERATING REVENUES (EXPENSES)	
Intergovernmental	623,877
Intergovernmental - contributions from City	453,600
Interest revenue	20
Interest expense and fiscal charges	(146,577)
Total non-operating revenues, net	<u>930,920</u>
Change in net position	<u>557,294</u>
Net position, beginning of year	<u>10,995,075</u>
Net position, end of year	<u>\$ 11,552,369</u>

CITY OF GRIFFIN, GEORGIA
STATEMENT OF CASH FLOWS
AIRPORT AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 8,584,661
Payments to employees	(248,089)
	8,336,572
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Intergovernmental	1,077,477
	1,077,477
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and construction of capital assets	(334,941)
Payments on revenue bonds	(490,000)
Interest paid	(187,300)
	(1,012,241)
 CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	20
	20
Change in cash and cash equivalents	8,401,828
 Cash and cash equivalents:	
Beginning of year	1,224,780
End of year	\$ 9,626,608
 Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (373,626)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	133,948
Changes in assets and liabilities:	
Increase in accounts receivable	(144,979)
Increase in inventory	(12,485)
Decrease in due from other funds	488,618
Decrease in deferred outflows of resources - pension and other post-employment benefits	10,398
Increase in accounts payable	6,447
Increase in accrued liabilities	1,607
Increase in deferred revenue	8,183,258
Decrease in due to other funds	47,353
Decrease in net pension liability	(5,748)
Increase in net other post-employment benefits liability	406
Increase in deferred inflows of resources - pension and other post-employment benefits	1,375
	1,375
Net cash provided by operating activities	\$ 8,336,572

STATISTICAL SECTION

STATISTICAL SECTION

This part of the City of Griffin's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	123 – 129
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	130 – 137
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	138 – 142
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	143 and 144
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	145 – 147
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

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

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 16,197,106	\$ 17,649,753	\$ 18,088,118	\$ 19,658,120	\$ 27,292,457	\$ 21,045,080	\$ 27,223,308	\$ 33,376,373	\$ 39,001,235	\$ 46,019,877
Restricted	3,826,867	4,206,163	6,227,266	6,166,773	11,415,432	14,948,625	15,393,224	13,980,926	16,334,895	19,969,035
Unrestricted	15,725,008	15,001,410	15,748,511	7,434,838	(1,841,296)	4,416,351	3,066,557	1,776,781	2,420,137	5,955,817
Total governmental activities net position	<u>\$ 35,748,981</u>	<u>\$ 36,857,326</u>	<u>\$ 40,063,895</u>	<u>\$ 33,259,731</u>	<u>\$ 36,866,593</u>	<u>\$ 40,410,056</u>	<u>\$ 45,683,089</u>	<u>\$ 49,134,080</u>	<u>\$ 57,756,267</u>	<u>\$ 71,944,729</u>
Business-type activities										
Net investment in capital assets	\$ 47,439,408	\$ 45,543,491	\$ 49,188,045	\$ 55,349,624	\$ 59,283,034	\$ 64,495,240	\$ 69,396,942	\$ 71,716,224	\$ 71,580,894	\$ 74,625,242
Restricted	1,013,568	10,404,843	5,982,820	4,017,589	4,068,183	2,841,274	2,632,901	2,200,058	2,267,437	2,341,677
Unrestricted	25,185,368	27,140,869	31,291,021	24,192,432	31,277,153	31,868,579	34,699,829	41,752,926	51,842,144	56,614,274
Total business-type activities net position	<u>\$ 73,638,344</u>	<u>\$ 83,089,203</u>	<u>\$ 86,461,886</u>	<u>\$ 83,559,645</u>	<u>\$ 94,628,370</u>	<u>\$ 99,205,093</u>	<u>\$ 106,729,672</u>	<u>\$ 115,669,208</u>	<u>\$ 125,690,475</u>	<u>\$ 133,581,193</u>
Primary government										
Net investment in capital assets	\$ 63,636,514	\$ 63,193,244	\$ 67,276,163	\$ 75,007,744	\$ 86,575,491	\$ 85,540,320	\$ 96,620,250	\$ 105,092,597	\$ 110,582,129	\$ 120,645,119
Restricted	4,840,435	14,611,006	12,210,086	10,184,362	15,483,615	17,789,899	18,026,125	16,180,984	18,602,332	22,310,712
Unrestricted	40,910,376	42,142,279	47,039,532	31,627,270	29,435,857	36,284,930	37,766,386	43,529,707	54,262,281	62,570,091
Total primary government net position	<u>\$ 109,387,325</u>	<u>\$ 119,946,529</u>	<u>\$ 126,525,781</u>	<u>\$ 116,819,376</u>	<u>\$ 131,494,963</u>	<u>\$ 139,615,149</u>	<u>\$ 152,412,761</u>	<u>\$ 164,803,288</u>	<u>\$ 183,446,742</u>	<u>\$ 205,525,922</u>

Note: GASB 68 was implemented during fiscal year 2015.

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year ^(a)									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Primary government										
Governmental activities:										
General government	\$ 4,149,134	\$ 4,817,013	\$ 5,019,496	\$ 4,814,301	\$ 4,794,301	\$ 8,607,024	\$ 5,541,017	\$ 6,390,256	\$ 4,394,221	\$ 3,525,727
Judicial	251,537	163,995	187,201	220,967	299,837	231,521	312,526	385,072	356,904	364,075
Public safety	14,803,719	14,671,072	14,770,642	14,095,194	14,149,168	13,723,855	14,559,704	16,861,029	16,099,234	17,216,914
Public works	4,389,885	6,125,980	4,838,560	4,450,304	5,181,358	4,648,252	4,907,482	4,836,268	4,876,652	6,406,105
Parks and recreation	288,563	306,880	331,053	341,114	375,164	390,878	376,616	497,250	447,893	378,481
Housing and development	893,084	1,744,909	1,285,090	1,198,472	1,414,435	1,423,875	1,262,974	1,239,173	1,724,904	1,532,413
Interest and fiscal changes	192,630	315,732	206,286	194,435	439,627	150,998	127,215	130,831	127,403	99,760
Total governmental activities expenses	24,968,552	28,145,581	26,638,328	25,314,787	26,653,890	29,176,403	27,087,534	30,339,879	28,027,211	29,523,475
Business-type activities:										
Water and wastewater	16,324,849	16,452,354	15,142,670	15,250,310	16,507,868	16,394,635	16,895,047	17,821,674	18,231,671	18,169,568
Electric	35,759,349	36,908,037	37,555,182	38,889,023	37,265,142	38,308,938	38,274,105	41,232,826	40,718,967	43,354,254
Solid waste	5,990,274	6,259,574	6,460,663	6,869,383	6,865,956	7,766,989	7,442,498	8,644,253	8,658,174	8,855,745
Stormwater	1,634,492	1,607,053	1,765,224	1,981,286	1,639,352	1,816,685	1,919,628	2,404,415	2,343,956	2,229,021
Airport	780,458	1,014,246	-	-	-	-	-	-	-	-
Welcome center	106,178	115,656	122,901	106,913	101,107	109,020	172,931	128,543	1,666,578	-
Telecommunications	-	-	-	-	-	-	70,754	79,321	96,949	133,430
Golf course	601,361	608,758	637,841	662,440	659,881	656,516	656,870	685,707	706,668	879,589
Total business-type activities expenses	61,196,961	62,965,678	61,684,481	63,759,355	63,039,306	65,052,783	65,431,833	70,996,739	72,422,963	73,621,607
Total primary government expenses	86,165,513	91,111,259	88,322,809	89,074,142	89,693,196	94,229,186	92,519,367	101,336,618	100,450,174	103,145,082
Program revenues										
Primary government										
Governmental activities:										
Charges for services										
General government	4,745,905	5,241,268	5,716,553	5,559,215	5,380,984	5,456,453	5,860,496	5,676,731	5,757,419	5,700,325
Public safety	1,151,869	1,035,788	660,646	888,437	832,375	783,377	837,529	1,132,432	1,124,575	1,175,889
Public works	205,135	197,369	174,619	187,224	173,247	173,578	193,721	200,358	216,153	272,233
Parks and recreation	207,638	207,317	186,169	215,779	226,426	198,072	189,906	252,700	186,715	205,977
Housing and economic development	149,688	127,337	150,780	235,016	181,471	230,524	238,120	430,409	742,636	642,035
Operating grants and contributions	401,862	790,343	615,471	373,085	573,546	436,650	310,585	210,833	142,223	199,073
Capital grants and contributions	1,728,069	2,244,969	2,629,373	1,235,013	2,698,218	4,808,719	6,282,899	5,333,937	7,423,291	10,481,416
Total governmental activities program revenues	8,590,166	9,844,391	10,133,611	8,693,769	10,066,267	12,087,373	13,913,256	13,237,400	15,593,012	18,676,948

(Continued)

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year ^(a)									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Program revenues (Continued)										
Business-type activities:										
Charges for services ^(a)										
Water and wastewater	\$ 19,535,423	\$ 19,281,293	\$ 18,756,927	\$ 19,028,788	\$ 25,091,898	\$ 21,276,341	\$ 21,620,331	\$ 23,531,271	\$ 24,409,982	\$ 24,963,709
Electric	44,721,076	44,114,775	47,080,348	48,554,415	46,628,975	48,009,529	48,174,964	52,051,728	53,449,330	53,813,627
Solid waste	5,899,648	5,958,989	6,176,975	6,454,229	6,097,257	6,164,237	6,448,130	6,853,573	7,195,397	8,060,195
Stormwater	2,164,061	2,219,025	2,207,951	2,147,621	2,501,751	2,373,383	2,393,280	2,448,234	2,448,059	2,552,899
Airport	522,811	683,920	-	-	-	-	-	-	-	-
Welcome Center	10,825	11,524	8,075	11,575	5,240	8,950	10,125	5,400	-	-
Telecommunications	-	-	-	-	-	-	378,339	544,446	477,922	489,640
Golf course	234,223	236,934	236,936	235,553	232,475	184,537	213,776	222,002	324,736	488,103
Operating grants and contributions	46,773	182,849	104,962	-	355,826	28,174	28,925	-	-	-
Capital grants and contributions	117,206	9,141,322	21,758	12,000	272,912	227,988	564,670	259,362	47,872	198,922
Total business-type activities program revenues	73,252,046	81,830,631	74,593,932	76,444,181	81,186,334	78,273,139	79,832,540	85,916,016	88,353,298	90,567,095
Total primary government program revenues	81,842,212	91,675,022	84,727,543	85,137,950	91,252,601	90,360,512	93,745,796	99,153,416	103,946,310	109,244,043
General revenues and other changes in net position										
Primary government										
Governmental activities:										
Property taxes	4,575,821	4,562,903	4,986,729	4,412,356	4,432,632	4,385,425	4,664,507	4,879,013	4,692,316	4,782,016
Sales taxes	3,482,760	3,409,570	3,345,800	3,467,609	3,554,330	3,438,553	3,622,779	3,901,905	4,234,202	5,025,382
Insurance premium tax	1,108,956	1,177,972	1,219,600	1,274,964	1,361,974	1,492,683	1,546,090	1,667,303	1,768,610	1,866,289
Alcoholic beverage taxes	635,971	621,130	626,427	647,763	654,739	663,403	694,817	663,925	695,933	736,587
Business occupational taxes	421,639	416,930	441,938	431,498	457,755	459,395	432,276	443,601	442,940	465,031
Other taxes	196,560	253,890	257,431	399,177	523,587	523,462	499,673	500,567	518,876	514,078
Franchise fees	556,258	559,345	535,272	526,376	378,289	513,414	561,363	483,069	752,107	729,947
Unrestricted investment earnings	163,807	9,852	445,337	127,873	165,895	248,710	292,909	316,886	287,965	1,319,244
Gain on sale of assets	72,546	-	5,341	31,644	14,670	14,252	178,057	15,587	65,070	38,020
Transfers	9,033,356	8,397,943	7,847,411	9,530,554	8,650,614	8,893,196	6,887,541	7,681,614	7,598,367	9,558,395
Total governmental activities general revenues and changes in net position	20,247,674	19,409,535	19,711,286	20,849,814	20,194,485	20,632,493	19,380,012	20,553,470	21,056,386	25,034,989
Business-type activities:										
Unrestricted investment earnings	783,095	(373,183)	1,256,518	660,532	1,571,311	249,563	506,130	1,701,873	1,689,299	503,625
Gain on sale of assets	35,898	-	207,091	-	1,000	-	-	-	-	-
Special item	-	-	(3,152,966)	-	-	-	-	-	-	-
Transfers	(9,033,356)	(8,397,943)	(7,847,411)	(9,530,554)	(8,650,614)	(8,893,196)	(6,887,541)	(7,681,614)	(7,598,367)	(9,558,395)
Total business type activities general revenues and changes in net position	(8,214,363)	(8,771,126)	(9,536,768)	(8,870,022)	(7,078,303)	(8,643,633)	(6,381,411)	(5,979,741)	(5,909,068)	(9,054,770)

(Continued)

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year ^(a)									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General revenues and other changes in net position (Continued)										
Total primary government general revenues and other changes in net position	\$ 12,033,311	\$ 10,638,409	\$ 10,174,518	\$ 11,979,792	\$ 13,116,182	\$ 11,988,860	\$ 12,998,601	\$ 14,573,729	\$ 15,147,318	\$ 15,980,219
Change in net position										
Governmental activities	3,869,288	1,108,345	3,206,569	4,228,796	3,606,862	3,543,463	6,205,734	3,450,991	8,622,187	14,188,462
Business-type activities	3,840,722	10,093,827	3,372,683	3,814,804	11,068,725	4,576,723	8,019,296	8,939,536	10,021,267	7,890,718
Total primary government change in net position	\$ 7,710,010	\$ 11,202,172	\$ 6,579,252	\$ 8,043,600	\$ 14,675,587	\$ 8,120,186	\$ 14,225,030	\$ 12,390,527	\$ 18,643,454	\$ 22,079,180

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

CITY OF GRIFFIN, GEORGIA
FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Nonspendable	\$ 188,035	\$ 217,727	\$ 143,578	\$ 187,974	\$ 200,714	\$ 241,156	\$ 214,971	\$ 234,624	\$ 324,157	\$ 251,759
Restricted	109,357	109,357	109,357	109,357	109,357	109,357	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	7,795,166	7,624,705	8,012,324	10,003,964	10,770,758	11,306,559	11,598,316	11,604,436	12,651,799	14,723,563
Total general fund	<u>\$ 8,092,558</u>	<u>\$ 7,951,789</u>	<u>\$ 8,265,259</u>	<u>\$ 10,301,295</u>	<u>\$ 11,080,829</u>	<u>\$ 11,657,072</u>	<u>\$ 11,813,287</u>	<u>\$ 11,839,060</u>	<u>\$ 12,975,956</u>	<u>\$ 14,975,322</u>
All other governmental funds										
Nonspendable, reported in:										
Special revenue funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital projects funds	-	-	-	-	1,098,963	1,069,875	1,809,450	-	-	1,894,200
Permanent funds	2,325,307	2,406,047	2,494,726	2,548,442	2,632,623	2,707,778	2,789,664	2,939,670	2,903,000	3,750,115
Restricted, reported in:										
Special revenue funds	410,412	576,388	669,104	781,473	1,137,425	1,307,249	1,596,822	1,915,890	2,310,446	2,752,552
Capital projects funds	3,016,291	3,264,096	4,784,160	4,473,499	9,221,759	9,881,346	7,979,237	7,714,442	9,248,669	9,699,388
Permanent funds	290,807	256,322	664,645	802,444	946,891	1,148,730	1,410,924	1,598,024	2,057,260	2,045,186
Unassigned	-	(65,152)	(10,087)	(2,947)	(178,042)	(236,792)	(40,394)	(5,894)	(1,202,071)	(311,304)
Total all other governmental funds	<u>\$ 6,042,817</u>	<u>\$ 6,437,701</u>	<u>\$ 8,602,548</u>	<u>\$ 8,602,911</u>	<u>\$ 14,859,619</u>	<u>\$ 15,878,186</u>	<u>\$ 15,545,703</u>	<u>\$ 14,162,132</u>	<u>\$ 15,317,304</u>	<u>\$ 19,830,137</u>
Total all governmental funds	<u>\$ 14,135,375</u>	<u>\$ 14,389,490</u>	<u>\$ 16,867,807</u>	<u>\$ 18,904,206</u>	<u>\$ 25,940,448</u>	<u>\$ 27,535,258</u>	<u>\$ 27,358,990</u>	<u>\$ 26,001,192</u>	<u>\$ 28,293,260</u>	<u>\$ 34,805,459</u>

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Property taxes	\$ 4,699,665	\$ 4,451,514	\$ 4,890,450	\$ 4,576,229	\$ 4,465,980	\$ 4,378,755	\$ 4,615,589	\$ 4,825,690	\$ 4,531,914	\$ 5,040,142
Other taxes	5,845,886	5,879,492	5,891,196	6,221,011	6,407,087	6,567,448	6,857,325	7,159,803	7,893,792	8,823,236
Charges for services	4,795,078	5,251,331	5,656,674	5,558,446	5,405,502	5,443,236	5,846,545	5,726,485	5,923,612	5,729,404
Licenses and permits	319,097	312,916	319,997	388,918	289,954	363,442	373,166	539,253	739,052	682,794
Intergovernmental	2,243,559	3,031,251	3,244,735	1,608,021	3,271,697	5,244,164	6,590,238	5,542,706	7,564,994	10,680,489
Franchise fees	556,258	559,345	535,272	526,376	523,587	523,462	499,673	500,567	518,876	514,078
Fines and forfeitures	1,084,115	984,364	621,506	846,414	783,125	738,696	768,565	930,661	877,352	980,217
Interest revenues	162,991	9,936	445,446	127,950	165,962	249,915	296,155	318,950	288,485	1,319,244
Rental income	193,874	193,944	175,598	207,623	209,693	186,979	175,162	237,690	183,974	197,722
Contributions and donations	3,165	629	9,160	26,601	30,040	10,427	12,230	21,551	6,709	7,468
Other revenues	64,906	65,895	105,832	57,669	76,189	99,224	144,104	236,990	296,799	398,854
Total revenues	19,968,594	20,740,617	21,895,866	20,145,258	21,628,816	23,805,748	26,178,752	26,040,346	28,825,559	34,373,648
Expenditures										
Current:										
General government	3,974,565	4,534,475	4,702,864	4,594,427	4,518,227	5,785,473	5,400,732	5,048,129	5,145,955	5,430,746
Judicial	251,021	163,570	185,970	221,222	299,708	232,350	314,481	366,359	358,010	371,140
Public safety	14,070,597	14,801,325	13,996,515	14,098,284	14,078,548	13,959,928	14,965,354	15,690,542	15,552,717	17,065,684
Public works	4,962,104	5,299,122	4,749,767	5,191,626	5,888,564	4,912,691	4,806,953	4,885,235	4,353,911	5,949,292
Parks and recreation	317,098	372,654	296,379	489,016	376,386	361,581	372,177	522,268	505,157	444,645
Housing and development	879,060	1,749,118	1,257,507	1,186,700	1,547,863	1,419,384	1,264,820	1,456,108	1,950,400	1,765,362
Capital outlay	577,948	1,579,640	933,531	752,512	3,841,861	4,038,741	5,192,315	4,836,024	3,515,470	3,888,549
Debt service:										
Principal	427,584	415,465	341,489	282,252	3,001,822	79,171	997,615	1,784,843	1,879,414	2,040,873
Interest and fiscal charges	191,383	299,941	207,492	194,578	427,877	329,067	367,381	342,730	308,576	236,827
Total expenditures	25,651,360	29,215,310	26,671,514	27,010,617	33,980,856	31,118,386	33,681,828	34,932,238	33,569,610	37,193,118
Deficiency of revenues over expenditures	(5,682,766)	(8,474,693)	(4,775,648)	(6,865,359)	(12,352,040)	(7,312,638)	(7,503,076)	(8,891,892)	(4,744,051)	(2,819,470)

(Continued)

CITY OF GRIFFIN, GEORGIA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other financing sources (uses)										
Transfers in	\$ 9,496,699	\$ 9,198,968	\$ 8,700,129	\$ 8,700,129	\$ 12,630,220	\$ 10,482,930	\$ 9,560,767	\$ 8,471,122	\$ 8,898,279	\$ 10,194,882
Transfers out	(463,343)	(1,381,644)	(1,451,505)	(1,451,505)	(3,979,606)	(1,589,734)	(2,673,226)	(1,477,167)	(1,927,230)	(1,195,461)
Tax allocation bond issuance	-	866,397	-	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	9,715,000	-	-	-	-	-
Premium on bond issuance	-	-	-	-	1,007,998	-	-	-	-	-
Capital leases	642,742	-	-	-	-	-	261,210	524,552	-	294,228
Proceeds from the sale of capital assets	72,546	45,087	5,341	5,341	14,670	14,252	178,057	15,587	65,070	38,020
Total other financing sources	9,748,644	8,728,808	7,253,965	7,253,965	19,388,282	8,907,448	7,326,808	7,534,094	7,036,119	9,331,669
Net change in fund balances	\$ 4,065,878	\$ 254,115	\$ 2,478,317	\$ 388,606	\$ 7,036,242	\$ 1,594,810	\$ (176,268)	\$ (1,357,798)	\$ 2,292,068	\$ 6,512,199
Debt service as a percentage of noncapital expenditures	2.63%	2.69%	2.20%	1.97%	12.26%	1.64%	5.13%	7.52%	7.83%	7.56%

CITY OF GRIFFIN, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(In thousands)

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales and Use Tax</u>	<u>Business Tax</u>	<u>Other ⁽¹⁾</u>	<u>Total</u>
2012	\$ 4,700	\$ 3,483	\$ 422	\$ 2,498	\$ 11,103
2013	4,452	3,410	417	2,612	10,891
2014	4,890	3,346	442	2,639	11,317
2015	4,576	3,468	431	2,848	11,323
2016	4,466	3,554	458	2,919	11,397
2017	4,379	3,439	459	3,193	11,470
2018	4,616	3,623	432	3,302	11,973
2019	4,826	3,902	444	3,315	12,486
2020	4,532	4,234	443	3,736	12,945
2021	5,040	5,025	465	3,847	14,377

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

CITY OF GRIFFIN, GEORGIA

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

Fiscal Year Ended June 30,	Digest Tax Year	Residential Property	Commercial Property	Industrial Property	Other Property^(a)	Less: Tax-Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a % of Actual Value
2012	2011	\$ 257,941,237	\$ 222,838,476	\$ 68,877,652	\$ 46,053,656	\$ 34,913,558	\$ 560,797,463	8.63	\$ 1,401,993,658	40%
2013	2012	250,589,805	217,247,424	70,044,477	38,851,735	36,982,207	539,751,234	8.61	1,349,378,085	40%
2014	2013	215,342,724	235,452,254	69,272,022	42,605,915	40,442,206	522,230,709	7.33	1,305,576,773	40%
2015	2014	205,946,035	231,703,614	69,346,736	36,366,027	45,781,832	497,580,580	7.89	1,243,951,450	40%
2016	2015	204,825,623	263,827,815	70,667,696	28,473,445	42,975,873	524,818,706	7.89	1,312,046,765	40%
2017	2016	203,841,147	277,916,108	76,877,775	22,710,031	39,768,220	541,576,841	7.77	1,353,942,103	40%
2018	2017	209,337,571	274,171,995	74,968,574	18,844,526	40,067,121	537,255,545	7.64	1,343,138,863	40%
2019	2018	212,507,581	280,716,183	80,913,955	15,776,665	38,802,850	551,111,534	7.64	1,377,778,835	40%
2020	2019	235,403,228	312,658,439	80,325,754	14,139,834	41,293,820	601,233,435	7.08	1,503,083,588	40%
2021	2020	264,978,303	300,844,188	77,282,873	13,017,819	37,669,618	618,453,565	7.08	1,546,133,913	40%

Source: Spalding County Tax Commissioner

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

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Municipal rates										
City of Griffin:										
Maintenance and operations	14.95	15.19	14.97	14.37	14.37	14.37	14.64	14.65	13.62	14.08
Sales tax reduction	(6.32)	(6.58)	(7.64)	(6.48)	(6.48)	(6.60)	(7.00)	(7.01)	(6.54)	(7.00)
Total City of Griffin	8.63	8.61	7.33	7.89	7.89	7.77	7.64	7.64	7.08	7.08
City of Orchard Hill maintenance and operations	4.95	6.31	6.31	6.31	6.30	6.30	5.94	5.61	5.61	5.63
City of Sunny Side maintenance and operations	4.29	5.00	5.00	5.00	5.00	5.00	5.00	4.79	4.79	4.18
Spalding County rates:										
Unincorporated maintenance and operations	15.01	16.01	16.01	16.01	15.66	15.66	16.53	16.54	16.54	16.14
Fire protection ⁽¹⁾	5.98	5.98	4.17	5.93	3.61	3.61	3.61	3.61	3.61	3.61
Insurance premium rollback ⁽¹⁾	(1.81)	(1.81)	(1.76)	(1.76)	-	-	-	-	-	-
Board of Education	19.06	19.47	19.47	18.74	18.57	18.57	18.06	17.08	17.08	16.74
State of Georgia	0.25	0.25	0.15	0.05	0.05	-	-	-	-	-
Total unincorporated Spalding County	38.49	39.90	38.04	38.97	37.89	37.84	38.20	37.22	37.22	36.49
Total Municipalities:										
City of Griffin	42.95	44.34	42.96	42.69	42.17	42.00	42.23	40.70	40.70	39.96
City of Orchard Hill	39.27	42.04	41.94	41.11	40.58	40.53	40.53	39.22	42,832.00	42.12
City of Sunny Side	38.61	40.73	40.63	39.80	39.28	39.23	39.59	38.40	42.01	37.06

Source: Spalding County Tax Commissioner

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

CITY OF GRIFFIN, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30, ^(a)	Digest Tax Year	Taxes Levied for the Fiscal Year ^(a)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		Total Taxes Outstanding
			Amount	Percentage of Levy		Amount	Percentage of Levy	
2012	2011	\$ 4,661,292	\$ 4,455,818	95.59%	\$ 187,360	\$ 4,643,178	99.61%	\$ 18,114
2013	2012	4,621,315	4,355,689	94.25%	226,211	4,581,900	99.15%	39,415
2014	2013	4,623,024	4,523,644	97.85%	70,862	4,594,506	99.38%	28,518
2015	2014	4,179,677	3,992,554	95.52%	148,152	4,140,706	99.07%	38,971
2016	2015	4,150,605	3,995,573	96.26%	93,950	4,089,523	98.53%	61,082
2017	2016	4,208,594	4,004,048	95.14%	186,531	4,190,579	99.57%	204,546
2018	2017	4,175,013	3,851,564	92.25%	200,661	4,052,225	97.06%	182,229
2019	2018	4,209,941	3,924,257	93.21%	174,045	4,098,302	97.35%	285,684
2020	2019	4,258,636	3,920,562	92.06%	147,225	4,067,787	95.52%	320,674
2021	2020	4,466,569	4,104,268	91.89%	147,225	4,251,493	95.18%	362,301

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

^(a) Digest tax year levied actually fund the following fiscal year (i.e., taxes levied for 2020 are used for fiscal year ended in 2021).

CITY OF GRIFFIN, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Taxpayer</u>	<u>2021</u>			<u>2012</u>		
	<u>Taxable Assessed Value (In thousands)</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Value (In thousands)</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Transcontinental	\$ 30,809	1	1.99%	\$ -	-	-
Bridgestone / Bandag Inc.	30,709	2	1.99%	10,749	7	0.80%
North Griffin Square	24,532	3	1.59%	-	-	-
Wal-Mart Stores	24,021	4	1.55%	19,118	4	1.42%
International Paper	21,640	5	1.40%	17,044	5	1.26%
Kroger Co	18,597	6	1.20%	-	-	-
BVA-Spalding	17,000	7	1.10%	-	-	-
Griffin Crossroads, LLC	12,443	8	0.80%	-	-	-
Southwood Walden Point	11,378	9	0.74%	9,293	10	0.69%
Westdale Griffin Cross	11,029	10	0.71%	-	-	-
Tenet-Spalding Regional Hospital	-	-	-	35,503	1	2.63%
First National Bank of Georgia	-	-	-	23,039	2	1.71%
Exo-Tech Packaging LLC	-	-	-	19,662	3	1.46%
NACOM	-	-	-	11,130	6	0.82%
Lowes Home Centers, Inc.	-	-	-	10,703	8	0.79%
Home Depot	-	-	-	10,232	9	0.76%
Total	\$ 202,158		13.08%	\$ 166,473		12.34%

Source: Spalding County Tax Assessor

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

Customer	2021				2012			
	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues
1888 Mills Inc	41,585,819	\$ 384,196	1	4.3%	-	\$ -		-
Spalding County Law Enforcement	17,502,340	168,320	2	1.9%	19,719,400	147,343	2	2.2%
Griffin Crossings Apartments/Westdale Freddie Properties	17,088,410	163,926	3	1.8%	11,885,600	91,466	4	1.4%
Griffin Spalding County Schools	13,271,721	139,597	4	1.6%	-	-		-
Wellstar Spalding Regional	7,819,187	80,198	5	0.9%	-	-		-
Caterpillar Inc	7,651,174	75,168	6	0.8%	9,385,200	72,077	6	1.1%
Walden Pointe Apartments	7,296,230	75,596	7	0.8%	7,228,400	106,058	9	1.6%
Spalding Co C I	6,852,793	65,313	8	0.7%	8,920,500	65,563	7	1.0%
Sumika Polymers	6,414,982	60,469	9	0.7%	6,052,300	45,000	10	0.7%
Bandag Inc	5,881,817	59,544	10	0.7%	-	-		-
Southern Terry	-	-		-	26,912,100	391,845	1	5.8%
AMI Griffin-Spalding Co. Hospital	-	-		-	16,958,900	129,815	3	1.9%
Griffin Housing Authority	-	-		-	10,178,300	75,724	5	1.1%
Northside Hills Apartments	-	-		-	8,834,300	68,340	8	1.0%
	<u>131,364,474</u>	<u>\$ 1,272,327</u>		<u>14.28%</u>	<u>126,075,000</u>	<u>\$ 1,193,231</u>		<u>17.70%</u>

Source: City of Griffin Utility Billing Department

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

Customer	2021				2012			
	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues	Usage (in gallons)	Charges	Rank	Percentage of Total Revenues
Spalding County Water Authority	792,907,282	\$ 9,217,108	1	67.2%	822,147,100	\$ 1,740,061	2	14.0%
Coweta County Water and Sewer	1,016,833,530	3,041,381	2	22.7%	996,785,000	2,667,657	1	21.4%
1888 Mills Inc	63,959,070	398,982	3	3.0%	-	-		-
City of Zebulon	72,807,946	339,482	4	2.5%	87,440,700	350,063	3	2.8%
Griffin Crossings Apartments/Westdale Freddie Properties	17,088,410	187,405	5	1.4%	-	-		-
Griffin-Spalding County Schools	14,212,524	129,842	6	1.0%	-	-		-
Wellstar Spalding Regional	13,124,632	98,953	7	0.7%	-	-		-
Walden Pointe Apartments	7,299,788	85,956	8	0.6%	7,228,400	46,838	9	0.4%
City of Williamson	17,471,325	81,467	9	0.6%	13,702,000	54,745	6	0.4%
Bandag Inc	5,885,032	46,553	10	0.3%	-	-		-
Southern Terry	-	-		-	26,912,100	121,904	4	1.0%
Spalding Regional	-	-		-	16,958,900	83,404	5	0.7%
Westdale Freddie Properties LLC	-	-		-	11,885,600	71,021	7	0.6%
Griffin Housing Authority	-	-		-	10,178,300	55,321	8	0.4%
Regency Apartments	-	-		-	5,240,300	28,966	10	0.2%
	<u>2,021,589,539</u>	<u>\$ 13,627,127</u>		<u>100.0%</u>	<u>1,998,478,400</u>	<u>\$ 5,219,980</u>		<u>41.9%</u>

Source: City of Griffin Utility Billing Department

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

Customer	2021				2012			
	Usage (in kHz)	Charges	Rank	Percentage of Total Revenues	Usage (in kHz)	Charges	Rank	Percentage of Total Revenues
Coveris	17,278,000	\$ 1,489,769	1	3.1%	-	\$ -		-
Bandag Inc	14,597,400	1,426,821	2	3.0%	19,319,000	1,475,895	1	3.6%
Wellstar Spalding Regional Hospital	8,657,174	892,017	3	1.9%	-	-		-
Caterpillar Inc	8,857,538	850,183	4	1.8%	13,259,000	971,031	5	2.3%
International Paper	7,547,400	701,175	5	1.5%	7,926,000	401,053	7	1.0%
City of Griffin W/W	6,072,000	682,504	6	1.4%	16,686,000	1,492,883	3	3.6%
UGA Griffin Campus	6,477,600	635,581	7	1.3%	5,959,000	553,774	8	1.3%
Hoshizaki	4,803,000	403,478	9	0.9%	-	-		-
Vernay Mfg Co	5,457,600	349,626	8	0.7%	-	-		-
Toppan USA Inc	8,049,800	305,892	10	0.6%	-	-		-
Exopack	-	-		-	17,328,000	1,197,898	2	2.9%
Griffin-Spalding County Schools	-	-		-	10,552,000	1,034,231	4	2.5%
Spalding Regional Hospital	-	-		-	8,353,000	759,071	6	1.8%
Norcom	-	-		-	6,693,000	489,090	9	1.2%
Wal-Mart	-	-		-	5,299,000	491,744	10	1.2%
	<u>87,797,512</u>	<u>\$ 7,737,045</u>		<u>16.4%</u>	<u>111,374,000</u>	<u>\$ 8,866,670</u>		<u>21.4%</u>

Source: City of Griffin Utility Billing Department

CITY OF GRIFFIN, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	Percentage of Estimated Actual Value of Taxable Property ⁽¹⁾	Percentage of Personal Income	Per Capita ⁽¹⁾
	Bonds	Capital Leases	Inter-governmental Agreement	Water Revenue Bonds	Notes Payable	Capital Leases	Inter-governmental Agreement				
2012	\$ -	\$ 4,426,772	\$ -	\$ 63,884,000	\$ 1,658,780	\$ 44,393	\$ 131,216	\$ 70,145,161	13.00%	\$ 2,165.38	\$ 2,966.85
2013	866,397	4,011,307	-	65,071,387	1,510,510	560,277	90,401	72,110,279	13.36%	2,374.78	3,083.09
2014	858,862	3,677,353	-	62,440,082	1,356,683	313,172	46,729	68,692,881	12.73%	2,271.82	2,905.42
2015	851,026	3,402,937	-	59,751,915	1,684,235	224,873	46,729	65,961,715	12.57%	2,000.36	2,789.90
2016	11,484,304	408,940	-	57,002,964	7,377,568	144,356	-	76,418,132	14.11%	2,624.34	3,293.89
2017	11,251,124	342,159	3,300,000	54,192,457	19,650,922	452,084	-	89,188,746	16.60%	2,909.72	3,889.95
2018	10,114,912	523,145	3,285,000	51,308,377	24,687,583	1,050,089	-	90,969,106	16.51%	2,963.94	3,847.61
2019	8,267,074	925,246	3,052,500	48,335,655	35,136,427	1,228,257	-	96,945,159	7.04%	3,069.15	4,237.48
2020	6,399,466	758,224	2,815,000	45,274,957	39,872,947	1,409,049	-	96,529,643	7.01%	3,055.99	4,219.32
2021	4,529,057	780,390	2,570,000	42,121,953	43,869,299	1,229,026	-	95,099,725	6.90%	3,014.06	4,168.66

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

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

CITY OF GRIFFIN, GEORGIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property ⁽¹⁾</u>	<u>Per Capita ⁽¹⁾</u>
2012	\$ -	\$ -	\$ -	0.00%	\$ -
2013	858,862	-	858,862	0.06%	36
2014	851,026	-	851,026	0.07%	35.99
2015	11,484,304	-	11,484,304	0.92%	495.01
2016	11,251,124	-	11,251,124	0.86%	490.72
2017	10,114,912	-	10,114,912	0.75%	427.82
2018	8,267,074	-	8,267,074	0.62%	361.35
2019	8,267,074	-	8,267,074	0.60%	362.38
2020	6,399,466	-	6,399,466	0.46%	280.52
2021	4,529,057	-	4,529,057	0.33%	199.74

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

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

CITY OF GRIFFIN, GEORGIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(In thousands)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt limit	\$ 56,080	\$ 53,975	\$ 52,223	\$ 49,758	\$ 52,482	\$ 54,158	\$ 53,726	\$ 55,111	\$ 60,123	\$ 61,845
Total net debt applicable to limit	-	866	859	851	11,484	11,251	10,115	8,267	6,399	6,399
Legal debt margin	<u>\$ 56,080</u>	<u>\$ 53,109</u>	<u>\$ 51,364</u>	<u>\$ 48,907</u>	<u>\$ 40,998</u>	<u>\$ 42,907</u>	<u>\$ 43,611</u>	<u>\$ 46,844</u>	<u>\$ 53,724</u>	<u>\$ 55,446</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	1.60%	1.64%	1.71%	21.88%	20.77%	18.83%	15.00%	10.64%	10.35%
Legal Debt Margin Calculation for Fiscal Year 2021										
Total assessed value										\$ 656,123
Less Exempt										37,670
Total taxable assessed value										<u>618,453</u>
Debt limit (10% of total taxable assessed value)										61,845
Debt applicable to limit										<u>6,399</u>
Legal debt margin										<u>\$ 55,446</u>

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

^(a) Digest tax year levied actually fund the following fiscal year (i.e., taxes levied for 2020 are used for fiscal year ended in 2021).

CITY OF GRIFFIN, GEORGIA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2021
(In thousands)**

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to City of Griffin ⁽¹⁾</u>	<u>Amount Applicable to City of Griffin</u>
General Obligation			
Griffin-Spalding County Airport Authority	\$ 5,630	50.00%	\$ 2,815
Direct:			
City of Griffin tax allocation bonds	\$ (1,084)	100.00%	\$ (1,084)
City of Griffin special purpose local option sales tax bonds	5,613	100.00%	5,613
City of Griffin intergovernmental payable	2,570	100.00%	2,570
City of Griffin capital leases	780	100.00%	780
Total	\$ 7,879		\$ 7,879

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

CITY OF GRIFFIN, GEORGIA

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

Fiscal Year	Operating Revenue ⁽¹⁾	Direct Operating Expenses ⁽²⁾	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2012	\$ 64,256	\$ 44,739	\$ 19,517	\$ 1,932	\$ 3,140	\$ 5,072	3.85
2013	63,396	45,769	17,627	2,006	2,508	4,514	3.90
2014	67,080	46,472	20,608	2,293	2,225	4,518	4.56
2015	68,236	47,775	20,461	2,354	2,194	4,548	4.50
2016	73,290	47,253	26,037	2,419	2,130	4,549	5.72
2017	69,501	48,146	21,355	2,487	2,092	4,579	4.66
2018	70,297	48,246	22,051	2,570	1,974	4,544	4.85
2019	77,213	51,716	25,497	2,675	1,871	4,546	5.61
2020	79,520	51,698	27,822	2,780	1,871	4,651	5.98
2021	79,247	54,414	24,833	2,890	1,871	4,761	5.22

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

⁽²⁾ Direct operating expenses do not include depreciation.

CITY OF GRIFFIN, GEORGIA

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (In thousands)</u>	<u>Per Capita Personal Income (In thousands)</u>	<u>Unemployment Rate ⁽¹⁾</u>
2012	23,643	\$ 32,394	\$ 0.73	11.30%
2013	23,389	30,365	0.77	11.30%
2014	23,643	30,237	0.78	12.70%
2015	23,643	32,975	0.72	8.60%
2016	23,200	29,119	0.80	7.60%
2017	22,928	30,652	0.75	6.00%
2018	23,643	30,692	0.77	5.60%
2019	22,878	31,587	0.72	3.80%
2020	22,813	31,552	0.72	8.80%
2021	22,675	22,049	1.03	6.50%

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

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

CITY OF GRIFFIN, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2021			2012		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Catapillar, Inc.	900	1	3.29%	900	1	1.92%
CareMaster Medical	600	2	2.19%	-	-	-
Norcom	280	3	1.02%	280	3	0.60%
1888 Mills	278	4	1.02%	-	-	-
AEP Industries	250	5	0.91%	250	4	0.53%
Hoshzaki America Inc	240	6	0.88%	-	-	-
Supreme Corporation	200	7	0.73%	200	5	0.43%
Bandag	170	8	0.62%	-	-	-
Vernay Manufacturing	165	9	0.60%	160	8	0.34%
Coveris LLC	160	10	0.58%	-	-	-
Southern Terry	-	-	-	375	2	0.80%
Fashion Industries, Inc	-	-	-	200	6	0.43%
William Carter Co.	-	-	-	168	7	0.36%
EXOpack, LLC	-	-	-	160	9	0.34%
International Paper	-	-	-	150	10	0.32%
Total	3,243		11.85%	2,843		6.07%

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

CITY OF GRIFFIN, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
Administration	31	29	30	30	30	32	33	32	32	32
Judicial	1	2	2	3	3	2	4	4	4	5
Public safety	164	168	172	158	156	155	157	151	149	156
Public works	49	44	46	44	46	49	49	50	39	38
Development	7	9	6	6	6	6	5	3	4	10
Water/wastewater operations	64	74	73	67	53	78	69	74	77	71
Electric operations	64	60	64	61	59	59	58	54	59	52
Solid waste operations	42	40	40	38	36	41	39	36	41	33
Golf course operations	-	9	9	8	13	14	12	9	11	14
Airport operations	4	4	-	-	-	-	-	4	4	4
Welcome Center	2	-	-	-	-	-	-	-	-	-
Stormwater	13	14	14	16	13	14	15	14	15	17
Motor pool	11	11	11	10	11	9	10	9	9	10
Total	452	464	467	441	426	459	451	440	444	442

Source: City Finance Department.

CITY OF GRIFFIN, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Physical arrests	3,802	3,756	3,650	3,950	2,149	3,020	3,387	3,882	2,789	2,751
Parking violations	5	-	5	-	-	10	2	2	3	4
Traffic violations	11,062	8,928	9,439	10,891	7,803	6,997	8,560	10,111	7,117	6,419
Fire										
Emergency responses	1,515	1,645	1,770	1,566	2,089	2,147	2,254	2,187	2,262	2,642
Fires extinguished	167	81	166	139	59	113	136	179	172	156
Inspections	1,332	1,164	1,103	1,223	1,525	1,687	1,684	1,614	1,880	1,756
Refuse Collection										
Refuse collected (tons per day)	30	30	36	37	-	-	-	-	-	40
Other Public Works										
Street resurfacing (miles)	-	13	2	1	2	2	2	2	2	3
Potholes repaired	215	462	482	466	805	318	331	915	612	817
Parks and recreation										
Athletic field permits issued	-	145	115	-	-	-	-	-	-	-
Water										
New connections	16	14	13	13	7	18	52	91	81	159
Water main breaks	37	41	20	20	30	19	58	53	40	51
Average daily consumption (millions of gallons)	8.95	8.97	9.14	9.14	9.00	9.86	31.00	7.38	7.63	8.28
Peak daily consumption (millions of gallons)	15.67	12.93	12.02	12.02	12.77	14.19	17.55	16.09	17.33	12.65
Wastewater										
Average daily sewage treatment (millions of gallons)	2.95	3.61	3.85	3.85	3.86	3.03	3.23	3.91	3.97	3.53

Sources: Various City departments.

CITY OF GRIFFIN, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Stations	2	2	2	2	2	2	2	1	1	2
Zone officers	56	56	56	52	45	87	80	80	80	60
Patrol units	105	55	74	70	66	100	100	90	90	69
Fire stations	3	3	3	3	3	3	4	4	4	4
Public works										
Streets (miles)	140	140	140	138	140	140	140	139	140	139
Streetlights	879	879	879	879	879	879	879	1,143	1,174	1,180
Traffic signals	58	58	76	58	69	65	65	65	40	65
Parks and recreation										
Acreage	212	210	210	210	194	200	200	200	200	200
Playgrounds	5	5	5	4	5	5	5	5	5	4
Water										
Water mains (miles)	200	212	212	212	213	213	213	212	212	204
Fire hydrants	1,240	1,240	1,426	1,130	1,130	1,130	1,130	1,394	1,394	1,148
Storage capacity (thousands of gallons)	700	700	750	500	500	500	500	500	1,100	1,100
Wastewater										
Sanitary sewers (miles)	232	232	233	234	231	254	254	254	237	237
Storm sewers (miles)	64	64	65	67	80	67	67	67	63	77
Treatment capacity (thousands of gallons)	5.75	5.75	5.75	5.75	5.75	5.75	5.75	9.50	6.75	6.75

Sources: Various City departments.

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

COMPLIANCE SECTION



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

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Griffin, Georgia (the "City"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated October 29, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Mauldin & Jenkins, LLC

Macon, Georgia
October 29, 2021



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

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

Report on Compliance for Each Major Federal Program

We have audited the City of Griffin, Georgia's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 the City'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

Mauldin & Jenkins, LLC

Macon, Georgia
October 29, 2021

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Total Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Transportation</u>				
(Passed through the Georgia Department of Transportation)				
Federal Highway Administration - Highway Planning and Construction	20.205	130010333z230	\$ 2,489,040	\$ -
Federal Highway Administration - Highway Planning and Construction	20.205	P.I. No. 0016076	96,273	-
Total Highway Planning and Construction Cluster			2,585,313	-
Airport Improvement Program	20.106	AP020-90CA-35(255)	30,000	-
Airport Improvement Program	20.106	AP021-9041-34(255)	579,294	-
Total U.S. Department of Transportation			3,194,607	-
<u>Department of Justice</u>				
2020 COPS Hiring Program 2020	16.71	2020UMWX0233	92,662	-
Total Department of Justice			92,662	-
<u>U.S. Environmental Protection Agency</u>				
(Passed through the Georgia Department of Natural Resources)				
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-CW2018002	423,362	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-DW2019032	685,935	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-DW2020038	344,299	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-CW2020030	2,201,410	-
Capitalization Grants for Clean Water State Revolving Funds	66.458	GEFA-CW2019017	567,201	-
Total U.S. Environmental Protection Agency			4,222,207	-
<u>Georgia Department of Community Affairs</u>				
Community Development Block Grant 2019/2020	14.228	19p-x-126-2-6066	750,000	-
Community Development Block Grant 2019/2020	14.228	20p-x-126-2-6135	16,478	-
Total Georgia Department of Community Affairs			766,478	-
<u>Department of Treasury</u>				
Coronavirus Relief Fund ("CARES ACT")	21.027		1,194,208	-
Total Department of Treasury			1,194,208	-
Total Expenditures of Federal Awards			\$ 9,470,162	\$ -

CITY OF GRIFFIN, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS JUNE 30, 2021

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Griffin, Georgia (the "City"), and is presented on the modified accrual basis of accounting.

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

NOTE 2. DE MINIMIS INDIRECT COST RATE

The City chose not to use the 10% de minimis cost rate for the year ended June 30, 2021.

NOTE 3. NON-CASH AWARDS

The City did not receive non-cash federal awards during the year ended June 30, 2021.

CITY OF GRIFFIN, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unmodified
Internal control over financial reporting:
Material weaknesses identified? ___ Yes ___X No
Significant deficiencies identified not considered to be material weaknesses? ___ Yes ___X None Reported
Noncompliance material to financial statements noted? ___ Yes ___X No

Federal Awards

Internal control over major programs:
Material weaknesses identified? ___ Yes ___X No
Significant deficiencies identified not considered to be material weaknesses? ___ Yes ___X None Reported
Type of auditor's report issued on compliance for major programs Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? ___ Yes ___X No

Identification of major program:

Table with 2 columns: CFDA Number and Name of Federal Program or Cluster. Rows include 14.228 Georgia Department of Community Affairs and 21.027 Department of Treasury.

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? ___X Yes ___ No

CITY OF GRIFFIN, GEORGIA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None reported.

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

None reported.

CITY OF GRIFFIN, GEORGIA

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

STATUS OF PRIOR YEAR AUDIT FINDINGS

None reported.